# Oracle® Human Resources Management Systems

Compensation and Benefits Management Guide (Mexico)

Release 12

**Part No. B31711-04**

March 2007

ORACLE®

Oracle Human Resources Management Systems Compensation and Benefits Management Guide (Mexico), Release 12

Part No. B31711-04

Copyright © 2004, 2007, Oracle. All rights reserved.

Primary Author: John Lawson

The Programs (which include both the software and documentation) contain proprietary information; they are provided under a license agreement containing restrictions on use and disclosure and are also protected by copyright, patent, and other intellectual and industrial property laws. Reverse engineering, disassembly, or decompilation of the Programs, except to the extent required to obtain interoperability with other independently created software or as specified by law, is prohibited.

The information contained in this document is subject to change without notice. If you find any problems in the documentation, please report them to us in writing. This document is not warranted to be error-free. Except as may be expressly permitted in your license agreement for these Programs, no part of these Programs may be reproduced or transmitted in any form or by any means, electronic or mechanical, for any purpose.

If the Programs are delivered to the United States Government or anyone licensing or using the Programs on behalf of the United States Government, the following notice is applicable:

U.S. GOVERNMENT RIGHTS
Programs, software, databases, and related documentation and technical data delivered to U.S. Government customers are "commercial computer software" or "commercial technical data" pursuant to the applicable Federal Acquisition Regulation and agency-specific supplemental regulations. As such, use, duplication, disclosure, modification, and adaptation of the Programs, including documentation and technical data, shall be subject to the licensing restrictions set forth in the applicable Oracle license agreement, and, to the extent applicable, the additional rights set forth in FAR 52.227-19, Commercial Computer Software--Restricted Rights (June 1987). Oracle Corporation, 500 Oracle Parkway, Redwood City, CA 94065.

The Programs are not intended for use in any nuclear, aviation, mass transit, medical, or other inherently dangerous applications. It shall be the licensee's responsibility to take all appropriate fail-safe, backup, redundancy and other measures to ensure the safe use of such applications if the Programs are used for such purposes, and we disclaim liability for any damages caused by such use of the Programs.

The Programs may provide links to Web sites and access to content, products, and services from third parties. Oracle is not responsible for the availability of, or any content provided on, third-party Web sites. You bear all risks associated with the use of such content. If you choose to purchase any products or services from a third party, the relationship is directly between you and the third party. Oracle is not responsible for: (a) the quality of third-party products or services; or (b) fulfilling any of the terms of the agreement with the third party, including delivery of products or services and warranty obligations related to purchased products or services. Oracle is not responsible for any loss or damage of any sort that you may incur from dealing with any third party.

Oracle, JD Edwards, PeopleSoft, and Siebel are registered trademarks of Oracle Corporation and/or its affiliates. Other names may be trademarks of their respective owners.

# Contents


## Send Us Your Comments

## Preface

## 1 General Compensation Structures

**General Compensation Structures Overview** 1-1
**General Compensation Structures** 1-4
**Elements** 1-8
Elements: Building Blocks of Pay and Benefits 1-8
Input Values: Flexible Description of Compensation 1-11
Rules for Allocating Compensation 1-11
Compensation Entry: Making It Fast and Reliable 1-13
Element Classifications and Processing Sequence 1-17
Survey of the Classifications 1-19
Compensation Policy Changes 1-33
Setting Up Total Compensation Elements 1-35
Defining an Element 1-36
Defining an Element's Input Values 1-44
Defining and Linking an Element for Standard and Advanced Benefits 1-46
Setting Run Type Exclusions and Triggers 1-47
Deleting an Element 1-49
Defining Element Links 1-50
Running the Element Link Details Report 1-52
Defining an Element or Distribution Set 1-53
**Compensation Entry and Reporting** 1-56
Compensation Entry 1-56
Compensation Reporting 1-57

HR/Payroll Extracts....1-58
Making Manual Element Entries....1-62
Adjusting a Pay Value....1-65
Deleting Element Entries....1-66
Listing Employees by Element....1-67
Viewing Element Entry History....1-68
Configuring the HR/Payroll Extracts....1-68
Running the HR/Payroll Extracts....1-71
**Compensation Objects**....1-74
Plan Design....1-74
Reimbursement Plans....1-81
Plan Design Copy....1-81
Special Requirements for Plan Design....1-86
Reporting Groups....1-88
Defining a Benefits Program....1-89
Associating Plans and Plan Types with a Program....1-91
Defining Waive Reasons for Plan Types in a Program (Advanced Benefits)....1-93
Defining Participation Eligibility Criteria for a Compensation Object....1-94
Associating a Life Event Reason with a Compensation Object (Advanced Benefits)....1-96
Associating an Organization with a Benefits Program....1-98
Associating Reporting Groups with a Program....1-99
Associating Program or Plan Year Periods with a Program....1-99
Defining Plan Types....1-100
Setting Up Spending Account Plans for Forfeitures (Advanced Benefits)....1-101
Defining a Benefits Plan....1-102
Defining Eligibility and Activity Rate Requirements for a Plan....1-105
Defining Plan Restrictions....1-106
Defining a Maximum Waiting Period Requirement for a Plan....1-107
Defining a Plan Not in Program....1-108
Associating Options with a Plan....1-109
Maintaining Plan Related Details....1-111
Defining Combinations of Plans and Plan Types....1-114
Defining Waive Reasons for a Plan (Advanced Benefits)....1-114
Maintaining Primary Care Providers for a Plan....1-115
Defining Options....1-118
Navigating the Program Structure Hierarchy....1-119
Defining a Program or Plan Year Period....1-120
Defining a Reimbursement Plan (Advanced Benefits)....1-121
Defining Reimbursable Goods and Service Types....1-124
Copying a Program or Plan....1-124
Exporting a Plan Design to a File....1-128

Importing a Plan Design From a File ... 1-128
Purging Plan Design Copy Data ... 1-129
Defining a Reporting Group ... 1-130
Defining Regulatory Bodies for a Plan ... 1-131
Defining Regulations for a Plan ... 1-132
**Benefits Eligibility** ... 1-133
Eligibility Requirements for Total Compensation ... 1-133
Waiting Periods ... 1-136
Continuing Eligibility: Benefits Assignments ... 1-138
Eligibility Profile Criteria ... 1-140
User-defined Eligibility Criteria ... 1-143
Derived Factors ... 1-144
Defining an Eligibility Profile ... 1-145
Defining Your Own Eligibility Criteria ... 1-148
Defining Derived Factors: Compensation Level ... 1-149
Defining Derived Factors: Percent of Full Time Employment ... 1-151
Defining Derived Factors: Hours Worked In Period ... 1-152
Defining Derived Factors: Age ... 1-153
Defining Derived Factors: Length of Service ... 1-154
Defining Derived Factors: Combination Age and Length of Service ... 1-155
Defining a Dependent Coverage Eligibility Profile ... 1-156
Defining Benefits Groups ... 1-157
Defining Regulations ... 1-157
Defining Postal Zip Ranges ... 1-158
Defining Service Areas ... 1-158

## 2 Salary, Grades, and Pay Administration

**Salary, Grades, and Pay Administration Overview** ... 2-1
**Salary, Grades, and Pay Administration** ... 2-4
**Salary Administration Setup** ... 2-7
Salary Earnings Elements ... 2-7
Salary Basis ... 2-7
Salary Components ... 2-8
Setting Up Salary Administration ... 2-9
Creating a Salary Element ... 2-10
Linking the Salary Element ... 2-11
Validating Salary Entries ... 2-12
Creating Salary Components ... 2-13
Defining a Salary Basis ... 2-13
**Salary Administration** ... 2-15

Starting Salary and Salary Proposals ... 2-15
Salary Spreadsheets ... 2-16
Using the Salary Management Folder ... 2-17
Reviewing Current Salaries ... 2-20
Viewing Salary History ... 2-21
Running the Salary Review Report ... 2-22
**Compensation Surveys** ... 2-23
Compensation Survey Identifiers ... 2-23
Entering Compensation Surveys ... 2-24
Mapping Compensation Survey Lines ... 2-26
**Grades and Pay Setup** ... 2-27
Grades and Grade Structures ... 2-27
Recognizing Your Grade Implementation Model ... 2-28
Implementing Grade Related Pay ... 2-32
Grade Rates to Relate Pay to Grades ... 2-33
Pay Scales to Relate Pay to Grades ... 2-35
Grade/Step Progression ... 2-36
Setting Up a Grade Ladder ... 2-42
Defining a Grade ... 2-46
Deleting Grades ... 2-47
Defining a Grade Rate ... 2-47
Defining a Pay Scale ... 2-48
Defining Scale Rates ... 2-49
Relating Grades to Progression Points ... 2-49
**Grades and Pay Administration** ... 2-51
Grades and Pay Administration ... 2-51
Increment Progression Points Process ... 2-56
Placing an Employee on a Grade Step ... 2-57
Viewing Grade Comparatios ... 2-58
Running the Batch Enrollment - Grade/Step Progression Process ... 2-59
Running the Participation Process: Grade Step ... 2-60
Running the Rank Employees for Grade/Step Progression Process ... 2-61
Approving and Rejecting Grade/Step Progression (Manual) ... 2-62
Process Employees Progressed Manually ... 2-63
Running the Recalculate Participant Values: Grade/Step Progression process ... 2-64
Running the Purge GSP Transactions in Staging Table Process ... 2-66
Incrementing Grade Step Placements (Without Using Grade Ladders) ... 2-67
Running the Current and Projected Progression Point Values Report ... 2-69
Running the Employee Increment Results Report ... 2-71
**Criteria-Based Rates** ... 2-72
Criteria-Based Rates for Variable Pay ... 2-72

Setting Up a Rate Matrix..... 2-74
**Workforce Intelligence Key Concepts for Salary, Grades, and Pay Administration**..... 2-76
Key Concepts for Salary, Grades, and Pay Administration Intelligence..... 2-76
**Workforce Intelligence for Salary, Grades, and Pay Administration**..... 2-78
Employee Primary Assignment with Salary and Grade Rate Detail Workbook..... 2-78
Employee Primary Assignment with Salary Detail Workbook..... 2-80
Employee Salary Change Detail Workbook..... 2-82
Employee Salary Change Workbook..... 2-84
Employee with Tenure Detail Workbook..... 2-87

## 3 Compensation and Awards Management

**Compensation and Awards Management Overview**..... 3-1
**Compensation Awards Management: Requirements**..... 3-3
**Compensation Workbench**..... 3-8
Compensation Workbench Overview..... 3-8
Key Decision Areas in Compensation Workbench..... 3-9
Compensation Workbench (SSHR Components)..... 3-12
**Compensation Plan Design**..... 3-18
Plan Design for Compensation Workbench..... 3-18
Budgeting in Compensation Workbench..... 3-21
Promotion and Rating in Compensation Workbench..... 3-22
Standard Rates for Compensation Workbench..... 3-23
Setting Up a Basic Plan..... 3-30
Setting Up a Component Plan..... 3-35
Setting Up a Combination Plan..... 3-41
Setting Up Compensation Workbench Plans..... 3-48
Defining a Compensation Workbench Plan..... 3-53
Defining Enrollment Requirements for Compensation Workbench Plans..... 3-55
**Controlling Access, Eligibility, and Award Amounts**..... 3-61
Hierarchies for Award Allocations and Approvals..... 3-61
Access Levels in Compensation Workbench..... 3-62
Switch Manager..... 3-63
Approval Modes..... 3-63
Eligibility, Award Limits and Targets..... 3-64
**Worksheet and Budget Sheet Configuration**..... 3-65
Configure Worksheet and Budget Sheets..... 3-65
Personalize By Plan..... 3-71
Configuring Descriptive Flexfields Within Compensation Workbench..... 3-72
Configuring Dynamic Columns Within Compensation Workbench..... 3-73
Configuring Custom Columns Within Compensation Workbench..... 3-75

Configuring Employee Statements For Use by Managers Within Compensation Workbench ..... 3-76
Capturing Grant Price With a Stock Option Element Entry ..... 3-78
**Reports and Notifications** ..... 3-80
Reports in Compensation Workbench ..... 3-80
Notifications in Compensation Workbench ..... 3-83
Compensation Detail Report ..... 3-84
Combined Plan View Report ..... 3-85
Employee Stock Option History Report ..... 3-85
Flexible Summary Report ..... 3-86
Administration Progress Report ..... 3-86
Employee Compensation History Report ..... 3-87
Audit History Report ..... 3-88
Manager Feedback Report ..... 3-89
Salary Statistics Report ..... 3-89
Post Process Run Reports ..... 3-91
**Plan Administration** ..... 3-93
Maintain Compensation Workbench Plans Mid-Cycle ..... 3-93
Steps to Administer Compensation Workbench Plans ..... 3-95
Opening a Compensation Workbench Award Cycle ..... 3-97
Publishing a Budget ..... 3-99
Backing out a Compensation Workbench Plan ..... 3-99
Adding an Individual into a Started Compensation Workbench Cycle ..... 3-101
Writing Allocated Amounts from the Compensation Workbench Cycle ..... 3-102
Refreshing Compensation Workbench Data ..... 3-103
Creating Mass Notifications for Compensation Workbench ..... 3-105
Closing a Compensation Workbench Award Cycle ..... 3-106
**Individual Compensation Distribution** ..... 3-109
Self-Service Individual Compensation Distribution ..... 3-109
Individual Compensation Distributions (SSHR Components) ..... 3-110
Setting Up Individual Compensation Distributions for Employees and iRecruitment Applicants ..... 3-111
**Compensation History** ..... 3-123
Compensation History ..... 3-123
Compensation History Views ..... 3-124
Compensation History Menu and Function Names ..... 3-128
Setting Up Compensation History ..... 3-130
Setting Up Compensation History for ICD Plans ..... 3-130
Setting Up Compensation History for Entries Created from Element Entries ..... 3-130
Personalizing Sub-tabs for Compensation History ..... 3-132
**Total Compensation Statement** ..... 3-134

Total Compensation Statement Overview ..... 3-134
Key Decision Areas in Total Compensation Statement ..... 3-135
Total Compensation Statement (SSHR Components) ..... 3-137
Setting Up Total Compensation Statement ..... 3-138
Processing and Reporting for Total Compensation Statements ..... 3-143
Generating Employee Statements ..... 3-144
Purging Employee Statements ..... 3-145
Reopening Welcome Pages ..... 3-146
Total Compensation Statements Batch Process Run Reports ..... 3-147
**Vehicle and Mileage Processing** ..... 3-149
Vehicle Repository ..... 3-149
Vehicle Repository Menu and Function Names ..... 3-150
Configuration Settings for Vehicle Repository and Mileage Claims ..... 3-151

## 4 Leave and Absence Management

**Leave and Absence Management Overview** ..... 4-1
**Leave and Absence Management** ..... 4-3
**Absence Management Setup** ..... 4-5
Absence Categories and Types ..... 4-5
Absence Elements ..... 4-7
Setting Up Absence Management ..... 4-10
Defining and Linking an Absence Element ..... 4-12
Defining an Absence Type ..... 4-14
Setting Up an Absence Benefit Plan ..... 4-15
**PTO Accruals Setup** ..... 4-23
Accrual Plan Structure ..... 4-23
Accrual Elements ..... 4-25
Accrual Formulas ..... 4-27
Accrual Balances Maintained By the Payroll Run ..... 4-28
Net Accrual Calculation ..... 4-31
Seeded Accrual Type Formulas ..... 4-32
Accrual Start Date for New Hires ..... 4-39
Accrual Bands ..... 4-41
PTO Carry Over Process ..... 4-42
Accrual Plan Example ..... 4-44
Setting Up PTO Accrual Plans ..... 4-45
Defining a PTO Accrual Plan ..... 4-48
Setting Up Length of Service Bands ..... 4-50
Changing Net Accrual Calculations ..... 4-51
Costing Liability For PTO Accruals ..... 4-52

**Absence and Accrual Plan Administration** ..... 4-54
Absence Recording ..... 4-54
Accrual Plan Administration ..... 4-56
Entering Absences ..... 4-58
Enrolling Employees in PTO Accrual Plans ..... 4-62
Running the Participation Process: Absence ..... 4-63
Running the PTO Carry Over Process ..... 4-64
Reviewing Employees' PTO Accruals ..... 4-66
Viewing Absence History ..... 4-67
Listing Employees by Absence Type ..... 4-67
Running the Absences Report ..... 4-67
Resetting a Stored Accrual Balance ..... 4-68
**Workforce Intelligence Key Concepts for Leave and Absence Management** ..... 4-70
Workforce Intelligence Key Concepts for Leave and Absence Management ..... 4-70
**Workforce Intelligence for Leave and Absence Management** ..... 4-72
Employee on Leave Detail Workbook ..... 4-72

## 5 Setup for Health and Welfare Management

**Setup for Health and Welfare Management Overview** ..... 5-1
**Advanced Benefits Setup: Overview** ..... 5-3
**Standard and Advanced Benefits Implementation** ..... 5-6
**Self-Service Benefits Enrollments** ..... 5-9
Self-Service Benefits Enrollments ..... 5-9
Benefits Enrollments ..... 5-17
Setting Up Self-Service Benefits Enrollments ..... 5-35
Setting Up Flexible Spending Accounts ..... 5-37
Enabling Self-Service Benefits Enrollment Notifications ..... 5-38
Setting Up User Access to Self-Service Benefits ..... 5-39
Setting the Effective Date of a Scheduled Enrollment in Self-Service Benefits ..... 5-42
Configuring Unrestricted Program Enrollment Processing ..... 5-43
Defining Self-Service Instruction Text ..... 5-45
Configuring the Primary Care Provider Search Facility ..... 5-46
Generating Self-Service Benefits Trace Files ..... 5-50
**Life Events** ..... 5-53
Life Event Reasons ..... 5-53
Collapsing Life Events (Advanced Benefits) ..... 5-58
Seeded Life Event Reasons ..... 5-59
Life Event Definition (Advanced Benefits) ..... 5-62
Defining General Characteristics of Life Event Reasons ..... 5-63
Defining Person Changes ..... 5-66

Associating a Person Change with a Life Event ..... 5-68
Defining a Collapsing Life Event (Advanced Benefits)..... 5-68
**Benefit Enrollment Requirements**..... 5-70
Enrollment Requirements..... 5-70
Enrollment Types..... 5-74
Enrollment Codes..... 5-76
Enrollment Period Determination for Life Events..... 5-78
Reinstatement of Elections for Reprocessed Life Events..... 5-80
Dependent Coverage and Beneficiary Designation Requirements..... 5-80
Defining Enrollment Methods for a Program..... 5-81
Defining Coverage Requirements for a Program..... 5-82
Defining an Action Item Due Date (Advanced Benefits)..... 5-83
Defining Activity Rate Enrollment Requirements for a Program..... 5-83
Defining Enrollment Requirements for Plan Types in a Program..... 5-84
Defining Enrollment Limitations for Plan Types in a Program..... 5-85
Defining Enrollment Requirements for a Plan in a Program..... 5-86
Defining Coverage Requirements for a Plan in a Program..... 5-87
Defining Coverage Start and End Dates for a Plan Type in a Program..... 5-87
Defining Activity Rate Start and End Dates for a Plan in a Program..... 5-88
Defining Activity Rate Start and End Dates for a Plan Type in a Program..... 5-88
Defining a Scheduled Enrollment for a Program..... 5-89
Defining Requirements for a Life Event Enrollment for a Program (Advanced Benefits) ..... 5-91
Defining Enrollment Periods for Life Event Enrollments for a Program (Advanced Benefits) ..... 5-92
Defining Coverage and Activity Rate Periods for a Plan in a Program..... 5-93
Associating an Enrollment Rule with a Program..... 5-94
Defining Life Event Enrollment Requirements..... 5-94
Defining Dependent Coverage Enrollment Requirements for a Program or a Plan Type in Program..... 5-95
Defining Dependent Coverage Certifications for a Program..... 5-97
Defining Dependent Coverage Eligibility Profiles for a Program..... 5-97
Defining Dependent Coverage Eligibility Profiles for a Plan Type in a Program..... 5-98
Defining Dependent Coverage Change of Life Event Enrollment Requirements..... 5-98
Defining Dependent Coverage Certifications for Change of Life Event Enrollment Requirements..... 5-99
Defining an Enrollment Method for a Plan..... 5-100
Defining Enrollment Coverage Requirements for a Plan..... 5-101
Defining Activity Rates Requirements for a Plan..... 5-104
Defining Enrollment Limitations for a Plan..... 5-105
Defining Designation Enrollment Requirements for a Plan or Option in Plan..... 5-105

Defining Enrollment Requirements for Not in Program Plans..... 5-106
Defining Enrollment Requirements for Options in a Plan..... 5-107
Defining Enrollment Limitations for an Option in a Plan..... 5-108
Defining a Scheduled Enrollment for a Plan..... 5-109
Associating Enrollment Rules with a Plan..... 5-111
Defining Requirements for a Life Event Enrollment for a Plan (Advanced Benefits)..... 5-111
Defining a Life Event Enrollment Period for a Plan (Advanced Benefits)..... 5-112
Defining Life Event Enrollment Certifications for a Plan or Option in Plan (Advanced Benefits)..... 5-113
Defining Life Event Enrollment Requirements for a Not in Program Plan..... 5-114
Defining Life Event Enrollment Requirements for an Option in a Plan..... 5-115
Defining Dependent Coverage Requirements for a Plan..... 5-116
Defining Dependent Coverage Eligibility Profiles for a Plan..... 5-118
Defining Dependent Coverage Change of Life Event Enrollment Requirements for a Plan ..... 5-118
Defining Certifications for Enrollment in a Plan..... 5-119
Defining Beneficiary Designation Requirements for a Plan..... 5-120
**Activity Rates and Coverage Calculations**..... 5-123
Activity Rates..... 5-123
Coverage Calculations..... 5-128
Interim Coverage (Advanced Benefits)..... 5-129
Unsuspended Enrollments (Advanced Benefits)..... 5-131
Imputed Income Calculations (US only)..... 5-132
Actual Premium Calculations..... 5-132
Period-to-Date Limits..... 5-135
Variable Rate Factors..... 5-136
Calculation Methods: Values, Increments, and Operations..... 5-139
Activity Rate Calculations..... 5-140
Coverage Calculations..... 5-143
Actual Premium Calculations..... 5-145
Defining Activity Rates for a Standard Contribution/Distribution..... 5-146
Defining a Calculation Method for a Standard Contribution or Distribution..... 5-148
Defining Proration for a Standard Contribution/Distribution Calculation..... 5-148
Defining Characteristics of Annual Rates..... 5-150
Defining Processing Information for a Standard Contribution/Distribution..... 5-151
Defining Deduction and Payment Schedules for a Standard Contribution/Distribution ..... 5-153
Defining a Non-Oracle Payroll System to Process Benefit Earnings and Deductions..... 5-154
Associating a Variable Rate Profile with a Standard Contribution/Distribution Calculation ..... 5-154
Defining Matching Rates for a Standard Contribution Calculation..... 5-155

Associating a Period-to-Date Limit with a Standard Contribution/Distribution Calculation ..... 5-156
Defining General Information for a Variable Rate Profile ..... 5-156
Defining a Calculation Method for a Variable Rate Profile ..... 5-158
Defining the Criteria in a Variable Rate Profile ..... 5-158
Defining Matching Rates for a Variable Rate Calculation ..... 5-160
Defining a Coverage Calculation ..... 5-161
Defining a Coverage Calculation Method ..... 5-162
Associating a Variable Rate Profile with a Coverage Calculation Method ..... 5-162
Defining a Coverage Limit Across Plan Types ..... 5-163
Defining an Imputed Income Calculation ..... 5-164
Defining an Actual Premium ..... 5-166
Defining Period-to-Date Limits ..... 5-167
Defining a Benefit Balance ..... 5-168
**Flex Credits and Benefit Pools (Advanced Benefits)** ..... 5-169
Flex Credit Calculations (Advanced Benefits) ..... 5-169
Defining Flex Credits (Advanced Benefits) ..... 5-170
Defining Regular Processing for a Flex Credit Activity Rate (Advanced Benefits) ..... 5-171
Defining Partial Month Processing for a Flex Credit Activity Rate (Advanced Benefits) ..... 5-173
Defining the General Characteristics of a Benefits Pool (Advanced Benefits) ..... 5-174
Applying a Benefit Pool to a Plan and Option (Advanced Benefits) ..... 5-175
Defining Rollover Rules for a Benefit Pool (Advanced Benefits) ..... 5-176
**Communications** ..... 5-178
Communications ..... 5-178
Defining Communication Types ..... 5-180
Defining When to Use a Benefits Communication ..... 5-181
Defining a Communication Trigger ..... 5-182
Defining a Communication Delivery Method ..... 5-183
**Online Benefit Services (Advanced Benefits)** ..... 5-184
Online Benefits Administration (Advanced Benefits) ..... 5-184
Maintaining Online Activities (Advanced Benefits) ..... 5-185
Maintaining Pop Up Messages (Advanced Benefits) ..... 5-186

## 6 Administration for Health and Welfare Management

**Administration for Health and Welfare Management Overview** ..... 6-1
**Advanced Benefits Administration: Overview** ..... 6-3
**Standard and Advanced Benefits Administration** ..... 6-4
**Participant Eligibility Management (Standard Benefits)** ..... 6-7
Maintain Participant Eligibility (Standard Benefits) ..... 6-7
Running the Maintain Participant Eligibility Process (Standard Benefits) ..... 6-7

Running the Eligibility and Enrollment List Report ..... 6-8
**Participation Management (Advanced Benefits)** ..... 6-11
Participation Batch Processes (Advanced Benefits) ..... 6-11
Benefits Batch Processes (Advanced Benefits) ..... 6-15
Participation Management (Advanced Benefits) ..... 6-19
Participation Information (Advanced Benefits) ..... 6-19
Life Events and Electable Choices (Advanced Benefits) ..... 6-20
Manually Created Life Events and Voided Life Events (Advanced Benefits) ..... 6-21
What-if Eligibility (Advanced Benefits) ..... 6-21
Runtime Parameters for the Participation Batch Process (Advanced Benefits) ..... 6-21
Defining Batch Process Parameters (Advanced Benefits) ..... 6-24
Running the Participation Batch Process (Advanced Benefits) ..... 6-24
Monitoring Batch Processes (Advanced Benefits) ..... 6-25
Setting Up a Role Based on a Life Event Type ..... 6-25
Running the Life Events Summary Report ..... 6-26
Running the Participation Audit Activity Purge Process (Advanced Benefits) ..... 6-28
Purging Person Data for Backed-Out and Voided Life Events ..... 6-29
Viewing a Person's Participation Information (Advanced Benefits) ..... 6-31
Viewing a Person's Life Event Information ..... 6-31
Viewing Electable Choices for a Person Based on a Life Event (Advanced Benefits) ..... 6-33
Manually Creating a Potential Life Event for a Person (Advanced Benefits) ..... 6-34
Manually Voiding a Potential Life Event for a Person (Advanced Benefits) ..... 6-34
Re-opening a Processed Life Event for a Person (Advanced Benefits) ..... 6-35
Setting Up What-if Modeling ..... 6-35
Modeling a Person's Benefits Eligibility (Advanced Benefits) ..... 6-36
**Online Benefits Services (Advanced Benefits)** ..... 6-38
Online Benefits Administration (Advanced Benefits) ..... 6-38
Processing a Request Using the Benefits Service Center (Advanced Benefits) ..... 6-39
**Enrollment Management** ..... 6-41
Enrollment Management ..... 6-41
Enrolling a Person in a Flex Program (Advanced Benefits) ..... 6-48
Manually Deleting an Enrollment ..... 6-52
Viewing a Person's Flex Credits (Advanced Benefits) ..... 6-53
Allocating Excess Credits for a Person Enrolling in a Flex Program (Advanced Benefits) ..... 6-53
Enrolling a Person in a Non-Flex Program ..... 6-54
Enrolling a Person in a Savings Plan ..... 6-57
Enrolling a Person in a Miscellaneous Plan ..... 6-62
Viewing Special Rates for a Plan or Option ..... 6-65
Maintaining a Participant's Primary Care Provider ..... 6-65
Displaying Enrollment Results ..... 6-66

Running the Benefits Enrollment and Confirmation Reports..... 6-67
Viewing Dependent Information..... 6-68
Maintaining Dependent Designations..... 6-68
Maintaining Beneficiary Designation Information for a Participant..... 6-70
Recording Enrollment Actions Items for a Person (Advanced Benefits)..... 6-71
Recording Receipt of Enrollment Certifications (Advanced Benefits)..... 6-73
Overriding Enrollment Results for a Plan (Advanced Benefits)..... 6-75
Overriding Participation Information for a Person..... 6-77
Overriding Eligibility Participation Information for a Person..... 6-78
Overriding Waive Participation Information for a Person (Advanced Benefits)..... 6-79
Overriding Participation Information for a Person for an Option in a Plan (Advanced Benefits)..... 6-80
Managing Eligible Person Waivers (Advanced Benefits)..... 6-81
Maintaining Court Orders for a Participant..... 6-82
Recording a Continuing Benefits Payment..... 6-83
Recording a Contribution or Distribution..... 6-83
**Continuing Benefits Eligibility**..... 6-85
Continuing Benefits Eligibility..... 6-85
Maintaining a Benefits Assignment..... 6-85
**Rates, Premiums, Balances, and Reimbursements**..... 6-87
Recalculate Participant Values Overview (Standard Benefits)..... 6-87
Updating Activity Rates from Year-to-Year..... 6-87
Running the Recalculate Participant Values Process (Standard Benefits)..... 6-88
Running the Premium Reconciliation Report..... 6-89
Viewing and Adjusting Monthly Premiums for a Plan or Option in Plan..... 6-91
Viewing and Adjusting Monthly Premiums for a Participant..... 6-92
Defining Person Benefit Balances..... 6-94
Recording a Reimbursement Request (Advanced Benefits)..... 6-94
Running the Process Forfeitures Concurrent Request (Advanced Benefits)..... 6-97
**Communications**..... 6-99
Determine Communications Batch Process..... 6-99
Maintaining Person Communications..... 6-102
Running the Determine Communications Batch Process..... 6-103
**Workforce Intelligence for Health and Welfare Administration**..... 6-105
Action Items and Certifications Workbook..... 6-105
Dependents and Beneficiaries Workbook..... 6-106
Enrollment Rates and Premiums Workbook..... 6-108
Health Cost Report Workbook..... 6-109
Life Event Summary Workbook..... 6-110
Person Life Event Details Workbook..... 6-111

## 7 Payroll Earnings and Deductions


**Payroll Earnings and Deductions Overview** 7-1
**Payroll Earnings and Deductions** 7-2
**Earnings and Deductions Elements** 7-7
Element Design Wizard 7-7
Earnings and Other Payments Overview 7-17
Deductions Overview 7-18
Required Tax Deductions Elements 7-19
Structures for Initiated Earnings Types 7-19
Tax Withholding in Payroll Runs 7-20
Remitting Pay by Separate Payment 7-20
Amount Rules for Earnings and Non-Payroll Payments 7-21
Deduction Start and Stop Rules 7-24
Calculation Rules for Deductions 7-26
Insufficient Funds Rules for Deductions 7-27
Deductions Balances 7-29
Tax Subject and Exempt Groups 7-30
Defining Earnings and Deductions Elements 7-30
Attaching Required Deductions Elements to Assignments 7-30
Assigning PTU Eligibility to Earnings 7-31
Using Article 142 to Calculate Tax (ISR) on Earnings 7-32
**Additional Element Setup for Payroll** 7-34
Formulas and Payroll Run Results 7-34
Input Values and Formula Results 7-35
Fast Formula Generation 7-41
Balance Types, Dimensions, and Feeds 7-42
Pay Values 7-51
Proration 7-52
Predefined Elements 7-53
Setting Up Total Compensation Elements for Payroll 7-56
Reviewing Earnings and Deductions Structures 7-58
Customizing Generated Elements, Balances, and Formulas 7-59
Modifying Processing Rules of Generated Elements 7-63
Modifying Further Information of a Generated Element 7-66
Defining Iterative Processing Rules 7-66
Defining Frequency Rules 7-67
Modifying Formula Processing and Result Rules 7-68
Setting Up Proration or Retro-Notification 7-70
Defining Event Groups 7-73

**Balances** ..... 7-74
Payroll Balances ..... 7-74
Balance Initialization ..... 7-75
Defining Secondary Element Classifications ..... 7-82
Creating Balance Feeds for Individual Elements ..... 7-84
Creating Classes of Balance Feeds ..... 7-84
Defining User Balances ..... 7-85
Uploading Initial Balances ..... 7-88
**Third Party Payments** ..... 7-90
Third Party Payments ..... 7-90
Third Party Payments Overview ..... 7-90
Third Party Payment Deductions ..... 7-94
Making Third Party Payments ..... 7-95
Entering Third Party Payment Information ..... 7-96
**Historic Rates** ..... 7-99
Historic Rates ..... 7-99
Historic Rates Extra Information Types ..... 7-105
Setting Up Historic Rates ..... 7-106
Setting Up Custom Time Dimensions for Historic Rates ..... 7-108
**Federal Workers Housing Fund (INFONAVIT)** ..... 7-110
Federal Workers Housing Fund (INFONAVIT) ..... 7-110
Setting up INFONAVIT Deductions ..... 7-110

## HRMS Glossary

## Index

# Send Us Your Comments

**Oracle Human Resources Management Systems Compensation and Benefits Management Guide (Mexico), Release 12**

**Part No. B31711-04**

Oracle welcomes customers' comments and suggestions on the quality and usefulness of this document. Your feedback is important, and helps us to best meet your needs as a user of our products. For example:

- Are the implementation steps correct and complete?
- Did you understand the context of the procedures?
- Did you find any errors in the information?
- Does the structure of the information help you with your tasks?
- Do you need different information or graphics? If so, where, and in what format?
- Are the examples correct? Do you need more examples?

If you find any errors or have any other suggestions for improvement, then please tell us your name, the name of the company who has licensed our products, the title and part number of the documentation and the chapter, section, and page number (if available).

Note: Before sending us your comments, you might like to check that you have the latest version of the document and if any concerns are already addressed. To do this, access the new Applications Release Online Documentation CD available on Oracle MetaLink and www.oracle.com. It contains the most current Documentation Library plus all documents revised or released recently.

Send your comments to us using the electronic mail address: appsdoc_us@oracle.com

Please give your name, address, electronic mail address, and telephone number (optional).

If you need assistance with Oracle software, then please contact your support representative or Oracle Support Services.

If you require training or instruction in using Oracle software, then please contact your Oracle local office and inquire about our Oracle University offerings. A list of Oracle offices is available on our Web site at www.oracle.com.

# Preface

## Intended Audience

Welcome to Release 12 of the *Oracle Human Resources Management Systems Compensation and Benefits Management Guide (Mexico).*

This guide assumes you have a working knowledge of the following:

- The principles and customary practices of your business area.
- Oracle HRMS.

  If you have never used Oracle HRMS, Oracle suggests you attend one or more of the Oracle HRMS training classes available through Oracle University
- Oracle Self-Service Web Applications.
- The Oracle Applications graphical user interface.

  To learn more about the Oracle Applications graphical user interface, read the *Oracle Applications User's Guide*.

See Related Information Sources on page xxii for more Oracle Applications product information.

## TTY Access to Oracle Support Services

Oracle provides dedicated Text Telephone (TTY) access to Oracle Support Services within the United States of America 24 hours a day, seven days a week. For TTY support, call 800.446.2398.

## Documentation Accessibility

Our goal is to make Oracle products, services, and supporting documentation

accessible, with good usability, to the disabled community. To that end, our documentation includes features that make information available to users of assistive technology. This documentation is available in HTML format, and contains markup to facilitate access by the disabled community. Accessibility standards will continue to evolve over time, and Oracle is actively engaged with other market-leading technology vendors to address technical obstacles so that our documentation can be accessible to all of our customers. For more information, visit the Oracle Accessibility Program Web site at http://www.oracle.com/accessibility/ .

### Accessibility of Code Examples in Documentation

Screen readers may not always correctly read the code examples in this document. The conventions for writing code require that closing braces should appear on an otherwise empty line; however, some screen readers may not always read a line of text that consists solely of a bracket or brace.

### Accessibility of Links to External Web Sites in Documentation

This documentation may contain links to Web sites of other companies or organizations that Oracle does not own or control. Oracle neither evaluates nor makes any representations regarding the accessibility of these Web sites.

## Structure


**1 General Compensation Structures**
**2 Salary, Grades, and Pay Administration**
**3 Compensation and Awards Management**
**4 Leave and Absence Management**
**5 Setup for Health and Welfare Management**
**6 Administration for Health and Welfare Management**
**7 Payroll Earnings and Deductions**
**HRMS Glossary**


## Related Information Sources

Oracle HRMS shares business and setup information with other Oracle Applications products. Therefore, you may want to refer to other user guides when you set up and use Oracle HRMS.

You can read the guides online by choosing Library from the expandable menu on your HTML help window, by reading from the Oracle Applications Document Library CD included in your media pack, or by using a Web browser with a URL that your system administrator provides.

If you require printed guides, you can purchase them from the Oracle store at http://oraclestore.oracle.com.

**Guides Related to All Products**

Oracle Applications User's Guide

This guide explains how to enter data, query data, run reports, and navigate using the graphical user interface (GUI). This guide also includes information on setting user profiles, as well as running and reviewing reports and concurrent processes.

You can access this user's guide online by choosing "Getting started with Oracle Applications" from any Oracle Applications help file.

**Guides Related to This Product**

Oracle Daily Business Intelligence for HRMS User Guide

This guide describes the dashboards and reports available for HR Line Managers, Chief HR Officer, Budget Managers, and Benefits Managers using Daily Business Intelligence for HRMS. It includes information on using parameters, how DBI for HRMS derives values, and how to troubleshoot dashboards and reports.

Oracle Daily Business Intelligence for HRMS Implementation Guide

This guide provides basic setup procedures for implementing and maintaining HRMS-related dashboards.

Oracle Daily Business Intelligence Implementation Guide

This guide describes the common concepts for Daily Business Intelligence. It describes the product architecture and provides information on the common dimensions, security considerations, and data summarization flow. It includes a consolidated setup checklist by page and provides detailed information on how to set up, maintain, and troubleshoot Daily Business Intelligence pages and reports for the following functional areas: Financials, Interaction Center, iStore, Marketing, Product Lifecycle Management, Projects, Procurement, Sales, Service, Service Contracts, and Supply Chain.

Oracle Daily Business Intelligence User Guide

This guide describes the common concepts for Daily Business Intelligence. It describes the product architecture and provides information on the common dimensions, security considerations, and data summarization flow. It includes a consolidated setup checklist by page and provides detailed information on how to set up, maintain, and troubleshoot Daily Business Intelligence pages and reports for the following functional areas: Financials, Interaction Center, iStore, Marketing, Product Lifecycle Management, Projects, Procurement, Sales, Service, Service Contracts, and Supply Chain.

Oracle Application Framework Personalization Guide

Learn about the capabilities of the OA Framework technologies.

Oracle Human Resources Management Systems Enterprise and Workforce Management Guide

Learn how to use Oracle HRMS to represent your enterprise. This includes setting up your organization hierarchy, recording details about jobs and positions within your enterprise, defining person types to represent your workforce, and also how to manage your budgets and costs.

Oracle Human Resources Management Systems Workforce Sourcing, Deployment, and Talent Management Guide

Learn how to use Oracle HRMS to represent your workforce. This includes recruiting new workers, developing their careers, managing contingent workers, and reporting on your workforce.

Oracle Human Resources Management Systems Payroll Processing Management Guide

Learn about wage attachments, taxes and social insurance, the payroll run, and other processes.

Oracle Human Resources Management Systems Compensation and Benefits Management Guide

Learn how to use Oracle HRMS to manage your total compensation package. For example, read how to administer salaries and benefits, set up automated grade/step progression, and allocate salary budgets. You can also learn about setting up earnings and deductions for payroll processing, managing leave and absences, and reporting on compensation across your enterprise.

Oracle Human Resources Management Systems Configuring, Reporting, and System Administration Guide

Learn about extending and configuring Oracle HRMS, managing security, auditing, information access, and letter generation.

Oracle Human Resources Management Systems Implementation Guide

Learn about the setup procedures you need to carry out in order to implement Oracle HRMS successfully in your enterprise.

Oracle Human Resources Management Systems FastFormula User Guide

Learn about the different uses of Oracle FastFormula, and understand the rules and techniques you should employ when defining and amending formulas for use with Oracle applications.

Oracle Self-Service Human Resources Deploy Self-Service Capability Guide

Set up and use self-service human resources (SSHR) functions for managers, HR Professionals, and employees.

Oracle Human Resources Management Systems Deploy Strategic Reporting (HRMSi)

Implement and administer Oracle Human Resources Management Systems Intelligence (HRMSi) in your environment.

Oracle Human Resources Management Systems Strategic Reporting (HRMSi) User Guide

Learn about the workforce intelligence reports included in the HRMSi product, including Daily Business Intelligence reports, Discoverer workbooks, and Performance Management Framework reports.

Oracle Human Resources Management Systems Approvals Management

Implementation Guide

Use Oracle Approvals Management (AME) to define the approval rules that determine the approval processes for Oracle applications.

Oracle Human Resources Management Systems Window Navigation and Reports Guide

This guide lists the default navigation paths for all windows and the default reports and processes as they are supplied in Oracle HRMS.

Oracle iRecruitment Implementation and User Guide

Set up and use Oracle *i*Recruitment to manage all of your enterprise's recruitment needs.

Oracle Learning Management User Guide

Use Oracle Learning Management to accomplish your online and offline learning goals.

Oracle Learning Management Implementation Guide

Implement Oracle Learning Management to accommodate your specific business practices.

Oracle Time and Labor Implementation and User Guide

Learn how to capture work patterns, such as shift hours, so that this information can be used by other applications, such as General Ledger.

**Installation and System Administration**

Oracle Applications Concepts

This guide provides an introduction to the concepts, features, technology stack, architecture, and terminology for Oracle Applications Release 12. It provides a useful first book to read before an installation of Oracle Applications. This guide also introduces the concepts behind Applications-wide features such as Business Intelligence (BIS), languages and character sets, and Self-Service Web Applications.

Oracle Applications Installation Guide: Using Rapid Install

This guide provides instructions for managing the installation of Oracle Applications products. Oracle Rapid Install minimizes the time to install Oracle Applications and the Oracle technology stack by automating many of the required steps. This guide contains instructions for using Oracle Rapid Install and lists the tasks you need to perform to finish your installation. You should use this guide in conjunction with individual product user guides and implementation guides.

Oracle Applications Upgrade Guide: Release 11i to Release 12

Refer to this guide if you are upgrading your Oracle Applications Release 11*i* products to Release 12. This guide describes the upgrade process and lists database and product-specific upgrade tasks.

Oracle Applications Maintenance Procedures and Oracle Applications Maintenance Utilities

Use these guides to help you run the various AD utilities (such as AutoUpgrade, AutoPatch, AD Administration, AD Controller, AD Relink, and License Manager) and maintain the Oracle applications file system and database.

Oracle Applications System Administrator's Guides

These guides (Configuration, Maintenance, and Security) provide planning and reference information for the Oracle Applications System Administrator. They describe how to define security, customize menus and online help, and manage concurrent processing.

Oracle Alert User's Guide

This guide explains how to define periodic and event alerts to monitor the status of your Oracle Applications data.

Oracle Applications Developer's Guide

This guide contains the coding standards followed by the Oracle Applications development staff and describes the Oracle Application Object Library components that are needed to implement the Oracle Applications user interface described in the *Oracle Applications User Interface Standards for Forms-Based Products*. This manual also provides information to help you build your custom Oracle Forms Developer forms so that the forms integrate with Oracle Applications.

Oracle Applications User Interface Standards for Forms-Based Products

This guide contains the user interface (UI) standards followed by the Oracle Applications development staff. It describes the UI for the Oracle Applications products and how to apply this UI to the design of an application built by using Oracle Forms.

**Other Implementation Documentation**

Oracle Workflow Administrator's Guide

This guide explains how to complete the setup steps necessary for any Oracle Applications product that includes workflow-enabled processes, as well as how to monitor the progress of runtime workflow processes.

Oracle Workflow Developer's Guide

This guide explains how to define new workflow business processes and customize existing Oracle Applications-embedded workflow processes. It also describes how to define and customize business events and event subscriptions.

Oracle Workflow User's Guide

This guide describes how Oracle Applications users can view and respond to workflow notifications and monitor the progress of their workflow processes.

Oracle Workflow API Reference

This guide describes the APIs provided for developers and administrators to access Oracle Workflow.

Oracle Applications Flexfields Guide

This guide provides flexfields planning, setup, and reference information for the Oracle HRMS implementation team, as well as for users responsible for the ongoing maintenance of Oracle Applications product data. This guide also provides information on creating custom reports on flexfields data.

Oracle eTechnical Reference Manuals

Each eTechnical Reference Manual (eTRM) contains database diagrams and a detailed description of database tables, forms, reports, and programs for a specific Oracle Applications product. This information helps you convert data from your existing applications, integrate Oracle Applications data with non-Oracle applications, and write custom reports for Oracle Applications products. Oracle eTRM is available on Oracle *MetaLink*.

### Integration Repository

The Oracle Integration Repository is a compilation of information about the service endpoints exposed by the Oracle E-Business Suite of applications. It provides a complete catalog of Oracle E-Business Suite's business service interfaces. The tool lets users easily discover and deploy the appropriate business service interface for integration with any system, application, or business partner.

The Oracle Integration Repository is shipped as part of the E-Business Suite. As your instance is patched, the repository is automatically updated with content appropriate for the precise revisions of interfaces in your environment.

## Do Not Use Database Tools to Modify Oracle Applications Data

Oracle STRONGLY RECOMMENDS that you never use SQL*Plus, Oracle Data Browser, database triggers, or any other tool to modify Oracle Applications data unless otherwise instructed.

Oracle provides powerful tools you can use to create, store, change, retrieve, and maintain information in an Oracle database. But if you use Oracle tools such as SQL*Plus to modify Oracle Applications data, you risk destroying the integrity of your data and you lose the ability to audit changes to your data.

Because Oracle Applications tables are interrelated, any change you make using an Oracle Applications form can update many tables at once. But when you modify Oracle Applications data using anything other than Oracle Applications, you may change a row in one table without making corresponding changes in related tables. If your tables get out of synchronization with each other, you risk retrieving erroneous information and you risk unpredictable results throughout Oracle Applications.

When you use Oracle Applications to modify your data, Oracle Applications automatically checks that your changes are valid. Oracle Applications also keeps track of who changes information. If you enter information into database tables using database tools, you may store invalid information. You also lose the ability to track who has changed your information because SQL*Plus and other database tools do not keep a

record of changes.

# 1

# General Compensation Structures

## General Compensation Structures Overview

Using Oracle HRMS, you have all the flexibility you need to model your compensation and benefit packages. You decide exactly what information you want to hold for compensation management and, if you require it, for payroll processing.

This overview outlines the generic concepts and procedures for setting up compensation. However, there are additional considerations for salaries, absences and PTO accruals, benefit plans, collective agreements, and setting up earnings and deductions for payroll processing. These are covered in other areas.

### Elements: Define - Administer - Process

*Element* is an Oracle HRMS term for the components of a compensation and benefits package, such as salary, PTO accrual plan, and health plan. By defining elements, you can structure information relating to employees' compensation and benefits in a highly flexible way.

First, you define elements, then you administer and process them.

#### Define

Definition includes rules about valid compensation values, who can receive the elements, and how they are processed. You define elements, and associated rules and formulas, as part of your Oracle HRMS implementation. You can define new elements and make certain changes to existing definitions at any time.

#### Administer

When definition is complete, you administer compensation and benefits by making element entries for your employees. You can quickly record earnings, deductions, time worked and other information by entering elements in batches.

### Process

You process earnings and deductions by running payrolls. The payroll run automatically uses the calculations you have written as formulas, and uses other rules (such as processing frequency) that you have defined.

## Compensation Objects

For most benefits and some types of compensation, you define compensation objects as well as elements. You can define a hierarchy of compensation objects, optionally starting with *programs* at the highest level, to represent a package of benefits you offer, followed by plan types, plans, and options. A *plan type* is a category of plans, such as a medical plan type. A *plan* is a specific offering, such as a bonus or a dental plan, and an *option* is an electable choice within a plan, such as 1 x Salary.

If you use SSHR, defining compensation objects enables you to delegate tasks such as the allocation of salary increases or bonuses to line managers, by issuing budgets. Employees can use self-service to enter voluntary contributions, such as savings plans, or charitable donations. They can also manage their own enrollments in benefit plans, while the back-office maintains control of the plan's administration.

If you use iRecruitment, defining compensation objects enables your hiring or line managers to assign benefits components to eligible applicants when they create or update offers. For example, you can set up plans such as car and relocation.

To speed up implementation, you can use Plan Design Copy to copy a plan or program and all its associated definitions, then you can configure these to create a new plan or program.

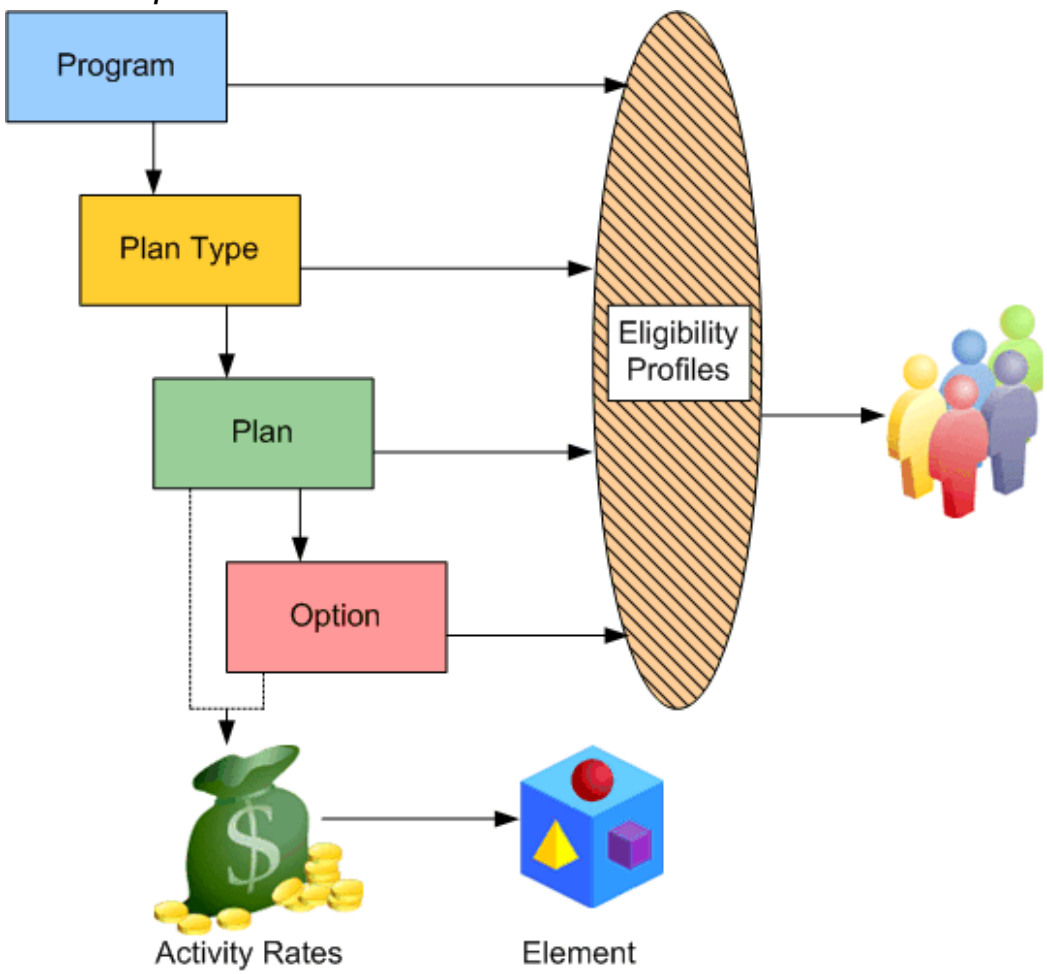
## Eligibility Profiles

If you have defined compensation objects, you manage participation by defining eligibility profiles and attaching them to the appropriate level of the hierarchy. You can define several profiles for each object, and each profile can contain both required and optional criteria. For example, the profile could specify that eligible employees must work full time, and either have been employed for at least two years, or be assigned to a manager grade.

## Activity Rates

You can attach any number of activity rates to a plan or option to specify the contributions made by employee and employer, or the distributions, such as compensation awards. When you define an activity rate, you can associate it with an element. Activity rates support a variety of calculation methods to determine how much a person pays or receives: flat amount, multiple of premium, multiple of elected coverage, and so on. When a participant enrolls in a plan, the enrollment process runs the calculation and enters the result on an element entry for the employee.

*General Compensation Structures*




## Reporting On Compensation Data

Oracle HRMS includes a number of windows and reports for compensation data, such as the Salary Review Report, and the List Employees by Element window.

In SSHR, you can use the Compensation History page to view employee information such as salary changes, bonuses, stock options, monetary compensation grouped by year, ranking, jobs, and non-monetary compensation. If you use Compensation Workbench, this feature supplies several reports for salary changes, bonuses, and stock options.

Oracle HRMS also includes some Discoverer Workbooks to enable you to analyze salary information by organization, supervisor, and job, comparing with grade rate values where appropriate.

See: General Compensation Structures -- Reports, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

Using System Extract, you can define interfaces to extract compensation data for reporting or transfer to third parties. Oracle HRMS supplies predefined extracts that you can use or configure. See: HR/Payroll Extracts, page 1-58.

### Key Concepts

To get the most out of the compensation and benefits functionality of Oracle HRMS, you need to understand the following key concepts:

- Elements
- Input values
- Element links
- Element classifications
- Element entries
- Plan design
- Eligibility profiles
- Activity rates

## General Compensation Structures

### What kinds of compensation information can you record?

All kinds, depending on how much information you require. You decide what types of compensation and benefits you want to track, the information you need to hold for each type, and the rules that determine who receives the compensation and how often it is paid.

### Can you monitor the costs of compensation policies?

Yes, you can allocate labor costs to particular departments, products, or projects. You can enter default cost centers for organizations and employees, then override these, if required, when you enter timecard data.

### How can you review the effectiveness of compensation packages?

You can compare salaries and other compensation for any groups of employees, for example grouped by organization, position or grade. You can break down salary changes into components, such as Cost of Living, Location Adjustment, or Promotion, to identify any performance-related increases. You can also associate salary changes

with performance reviews.

Using HRMS Intelligence, you can compare salary trends, manpower changes, and group skills analyses.

## What happens when you need to change compensation policies?

With DateTrack you can make future-dated changes to your information safe in the knowledge that these changes will not become effective in the system until the correct date.

In this way you can use your compensation and benefit information to plan changes ahead of time; analyze the impact of these changes; adjust these changes and generally smooth out the workload that is often associated with major changes in compensation and benefits policy.

## How do you manage individual salary packages?

You can define salaries for groups of employees, with default values and validation rules if you require them, and enter individual salary changes for employees at any time. You can associate salary changes with the results of performance reviews, and you can show the composition of any increase by components such as cost of living, and individual performance. You can enter proposed changes to take effect in the future and confirm these later with the click of a button.

## What about grade-related pay?

Oracle HRMS handles both pay rates that are directly related to grades, and rates on grade-related pay scales. To relate pay directly to grades, you can specify valid salary ranges or fixed pay rates for each grade. If your employees are paid from a pay scale (perhaps determined by collective agreement), you can associate each grade with several points on a pay scale.

## How do you ensure employees receive the compensation dictated by a collective agreement?

You can define entitlement items to represent the compensation and benefits that are subject to a collective agreement. You define an eligibility profile to determine who can receive this entitlement item, and associate both with a collective agreement. Provided that an employee already has an element entry for the compensation or benefit, applying the collective agreement to the employee updates the entry to the values recorded in the collective agreement.

## What does Oracle offer for benefits administration?

We offer a choice, to match the varying complexity of benefits administration requirements.

The **Standard Benefits** feature set lets you define your benefits offering in a hierarchical manner, so that requirements you specify at the program level are inherited by the plans and options in that program. You can use a variety of factors, such as length of service, to define eligibility requirements for participation in a plan. The system supports centralized enrollment by benefit administrators or web-based self-service enrollments. Standard benefits is best for organizations that outsource a significant portion of their benefits administration. System extract features let you export data to third party benefits administrators.

If you administer your own benefits, or your requirements include offering flexible benefit plans, you should implement **Oracle Advanced Benefits**. This provides the full solution for benefits management, including life event triggered enrollments and communications, online life event processing, processing of flexible spending account claims, and what-if eligibility analysis.

For US implementations, we also continue to offer **Basic Benefits**, which is a limited feature set that supports administration of benefit plans for employees and their dependents, including COBRA coverage.

## Can you be sure that compensation information remains confidential?

Yes, you can. Oracle HRMS security features enable you to choose which users can view compensation information, what types of compensation they need access to, which employees records they can see, and whether they are able to update them.

## Can you enter weekly timecard data?

Yes, using Batch Element Entry, you can enter timecard information for a group of employees, using default values as appropriate. You can validate your entries against system rules and external control totals before uploading it to the database in time for the payroll run.

## How does Oracle HRMS help reduce data entry errors?

There are three ways:

- By removing the need to make entries at all, when compensation entries are standard for a group of employees and can be entered automatically.
- By reducing keystrokes when you use Batch Element Entry to enter batches of entries.
- By validating all entries using rules you define at setup time.

## Can you make one-time changes to entries?

Yes. Some types of compensation or payment (such as expense reimbursements) need

only be entered for the period to which they apply. For others, the regular value can be adjusted if you need a different value for one payroll run.

## I'm entering compensation details for analysis but not for payroll processing. How do you reduce data entry work to a minimum?

If the same compensation entry applies to a group of employees, the system can enter it automatically. You need to set up the element with *standard links*. Use Batch Element Entry to start or update other entries in batches.

You can download salary information to a spreadsheet, update it there, and upload the new information to the database.

## Can you see a history of all compensation values for an employee over time?

Yes, you can view all changes for one or more types of compensation. For salaries, you can also see new proposed salary changes.

## How do you compare compensation for groups of employees?

You can select employees by organization, job, position, or grade and view past and current salaries or new salary proposals. For other types of compensation, you can compare the latest values for all employees in any period of time you choose.

If you use grade rates, you can compare compensation entries for all employees on a certain grade, and also see these values as a percentage of the midpoint defined for the grade.

# Elements

## Elements: Building Blocks of Pay and Benefits

With Oracle HRMS, you define a working model of your own *types* of compensation and benefits and the policies or business rules that govern the allocation of these to your employees. You define these types as elements. Elements are the building blocks of pay and benefits, both for HR analysis and payroll processing.

Elements can represent:

- Earnings, such as salary, wages, and bonuses
- Benefits, such as employee stock purchase and pension plans
- Absences from work
- Non-payroll payments, such as expense reimbursements
- Tangible items distributed to employees, such as tools, uniforms, mobile phones, or computers
- Voluntary and involuntary deductions, as well as pre-tax and tax deductions
- Employer taxes and other employer liabilities

There is no limit to the number of elements you can define, and all your definitions are datetracked.

### How Are Elements Created?

Some elements are supplied predefined with Oracle HRMS, some are available in template libraries, others are generated by the system when you define certain types of compensation and benefits, and the remainder you can define using the Element window to best meet the needs of your own enterprise.

**Predefined Elements**

The predefined elements are specific to your localization. They typically include deductions for tax and wage attachments. They may also include standard earnings, such as salary. You should not make any changes to these predefined elements.

**Template Elements**

Using the Configuration Workbench, you can select many earnings and deductions from a template library for your country and industry. Your selected earnings and deductions form a template set that you can load into your business group. The template set includes the elements and the balances, balance feeds, and formulas

required for payroll processing. You can configure any of these definitions to match your specific requirements.

**Generated Elements**

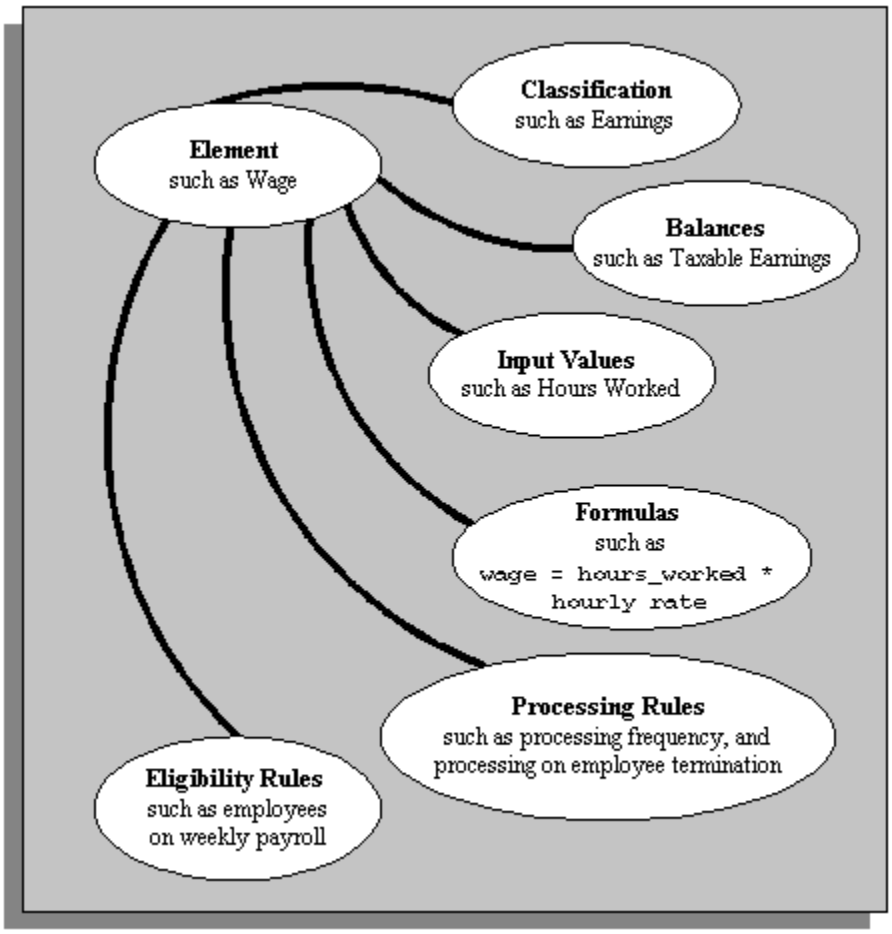
In certain legislations, including North America and the UK, Oracle Payroll users can initiate earnings and deductions, and the system generates the elements you require, along with balances, balance feeds, and formulas. The method of initiating earnings and deductions depends on your localization. Typically you use the Element Design Wizard, Earnings and Deductions windows, or other template windows for specific earnings and deduction types. The processing options you select in the wizard or window determine the rules embedded in the generated elements and formulas. As with template elements, you can configure generated elements and formulas to match any special requirements.

Also, when you create PTO Accrual Plans, the system generates elements for you.

## Introduction to Element Definition

The following diagram illustrates the items that you can define or select to control the entry and processing of any earning, deduction, basic benefit, or payment.

***Compensation Definition***




To take a simplified example, you could define an element called Wage, for hourly paid employees. You classify it in the predefined classification Earnings, which determines when it is processed in the payroll run and what payroll balances it feeds.

You specify one input value, Hours Worked, which must be entered in each pay period. (If necessary, you can define up to 15 input values, with fixed values, defaults, or validation.)

You associate a formula with the element, to calculate the wage for the pay period. A simple formula might be hours worked (from the input value) multiplied by hourly rate (which might, for example, be entered in the Grade Rate window).

You define who is eligible for the element by linking it to components of the employee assignment, such as grade, payroll, salary basis, or organization. In this example, the wage element is available to all employees on the weekly payroll.

You can define other processing rules, such as a termination rule. For example, you might specify that the employees' entry of the wage element should not close down on their termination date but remain open for processing of final pay.

## Input Values: Flexible Description of Compensation

To give an employee an earning or deduction, you make an element entry. An entry can contain up to 15 items of information, which you define when you create the element. For example, for a company car element, you might want to store car make, model, year, date of issue to the employee, and mileage when issued.

These items of information are called input values. You decide what validation to apply to these values, whether they are required or optional, and the type of information they can accept:

- Alphabetic characters or words
- Integers or numbers
- Money
- Hours and minutes
- Date, day, or time

This list of unit types is predefined and you cannot add to it.

### Processing Input Values

Input values are so called because they are the inputs to calculations performed by Oracle Payroll. In a payroll run, formulas process the input values and other database information to produce *run results*.

For example if you have Payroll and your enterprise makes overtime payments, you might write a formula to calculate the payment amounts for each assignment from inputs of the overtime rate and the hours worked for the period. The payroll run then processes each assignment and produces the overtime payment amounts as run results.

## Rules for Allocating Compensation

While some elements may represent compensation, equipment, or deductions available to all employees, many elements are available only to certain groups of employees. For example, your enterprise may provide company cars only to employees in the Sales Department.

To determine which employees are eligible for an element, you build links to the assignment components that employees must have to receive entries of the element. Links rule out the possibility of employees getting element entries by mistake.

For example, you might want to give a production bonus only to those employees who work full time in Production and are on the weekly payroll. To do this you would define a link between the element Production Bonus and the combination of the

Production organization, the Full-Time assignment category and the Weekly payroll.

> **Note:** When you define a link for a **benefit**, do not select any assignment components to restrict eligibility for the benefit. Instead use participation eligibility profiles.
>
> Similarly when you define a link for an element that you are going to select as an *entitlement item* for a collective agreement, do not restrict eligibility using the link. You restrict eligibility using eligibility profiles.

## Assignment Components

The assignment components to which you can link elements are:

- **Payroll**: If employees on all your payrolls are eligible for an element, you can link it to **all payrolls**.
- **Salary basis**, whichestablishes the period of time (often hourly or monthly) for which you quote the employee's salary or wages.
- **Assignment category**, for example, Full Time-Regular or Part Time-Temporary
- **Organization,**for example department or section, in which employees work
- **Location** of employee's office
- **Job**,for example, Associate Professor or Secretary
- **Grade**
- **Groups** to which the employee belongs: You set up all the groups that are appropriate for your enterprise. For example, you could decide to group employees by company within a multi-company enterprise, and by union membership.
- **Position,** which is a class of job performed in a particular organization, for example, Associate Professor of Chemistry, or Finance Department Secretary.

## Multiple Rules of Eligibility

You can define more than one link for each element but there must be no overlap between the eligibility criteria for the links. For example, you could create one link to the combination of grade 'A' and the job 'Accountant'. However, you could not create one link to grade 'A' and a second link to the job 'Accountant'. This would imply that an accountant on grade A is eligible for the same element twice.

If you have more than one link for an element, you can enter different default values, qualifying conditions, and costing information for each eligibility group.

### Qualifying Conditions: Minimum Age or Period of Service

An employee might be eligible for an element and yet not receive it because he or she does not meet other qualifying conditions.

Two common qualifying conditions are a minimum age or a minimum period of service in the current assignment. You can define these conditions when you define the element. You can enter or adjust these conditions when you define the element links so that you have different qualifying conditions for different groups of assignments.

These qualifying conditions are checked automatically when you try to enter an element for an employee.

## Compensation Entry: Making It Fast and Reliable

To reduce the work of entering compensation information for employees and to reduce the risk of errors, you specify rules about entries when you define an element. For example:

- You can specify defaults, lookups, minimum and maximum values, or other validation to control what is entered in input values.
- You also specify the duration of entries, that is, whether they are valid for one pay period only, or whether they persist until further action is taken to end the entry.
- For some elements, you can even set up automatic entry with default values so that no action is required to ensure that employees get the compensation for which they are eligible.

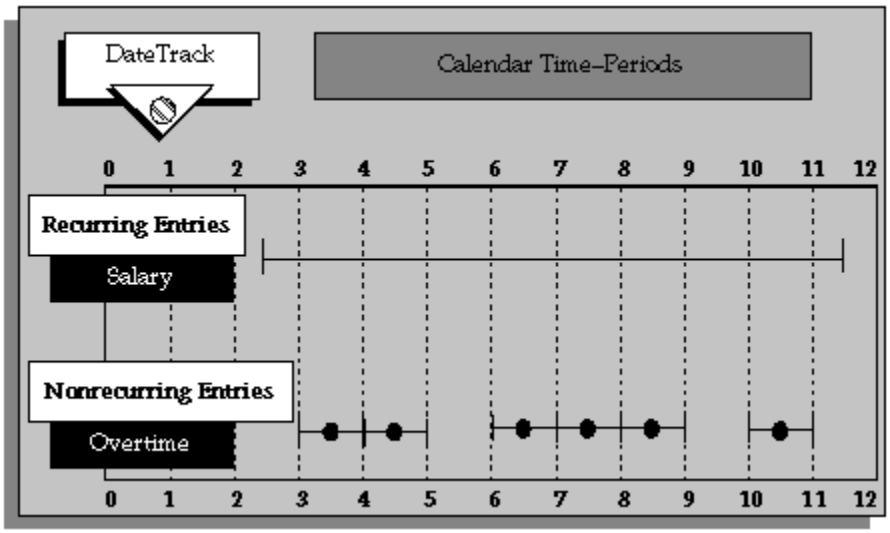
You can create customized versions of the Element Entries window. A customized version might restrict the elements a user can enter. This enhances speed, usability, and security for specific data entry scenarios. Users can also enter batches of entries using default values to reduce keystrokes and thus speed up data entry and reduce errors.

### Duration of Element Entries

Some entries are valid for one pay period only. For example, to produce an employee's wages or overtime pay for a period you process the entries of regular hours worked or overtime hours. You define these elements with the processing type *nonrecurring*. Notice that pay periods are determined by the payroll to which an employee is assigned. Employees must be assigned to a payroll to receive nonrecurring elements, even if you are entering these for information only and not processing them.

Other entries, such as salary or company car, should persist until you change them, or they reach their end date, or the employee's assignment changes so that he or she is no longer eligible for the element. You define these elements with the processing type *recurring*.

***Element Entry Validity Across Pay Periods***




A recurring element entry is normally processed in every pay period, as determined by the employee's payroll. However, you can associate frequency rules with a recurring element to specify in which pay periods it should process. For example, you might deduct a monthly subscription in the second week of each month for weekly-paid employees.

## Allowing Multiple Entries

Normally you can only give an employee one entry of an element. This is a useful safeguard against duplication errors. However, when you define an element, you can choose to allow multiple entries. For example, if you enter overtime hours on a weekly basis for monthly-paid employees, you might need to give an employee five entries of an overtime element in each period.

## Automatic Entry

If you want all eligible employees to receive a recurring element automatically, you can define *standard* links to the element. With this link, the element and all its default input value entries go on record for all eligible employees, now and in the future.

For example, suppose your enterprise has an employee Sports Club whose members all agree to pay a fixed subscription each month by payroll deduction. You can set up an employee group called Sports Club on the system and record membership by assigning employees to the group. You can then link a Sports Club Dues element to the Sports Club employee group, mark this link as standard, and enter a default value reflecting the current monthly subscription.

Clearly, you will not choose to create standard links if there are any performance criteria (such as achieving a certain volume of sales) that employees must meet before

they qualify for an element.

You can create a standard link if both the element is recurring and multiple entries are *not* allowed for the element

If you have not defined age or period of service criteria, the start date of the automatic entry is the date the assignment becomes eligible for the element. For example, this might be the employee's hire date, or the date of a promotion or transfer.

If you entered age or period of service criteria for the element, the start date of the automatic entry reflects the date on which the employee meets the qualifying conditions. For example, if a new hire is entitled to a company car after six months, an element entry is automatically created when the employee is entered on the system, and the start date of the entry is six months after the hire date.

If the employee's date of birth is altered on the system, this may change the date on which he or she qualifies for the element. In this case, the start date of the element entry changes automatically.

## Default Values and Validation

When you define inputs for an element, you also define the validation for each input value. The validation you define controls the values a user can enter. The options are to:

- Provide a default value (or several defaults - one for each eligibility group, defined by a link)
- Provide a minimum and maximum value range
- Provide a fixed value
- Provide a lookup list of valid values
- Validate the input value using a formula

Using the formula option you can model complex business rules for validating entries. For example, for a bonus payment you might want to set a maximum bonus value that depends on length of service and current salary. With Oracle's formula writing tool, Oracle FastFormula, you can include conditional logic to validate input values using different criteria for different employees.

If you define a default value, you can specify that it is a *hot default*. This means that any changes to the default value not only affect future entries but will also update existing entries, provided that the default was not overridden when the entry was made.

## When Assignments Change

When you update an assignment (for example, by promoting or relocating the employee), some changes are made automatically to the assignment's element entries:

- If the assignment is newly eligible for any elements with standard links, entries of these elements are created automatically.
- If the assignment is no longer eligible for an element, the existing element entry is ended.
- If the assignment continues to be eligible for an element but via a different non-standard element link, the existing element entry is ended and a new one created with the same values and costing information as the old entry.

  **Note:** This means that the system ignores any default values, default costing information, and qualifying conditions on the element link associated with the new entry. All values are taken from the old entry instead to provide continuity for the employee. Of course you can change the entry values manually if required.

  This does *not* apply to salary elements that are entered automatically when you approve a salary proposal. In this case the existing element entry is ended and a warning message is issued. You must re-enter and approve the salary proposal following the assignment change. This ensures the integrity of your salary data.

- If the assignment continues to be eligible for an element but via a different *standard* element link, the existing element entry is ended and a new one created using the default values on the standard element link.

## Batch Entry

Using BEE (Batch Element Entry), you can enter earnings, deductions, timecard data, and other compensation and benefit information in batches. This is especially useful when the same values can be used for many employees. After entering a batch (for as many employees and elements as you require), you can validate it, make corrections, and validate again before transferring the information to the database.

## Collective Agreements

If your employees are subject to collective agreements, you can define compensation elements as entitlement items, which form part of the collective agreement. You associate each entitlement item with one or more eligibility profiles to define who is eligible to receive the item and how much they should receive. Alternatively, you can write a formula to determine eligibility and how much eligible people should receive.

You must define and link the element before you apply a collective agreement to employee's assignments. This ensures that, when you apply collective agreement values, the application updates the element entry with the appropriate value (as defined in the Collective Agreement Entitlements window).

### Configuring the Element Entries Window

You can create configured versions of the Element Entries window. A configured version restricts the elements a user can enter. For example, one version could be restricted to the element name Timesheet and accessed from a menu entry labelled Timesheet Entries.

Element entry can be restricted by:

- Element set (that is, a group of elements that you define)
- Element type (that is, recurring or nonrecurring)
- Element classification (such as, Earnings, or Direct Payment)

See: CustomForm, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

### Non-Updateable Element Sets

You can prevent users updating the entry values of a set of elements on the Element Entries window. These will typically be elements that you update through legislation-specific forms. You must create a customization element set, and select it for the HR:Non-Updateable Element Set user profile option. You can set this profile option at any level: Site, Application, Responsibility, or User. You can edit the element set after selecting it in the user profile option.

Users will be able to view these elements in the Element Entries window, and they can edit fields such as Reason and Costing, but not the entry values. They cannot use the Update Override and Delete DateTrack modes, because these might remove entry values set elsewhere.

## Element Classifications and Processing Sequence

Elements are grouped into primary classifications, such as Earnings and Voluntary Deductions. In a human resources department, you can use the primary classifications to identify groups of elements for information and analysis purposes. In a payroll department, the classifications control processing, including the sequence in which elements are processed and the balances they feed.

Oracle HRMS provides you with these primary classifications and some balances, mainly to reflect tax legislation. They are designed to meet the legislative requirements of your country, so you cannot change them. You can create additional balances to be fed by any of the primary classifications.

### Processing Sequence in the Payroll Run

An element's primary classification provides a default processing priority for the

element in payroll runs. Lower priority numbers process first.

Most classifications also have a priority range. When you define an element in these classifications, you can overwrite its default processing priority with another number from the range. This is useful if you need to establish the order in which the element processes with respect to other elements in the classification.

Sometimes you must prioritize the processing of certain element entries for an individual employee. For example, you may need to determine the precise order in which deductions taken for wage attachments process for an employee. You can enter a subpriority number for element entries in the Entry Values window.

**Canada only**: Processing sequence for wage attachments is not determined by subpriority. Instead you can specify Attachment Priority and Prorate Rules in the Further Information field on the Entry Values window.

## Secondary Classifications

You can define secondary classifications to feed your own user defined balances. These secondary classifications are subsets of the primary classifications. In some legislations, secondary classifications have been predefined. As with primary classifications, you cannot remove or change any predefined secondary classifications, and you cannot disable any of the predefined balance feeds created for them.

> **Note:** Secondary classifications are not used in the United States, Canada, or Singapore versions of Oracle Payroll at this time.
>
> Mexican implementations use classifications and sub-classifications.

## Categories - for US and Canadian Classifications

Most US and Canadian classifications are subdivided into several categories. Categories further define an element's purpose, and can help to determine applicable processing or tax rules. You can define additional categories.

## Costing

On the Costing tab of the Element Classifications window, you can view whether elements of this classification are Costable and Distributable. If the classification is Costable, you can select any costing option for elements when you define the element links. If the classification is Distributable, you can create a distribution set from elements of this classification over which you can distribute costs (such as overheads).

You can also view the cost type for elements in the classification, that is, whether they debit or credit the accounts they feed.

### Frequency Rules

On the Frequency Rules tab of the Element Classifications window, you can view whether you can define frequency rules for elements of this classification. The payroll run uses a frequency rule to determine in which pay periods it processes a recurring element. On this tab you can also see which date the payroll run uses, by default, to assess frequency rules in your localization. You can select a different date when you define a frequency rule.

## Survey of the Classifications

This topic contains the following information:

- The processing priority range and default priority for each classification.
- The predefined categories for each classification. You can add more categories, which are defined as Lookups.
- A description of the function of elements within each classification and category.

When preparing to define your elements, use this information to determine their taxability rule (such as how an earning affects the calculation of ISR, IDW, and Social Security).

### Primary Classification Processing Properties and Cost Types

The following table lists the primary classifications for elements. Priority indicates the order of how Oracle Payroll processes each element into a payroll run. Default represents the default priority for that classification. Cost Type indications whether elements of that classification are deductions (D) or earnings (C).

| Classification | Priority | Default | Cost Type |
|---|---|---|---|
| Information, page 1-26 | 0 - 500 | 250 | D |
| Non-Payroll Payments, page 1-26 | 501 - 1000 | 750 | D |
| Earnings, page 1-21 | 1501 - 2000 | 1750 | D |
| Supplemental Earnings, page 1-27 | 2001 - 3000 | 2500 | D |

| Classification | Priority | Default | Cost Type |
|---|---|---|---|
| Imputed Earnings, page 1-23 | 3001 - 3500 | 3250 | D |
| Amends, page 1-21 | 3501 - 4000 | 3750 | D |
| Pre-Tax Deductions, page 1-26 | 4001 - 4500 | 4250 | C |
| Tax Deductions, page 1-33 | 4501 - 5000 | 4750 | C |
| Tax Credit, page 1-33 | 4501 - 5000 | 4750 | D |
| Employer Taxes, page 1-33 | 5001 - 5500 | 5250 | D |
| Involuntary Deductions, page 1-26 | 5501 - 6000 | 5750 | C |
| Voluntary Deductions, page 1-26 | 6001 - 6500 | 6250 | C |
| Employer Liabilities, page 1-23 | 6501 - 7500 | 7000 | D |

## Predefined Element Secondary Classifications

Rather than categories, Mexico uses secondary classifications for taxation, tax exemption rules, and IDW calculations. You can assign multiple secondary classifications to an earning.

Refer to the following sections for details on the predefined secondary classifications:

- Earnings, page 1-21
- Imputed Earnings, page 1-23
- Supplemental Earnings, page 1-27

## Amends

Amend or indemnification is the payment of the following earnings: Seniority Premium, 3 months salary, 20 days per year of service, and optionally, a Separation Bonus. All elements assigned the Amends classification feed the Amends balance. You can process amends with regular earnings. The tax calculation uses taxation rules for amends when that particular element balance is non-zero. You can mark the Amends element as either Separate Payment or Process Separately.

| Amends Secondary Classification | Description |
|---|---|
| Amends:Subject to State Tax | Use this secondary classification for earnings that are subject to tax in one or more states. The application automatically generates a feed for a balance called Earnings for State Tax, which is used in the state tax calculation together with taxability rules to determine subject earnings for state tax. |
| Indemnities | Use this secondary classification for amends payments towards indemnities. The classification feeds a balance called Indemnities and is used for calculation of subject wages for ISR and state tax. |
| Seniority Premium | Use this secondary classification for amends payments towards seniority premium on employee separation. The classification feeds a balance called Seniority Premium and is used for calculation of subject wages for ISR and state tax. |

## Earnings

Use this classification for regular earnings (fixed and variable), absences and leaves, and special earnings paid in addition to earnings for time worked (such as bonuses or sick pay).

Earnings classification elements represent earnings for time worked (such as salary and hourly wages).

The following table shows the predefined secondary element classifications for the Earnings classification:

| Earnings Secondary Classification | Description |
|---|---|
| Absence due to Disease or Disability | Use this classification for elements used to denote absence due to disease or disability. Elements with this classification feed the Disability Absence balance. This balance is used for reporting. |
| Earnings:Eligible Compensation for Amends (Fixed Basis) | Use this secondary classification to specify if an earning should be included in the fixed basis for Amends. All elements with this classification feed a balance called Amends Fixed Basis Eligible Comp. |
| Earnings:Eligible Compensation for Amends (Variable Basis) | Use this classification to specify if this earning should be included in the variable basis for Amends. All elements with this classification feed a balance called Amends Variable Basis Eligible Comp. |
| Earnings:Eligible Compensation for IDW (Variable Basis) | Use this classification for earnings that contribute to employees' variable IDW. The elements feed a balance called IDW Variable Basis Eligible Comp. For elements with this classification, select "Variable" for IDW Type. |
| Earnings:Eligible Compensation for Profit Sharing | Use this classifications for earnings that should be included in the basis for profit sharing calculation. |
| Earnings:Subject to ISR | Use this classification for earnings that are fully subject to ISR tax. The elements with this classification feed a balance called Earnings for ISR. This balance is used to determine the subject basis for ISR tax. |
| Earnings:Subject to State Tax | Use this classification for earnings that are subject to tax in one or more states. Oracle HRMS automatically generates a feed for a balance called Earnings for State Tax, which is used in the state tax calculation together with taxability rules to determine subject earnings for state tax. |

| Earnings Secondary Classification | Description |
|---|---|
| Fixed Earnings | Use this classification for fixed earnings. Elements with this classification feed the Fixed Earnings balance. This balance is used for reporting. |
| Paid Leave | Use this classification for paid leave elements. Elements with this classification feed the Paid Leave balance. This balance is used for reporting. |
| Unpaid Leave | Use this classification for unpaid leave elements. Elements with this classification feed the Unpaid Leave balance. This balance is used for reporting. |
| Vacation | Use this classification for vacation elements. Elements with this classification feed the Vacation balance. This balance is used for reporting. |
| Variable Earnings | Use this classification for variable earnings. Elements with this classification feed the Variable Earnings balance. This balance is used for reporting. |

## Employer Liabilities

Elements producing non-tax payments that employers make on behalf of their employees belong in the Employer Liabilities classification.

## Imputed Earnings

Use this classification for regular earnings (fixed and variable), absences and leaves, and special earnings paid in addition to earnings for time worked (such as bonuses or sick pay).

Elements in the Imputed Earnings classification are for non-cash remuneration, such as personal use of a company-provided car or company-paid premiums for group term life insurance.

The following table shows the predefined secondary element classifications for the Imputed Earnings classification:

| Imputed Earnings Secondary Classification | Description |
|---|---|
| Gasoline Coupons | Use this secondary classification for elements that denote gasoline coupons. The classification feeds a balance called Gasoline Coupons and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Imputed Earnings:Eligible Compensation for Amends (Fixed Basis) | Use this secondary classification to specify if this earning should be included in the fixed basis for Amends. All elements with this classification feed a balance called Amends Fixed Basis Eligible Comp. |
| Imputed Earnings:Eligible Compensation for Amends (Variable Basis) | Use this secondary classification to specify if this earning should be included in the variable basis for Amends. All elements with this classification feed a balance called Amends Variable Basis Eligible Comp. |
| Imputed Earnings:Eligible Compensation for IDW (Variable Basis) | Use this secondary classification for earnings that contribute to employees' variable IDW. The elements feed a balance called IDW Variable Basis Eligible Comp. For elements with this classification, select "Variable" for the IDW Type. |
| Imputed Earnings:Eligible Compensation for Profit Sharing | Use this classifications for earnings that should be included in the basis for profit sharing calculation. |
| Imputed Earnings:Social Foresight Earnings | Use this secondary classification for earnings that follow the taxability rules for social foresight earnings.<br><br>Do not use this secondary classification with other earnings classifications that follow different taxability rules. The elements with this classification feed a balance called Social Foresight Earnings. This balance is used to apply taxability rules during calculation of subject earnings for ISR and state tax. |

| Imputed Earnings Secondary Classification | Description |
|---|---|
| Imputed Earnings:Subject to ISR | Use this secondary classification for earnings that are fully subject to ISR tax. The elements with this classification feed a balance called Earnings for ISR. This balance is used to determine the subject basis for ISR tax. Do not use this secondary classification for earnings that are exempt from ISR tax (fully or after a limit). |
| Imputed Earnings:Subject to State Tax | Use this secondary classification for earnings that are subject to tax in one or more states. The application automatically generates a feed for a balance called Earnings for State Tax, which is used in the state tax calculation together with taxability rules to determine subject earnings for state tax. |
| Pantry Coupons | Use this secondary classification for elements that denote pantry coupons. The classification feeds a balance called Pantry Coupons and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Pantry in Kind | Use this secondary classification for elements that denote pantry in kind. The classification feeds a balance called Pantry in Kind and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Restaurant Coupons | Use this secondary classification for elements that denote restaurant coupons. The classification feeds a balance called Restaurant Coupons and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |

| Imputed Earnings Secondary Classification | Description |
|---|---|
| Uniform Coupons | Use this secondary classification for elements that denote uniform coupons. The classification feeds a balance called Uniform Coupons and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |

## Information

Many elements do not belong in any of the classifications described above, but nonetheless hold many different types of information you need. These elements belong in the classification Information.

This classification is especially useful for elements that you do not want to process in Oracle Payroll. Such elements might, for example, hold information about tangible items issued to employees, such as cellular phones, identification badges or company cars. Sites that do not include Oracle Payroll use elements in this classification to hold information about employee compensation and benefits.

## Non-Payroll Payments

Elements in this classification produce payments made to employees through the payroll system that are not true earnings.

Because payments in this classification are not earnings, they are never subject to taxes and never feed balances of taxable pay. Payments resulting from the processing of Non-Payroll Payments elements always appear separately from earnings in reports and balance totals.

## Pre-Tax Deductions and After Tax Deductions

Pre-Tax Deductions are those deductions that reduce the taxable basis for any tax (Federal or state). This kind of deduction is not very common.

Other non-tax deduction elements fall into one of two classifications, either Voluntary Deductions or Involuntary Deductions. Loan repayments, credit union deductions, insurance premiums, and charitable contributions are examples of voluntary deductions. Deductions for court-ordered wage attachments (such as tax levies, child or spousal support, or bankruptcy orders) fall into the classification Involuntary Deductions.

## Supplemental Earnings

Use this classification for regular earnings (fixed and variable), absences and leaves, and special earnings paid in addition to earnings for time worked (such as bonuses or sick pay).

The Supplemental Earnings classification includes a variety of special earnings paid in addition to earnings for time worked.

The following table shows the predefined secondary element classifications for the Supplemental Earnings classification:

| Supplemental Earnings Secondary Classification | Description |
|---|---|
| Aid for Birth | Use this secondary classification for elements that denote payments towards aid for birth. The classification feeds a balance called Aid for Birth and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Aid for Change of Residence | Use this secondary classification for elements that denote payments towards aid for change of residence. The classification feeds a balance called Aid for Change of Residence and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Aid for Death and Funeral Expenses | Use this secondary classification for elements that denote payments towards aid for death and funeral expenses. The classification feeds a balance called Aid for Death and Funeral Expenses' and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |

| Supplemental Earnings Secondary Classification | Description |
|---|---|
| Aid for Education | Use this secondary classification for elements that denote payments towards aid for education. The classification feeds a balance called Aid for Education and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Aid for Glasses | Use this secondary classification for elements that denote payments towards aid for glasses. The classification feeds a balance called Aid for Glasses and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Aid for Marriage | Use this secondary classification for elements that denote payments towards aid for marriage. The classification feeds a balance called Aid for Marriage and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Aid for Meals | Use this secondary classification for elements that denote payments towards aid for meals. The classification feeds a balance called Aid for Meals and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Aid for Rent | Use this secondary classification for elements that denote payments towards aid for rent. The classification feeds a balance called Aid for Rent and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |

| Supplemental Earnings Secondary Classification | Description |
|---|---|
| Aid for Transportation | Use this secondary classification for elements that denote payments towards aid for transportation. The classification feeds a balance called Aid for Transportation and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Attendance and Punctuality Incentives | Use this secondary classification for elements that denote payments towards attendance and punctuality incentives. The classification feeds a balance called Attendance and Punctuality Incentives and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Christmas Bonus | Use this secondary classification for elements that denote Christmas Bonus. The classification feeds a balance called Christmas Bonus and is used for calculation of subject wages for ISR and state tax. |
| Dominical Premium | Use this secondary classification for elements that denote payments for work done on Sundays. The classification feeds a balance called Dominical Premium and is used for calculation of subject wages for ISR and state tax. |
| Healthcare Reimbursement | Use this secondary classification for elements that denote payments for medical and healthcare reimbursements. The classification feeds a balance called Healthcare Reimbursements and is used for calculation of subject wages for ISR and state tax. |

| Supplemental Earnings Secondary Classification | Description |
|---|---|
| Incentives | Use this secondary classification for elements that denote payments for incentives other than attendance and punctuality. The classification feeds a balance called Incentives and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Other Overtime | Use this secondary classification for elements that denote payments of triple overtime. The classification feeds a balance called Other Overtime and is used for calculation of subject wages for ISR and state tax. |
| Overtime and Holidays Worked | Use this secondary classification for elements that denote payments for Overtime and for work performed on holidays. The classification feeds a balance called Overtime and Holidays Worked and is used for calculation of subject wages for ISR and state tax. |
| Pantry in Cash | Use this secondary classification for elements that denote payments for food. The classification feeds a balance called Pantry in Cash and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Profit Sharing | Use this secondary classification for elements that denote annual profit sharing payments. The classification feeds a balance called Profit Sharing and is used for calculation of subject wages for ISR and state tax. |
| Savings Fund Employer Contribution | Use this secondary classification for elements that denote employer contribution to employee's savings fund. The classification feeds a balance called Employer Contribution to Savings Fund and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |

| Supplemental Earnings Secondary Classification | Description |
|---|---|
| Savings Fund Interest and Settlement | Use this secondary classification for elements that denote payments towards savings fund interest and settlement. The classification feeds a balance called Savings Fund Interest and Settlement and is used for calculation of subject wages for ISR and state tax. |
| Scholarship for Children of Workers | Use this secondary classification for elements that denote payments of scholarships to employees' children. The classification feeds a balance called Scholarship for Children of Workers and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Scholarship for Workers | Use this secondary classification for elements that are payments of scholarship to employees. The classification feeds a balance called Scholarship for Workers and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |
| Supplemental Earnings:Eligible Compensation for Amends (Fixed Basis) | Use this secondary classification to specify if this earning should be included in the fixed basis for Amends. All elements with this classification feed a balance called Amends Fixed Basis Eligible Comp. |
| Supplemental Earnings:Eligible Compensation for Amends (Variable Basis) | Use this classification to specify if this earning should be included in the variable basis for Amends. All elements with this classification feed a balance called Amends Variable Basis Eligible Comp. |
| Supplemental Earnings:Eligible Compensation for IDW (Variable Basis) | Use this classification for earnings that contribute to employees' variable IDW. The elements feed a balance called IDW Variable Basis Eligible Comp. For elements with this classification, select "Variable" for IDW Type. |

| Supplemental Earnings Secondary Classification | Description |
|---|---|
| Supplemental Earnings:Eligible Compensation for Profit Sharing | Use this classifications for earnings that should be included in the basis for profit sharing calculation. |
| Supplemental Earnings:Social Foresight Earnings | Use this secondary classification for supplemental earnings that follow the taxability rules for social foresight earnings.<br><br>Do not use this secondary classification with other supplemental earnings that follow different taxability rules. The elements with this classification feed a balance called 'Social Foresight Earnings'. This balance is used to apply taxability rules during calculation of subject earnings for ISR and state tax. |
| Supplemental Earnings:Subject to ISR | Use this classification for earnings that are fully subject to ISR tax. The elements with this classification feed a balance called Earnings for ISR. This balance is used to determine the subject basis for ISR tax. Do not use this secondary classification for earnings that are exempt from ISR tax (fully or after a limit). |
| Supplemental Earnings:Subject to State Tax | Use this classification for earnings that are subject to tax in one or more states. The application automatically generates a feed for a balance called Earnings for State Tax, which is used in the state tax calculation together with taxability rules to determine subject earnings for state tax. |
| Union Quota paid by Employer | Use this secondary classification for elements that denote payments of union quota by employer. The classification feeds a balance called Union Quota Paid by Employer and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |

| Supplemental Earnings Secondary Classification | Description |
|---|---|
| Vacation Premium | Use this secondary classification for elements that denote payments of Vacation Premium. The classification feeds a balance called Vacation Premium and is used for calculation of subject wages for ISR and state tax. |
| Worker Social Security Quota paid by Employer | Use this secondary classification for elements that denote employee social security quota paid by employer. The classification feeds a balance called Worker Social Security Quota paid by Employer and is used for calculation of subject wages for state tax. Use this classification for states that do not follow the rules for social foresight earnings. |

### Tax Deductions, Tax Credits, Employer Taxes

Deductions for employee tax withholding fall into the classification Tax Deductions.

Tax credits employers pay to employees belong in the Tax Credits classification.

Oracle Payroll comes with all the necessary elements and calculations for tax deductions, tax credits, and most employer taxes already in place.

See: Tax Balances, *Oracle HRMS Payroll Processing Management Guide*

## Compensation Policy Changes

It is inevitable that your business rules for compensation and benefits will change over time. You can create new elements and disable existing ones at any time. You can also make certain changes to existing elements and links, as outlined below.

Element definitions, link definitions, and element entries are all datetracked. This lets you track the changes to your compensation and benefit policies without losing any of your historical employee information. The history of your definitions remains in place for validation and reporting, and for future calculations of back pay.

### Maintaining Elements

After you have defined and used an element, you can make the following changes:

- Change a required input value to be not required.
- Alter the sequence in which input values appear in the Element Entries window.

- Change the input value validation rules for minimum, maximum, lookup, or formula.

- Change your specification of which input values create Database Items. Note, however, you cannot remove Database Items if they are used in any formulas or QuickPaint reports.

You cannot remove existing input values or add new ones if you have created any entries for the element. To add an input value to an element before you create any entries, ensure that you set your effective date to the element's start date.

## Maintaining Links

Link rules always control the entry of element values at the time of entry. Changes to link rules affect existing entries in different ways, depending on your use of standard links and hot defaults. After you have used an element you can make the following changes to the link rules:

- Change the input value defaults and validation.

  These changes affect all new entries. Changes to hot defaults affect existing entries. The system also uses the new validation rules to check any updates you make to existing entries.

- Date-effectively end all of the rules that apply to an element and define a new set of rules, which are effective from a later date. For example, suppose you have defined eligibility for a company car based on grade. Following a change of policy you must now define eligibility based on job.

  - You will not be allowed to end the link if any nonrecurring entries exist at the date you want to end the rule. You must delete existing entries before you end the link.

  - You can end the link if recurring entries exist. Any existing entries will be ended automatically when you end the link.

- Change the qualifying conditions of age and length of service that employees must meet to be eligible for the element.

## Policy Development

With DateTrack you can also make future-dated changes to your information safe in the knowledge that these changes will not become effective in the system until the correct date.

In this way you can use your compensation and benefit information to plan changes ahead of time; analyze the impact of these changes; adjust these changes and generally smooth out the workload that is often associated with major changes in compensation

and benefits policy.

## Setting Up Total Compensation Elements

Follow this process to set up elements for items in the compensation package you offer to employees. There are additional steps for setting up the following types of compensation and benefits:

- Salaries for Salary Administration

  See: Setting Up Salary Administration, page 2-9

- Absence elements and PTO accrual plans

  See: Setting Up Absence Management, page 4-10

  See: Setting Up PTO Accrual Plans, page 4-45

- Benefits

  See: Standard and Advanced Benefits Implementation, page 5-6

Also, there are additional steps if you want to process the elements in a payroll run.

See: Setting Up Total Compensation Elements for Payroll, *Oracle HRMS Compensation and Benefits Management Guide*

#### Define Validation and Lookups

Define validation for entries of any new elements you are creating.

1. To restrict compensation entries to a list of valid values, define a new Lookup Type and add Lookup Values for this new lookup.

   See: Adding Lookup Types and Values, *Oracle HRMS Configuring, Reporting, and System Administration Guide*.

2. To validate compensation entries using formulas, write a formula of type Element Input Validation.

   See: Writing Formulas for Validation, *Oracle HRMS FastFormula User Guide*.

3. To create a matrix of values (such as bonus amount against years of service) for use in formulas or QuickPaint reports, set up user tables.

   See: Setting Up User Tables, Columns, and Rows, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

#### Define Elements and Links

4. Define elements and element input values to record information about employee compensation, benefits, and equipment:

See: Defining an Element, page 1-36.

See: Defining an Element's Input Values, page 1-44.

See also: Defining and Linking an Element for Standard and Advanced Benefits, page 1-46

See also: Deleting an Element, page 1-49

5. Define element links to identify one or more groups of employees who are eligible to receive an element.

   See: Defining Element Links, page 1-50

   See also: Running the Element Link Details Report, page 1-52

6. For elements without Standard links, make entries of your elements for all employee who should receive them.

   See: Making Manual Element Entries, page 1-62

## Defining an Element

Use the Element window to create an element to represent compensation and benefit types or earnings and deductions.

This procedure describes how to define elements using a Payroll responsibility (that is, a responsibility with the HR User Type profile option set to *Payroll User* or *HR with Payroll User*). If you are an HR-only user, you will not see certain fields relating to element processing information. You can just ignore the steps that apply to these fields.

> **Note:** Depending on your localization and the types of element you want to create, you may not need to start from scratch in the Element window. Check which earnings and deductions are available in the template library in the Configuration Workbench. If these template elements do not meet your requirements, you may be able to generate earnings and deductions using Earnings and Deductions windows or the Element Design Wizard. You can use the Element window to further configure template elements and generated elements.
>
> - For the United States and Canada, see: Earnings and Other Payments Overview, *Oracle HRMS Compensation and Benefits Management Guide* and Deductions Overview, *Oracle HRMS Compensation and Benefits Management Guide*
> - For Mexico, see: Element Design Wizard, page 7-7
> - For UAE, see: Element Design Wizard, *Oracle HRMS Compensation and Benefits Management Guide*

- For Norway: For each element, you must enter the End of Year codes using the list of values provided in the Further Information field.

#### Dates, Names and Classifications

### To enter dates, names, and a classification for the element:

1. Set your effective date early enough to handle any historical element entries you want to make. Note that an element cannot be linked or entered until its start date.

2. Enter a unique:

   - Name

   - Reporting name

   Start the names with a letter of the alphabet (not a number or symbol). The reporting name is a short identifier for reports and pay advices.

3. Enter a description for the element.

4. Select a Primary Classification.

   This controls an element's processing priority and the balances it feeds. If you are defining a salary element for Salary Administration, you must select the classification Earnings.

#### Processing Information

### To enter processing information for the element:

1. Select the processing type. Select *Recurring* if an entry of this element applies in every period until the entry is ended, or *Nonrecurring* if an entry applies in one pay period only. The dates of the pay period are determined by the payroll to which the employee is assigned.

   **Note:** If you are defining a salary element for salary administration, you must select the type Recurring. If you are defining a net-to-gross element you must select the type Nonrecurring.

2. Select a termination rule to determine how entries of the element are processed after termination of the employee:

   **Note: UK only**: Always select Actual Termination for UK

proration.

- *Actual Termination* if you want recurring entries to close down on the date the employee leaves. For a nonrecurring element, select Actual Termination if you want the entries to close down at the end of the pay period in which the employee leaves, or on the date the assignment ends (the final process date) if this is earlier.

- *Final Close* if you want the entries to stay open beyond the employee's leaving date so that you can continue to pay the employee.

If you are a Payroll user, you can also select:

- *Last Standard Process* for all recurring and nonrecurring elements if you want their entries to close down on the Last Standard Process date or on the date the assignment ends (the final process date) if this is earlier. The Last Standard Process date defaults to the last day of the pay period in which the employee is terminated, but you can set it to a later period when you terminate an employee.

3. Select the Multiple Entries Allowed check box if you want to give an employee more than one entry of the element at the same time. If you are creating a net-to-gross element, you must select Multiple Entries Allowed.

4. Select the Additional Entries Allowed check box if you want to make occasional one-time entries of a recurring element (instead of, or in addition to, a normal recurring entry).

   **US and Canada only**: The Additional Entry Allowed rule is not applicable for US and Canadian installations.

5. Select the Closed for Entry check box if you want to prevent any new entries being made for the element, either temporarily or permanently. This does not affect any existing entries of the element.

   **Important:** Use this feature with caution. When you perform certain important tasks in Oracle HRMS, the application may automatically create or delete element entries. These tasks include hiring and terminating people, and updating assignments. Therefore, if you check Closed for Entry on an element, this might prevent users terminating employees and updating assignments. If there are standard links for the element, it will also prevent users hiring people who are eligible for the element.

**HR-only users: Go to Currency.**

**Oracle Payroll Users:**

6. Select the Process in Run check box if you want the element to process in payroll runs.

7. Select the Once Each Period check box to ensure that only the first payroll run of each period processes entries of this element.

   **Note:** If this check box is not available for your localization, you can select a ONCE_EACH_PERIOD skip rule for the element instead.

8. Select the Indirect Results check box if you want the element only to accept entries from indirect formula results. Leave the check box unchecked if you want to accept entries both from indirect formula results and from manual entries in the Element Entries window.

9. Select the Adjustment Only check box if you want to use the element only for creating balance adjustments.

10. Select the Third Party Payments check box if you want to use the element only for creating third party payments.

11. Overwrite the default priority number in the Priority field if you want to determine the order in which the element processes within its classification range. Lower numbers process before higher ones.

    If the order of processing within the element classification is not important, you can accept the default priority number, which is the midpoint of the range.

12. Select a formula in the Skip Rule field if you have written a skip rule formula to determine the circumstances in which the element should be processed.

    **UK only**: If you are using different run types, select the ONCE_EACH_PERIOD skip rule for all earnings, to ensure they are not processed by each child run type.

**Currency**

The default currency for element entry values is the currency defined for the Business Group. You can select a different currency for the element if required.

### Advanced Processing Information

**Oracle Payroll users only**: Use the Advanced tab to enter further processing information if you are defining:

- An earnings type, such as a bonus, that is to be taxed separately from the normal payroll run. The element can also be paid separately.

- An earnings type that requires a net-to-gross calculation. For example, this applies to bonus payments that are a fixed net amount. Oracle Payroll calculates the gross amount needed to meet the net pay.

- **UK:** A pre-tax deduction that you want to reduce if there is insufficient pay to cover the deduction along with taxes and court orders. This requires iterative processing.

**Note:** The Advanced tab may not be available for some localizations.

### To define an element as a separate payment:

1. On the Advanced tab, select the Separate Payment check box.

   The Process Separate box is checked automatically.

   **UK users**: Do not select this check box. This functionality is not currently available for UK Payroll.

### To define an element to process separately:

1. On the Advanced tab, select the Process Separate check box.

### To define an element for net-to-gross calculation:

1. On the Advanced tab, select the Gross Up check box.

   The Iterative Flag and Process Separate boxes are checked automatically.

2. Select DEFAULT_GROSSUP in the Iterative Formula field. This formula controls the iterative calculation of the pay value, adjusting an input value as necessary to get a result that is defined to be close enough to the required net payment.

   **Note:** After saving your element, choose the Iterative Rules button to specify how to use the formula results. Also choose the Exclude Balances button to select which balances are grossed up for the element (meaning that these deductions are paid by the employer).

3. Optionally, enter a value in the Iterative Priority field to determine the sequence in which elements are adjusted during iterative calculations. Elements with lower iterative priority values are adjusted first.

4. Select the Separate Payment box if you want the payment to be made separately from the regular payment. **UK Payroll, Irish Payroll**: Do not select this check box.

5. Save your work.

### To set up iterative processing for a pre-tax deduction (UK):

1. Check the Iterative Flag box.

2. Select PQP_GB_ITERATIVE_ARREARAGE in the Iterative Formula field.

3. Enter an Iterative Priority number in the range 1 to 1500. The element with the lowest iterative priority number is reduced first. If this deduction is reduced to zero and net pay is still insufficient to cover taxes and court orders, the element with the next lowest priority number is reduced, and so on.

   **Important:** Iterative priority numbers must be in the reverse sequence of the processing priority numbers. This means that the element that is processed first is reduced last.

4. Choose Iterative Rules, and select the L_stopper rule.

#### Advance Pay Processing Information

**Oracle Payroll Users only except Ireland**. If Advance Pay by Element is enabled in your legislation, use the Advance Pay tab to:

- Indicate that an element may be processed as an Advance Pay element
- Establish the processing conditions for your Advance Pay element.

### To define an element as an Advance Pay element:

1. On the Advance Pay tab, check the Mark as an Advance Pay Indicator check box.

   This marks the element as an Advance Pay indicator. This means that when you run the Advance Pay by Element process, it will identify this that this element can be potentially processed as an Advance Pay element according to the processing conditions that you define.

### To set the processing conditions for an Advance Pay element:

On the Advance Pay tab:

1. Check the Include as an Advance Element check box if you want to process this element as an Advance Pay element.

2. Check the Deduct Advance Amount check box if you want to show the deduction for the advance in the current payroll period. Every advance payment has a deduction associated with it to bring the overall payroll amounts back into balance. You can use this check box to control the point at which the deduction should be applied.

3. Check the Process Advance Entry in Run check box if you want to include this element in a payroll run, If you do not check this box, then the element does not process in a payroll run and is reported as information in your Statement of Earnings report.

#### Continuous Calculation

For prerequisite steps to set up continuous calculation, see: Setting Up Continuous Calculation, *Oracle HRMS Payroll Processing Management Guide*

### To set up an element for continuous calculation:

1. Choose the Recalculation tab and select a RetroPay element. This is an event group that defines the events that trigger proration for this element.

#### Proration

In some localizations, Oracle Payroll can calculate proportionate earnings amounts whenever payroll-relevant data changes during a payroll period. The Payroll Earnings and Deductions section describes the full setup steps for the relevant localizations. To enable proration for an element, choose the Proration tab.

### To set up an element for proration:

1. Choose the Proration tab and select a proration group. This is an event group that defines the events that trigger proration for this element.

2. Optionally, select a proration formula. Alternatively you can edit the element's payroll formula to handle proration.

#### Further Information

1. Enter the Further Information field if:

   - Your Oracle localization team has set up additional fields for element definition
   - You are in the UK, and you use Oracle SSP/SMP

   **French Payroll:**

   - Select a group, which is the name by which this element, and the others in the group, appears as one line on the pay advice.
   - On the pay advice, most earnings and deductions are shown as a base, a rate, and an amount. Select the base unit if you want this displayed on the pay advice.

   **South African Payroll**

   - Enter a clearance number for Statutory Information and Deduction elements, if applicable. This number appears on the tax certificate.

**Kuwait Payroll**

- Select a deduction type for the Deductions elements. This information is used by the PIFSS report.

2. Choose Input Values to define input values for the element

   See: Defining an Element's Input Values, page 1-44

**Oracle Payroll Users:**

3. Choose Balance Feeds to select balances you want this element to feed

   See: Creating Balance Feeds for Individual Elements, page 7-84

4. Click Balance Feed Control to add or remove secondary element classifications for this element.

   **Mexico only**: Click this button to attach sub-classifications to your element.

   See: Creating Classes of Balance Feeds, page 7-84

5. Choose Frequency Rules to enter frequency rules to determine when the element should be processed.

   See: Defining Frequency Rules, page 7-67

6. For a net-to-gross element, choose Exclude Balances to select the deductions to be paid by the employer.

7. For a net-to-gross element, or any other element that is processed iteratively, choose Iterative Rules to specify how to use the Iterative Formula results.

### Extra Information

Choose the Extra Information button to enter extra attribution for the element. You can link as much attribution as you need to an element.

> **Note:** You can only access Extra Information types if your system administrator has set them up for your responsibility.

### Usages

### To exclude the element from a run type:

1. Choose the Usages button if you want to exclude this element from a run type, or combination of run types.

2. Select the run type or combination of run types from which you want to exclude this element.

**Note:** For Norway: You must select the Employer Contributions run type to exclude the elements.

3. Select the effective dates for your exclusions.

4. Save your work.

## Defining an Element's Input Values

Use the Input Values window to define the input values for the element. You can define up to 15 input values for an element.

Depending on the type of element you have defined, Oracle HRMS may have applied one or more default input values.

**North America users**: All elements must have the default Jurisdiction input value.

Payroll users: If you are creating balance feeds for individual elements, ensure you define an input value of the same unit of measure as the balance. Money units must be the same currency.

You can add new input values to a saved element only if you have not entered the element for any employees. To add an input value, you must set your effective date to the element's start date.

### To define input values:

1. Set your effective date early enough to handle any historical element entries you want to make.

2. Enter or query the element in the Element or Element Link window and choose the Input Values button.

3. Enter the name of the first input value. Remember that if you want to define a *pay value* to hold run results, you must name it Pay Value.

4. Select the unit type of your input value (money, hours, character, date, number, or time). A Pay Value must have the unit type Money if the element is in a Payments type classification.

5. You can enter numbers in the Sequence field to change the order in which the input values appear in the Entry Values window.

6. Check the Required check box if all entries of the element must have a value for this input.

**Note:** When you have saved an input value, you cannot change it to be Required. If you have saved it as Not Required by mistake (or you have generated an element that has an input value you want to make required), delete the input value and re-enter it with the correct values. If you are re-entering a generated input value, be careful to enter exactly the same name. You cannot delete the input value if you have made any entries of the element for employees.

7. Check the User Enterable check box if users can enter a value for this input. Uncheck it if you want to ensure that the default value is entered for all employees.

8. Check the Database Item check box if you want the value to be available to formulas or QuickPaint inquiries.

   Database Items are simple identifiers that the system uses to find specific items of information in the human resources database. Any spaces in the input value name are converted to underscores in the Database Item name.

#### Entering Element-Level Defaults

If you enter defaults at the element link level, these override the defaults at element level. If you update an element-level default, remember to check the values on the element links too.

### To enter a default for an input value:

1. Enter the value in the Default field.

2. If you want existing entries to be updated whenever the default is changed, check the Hot Default check box. The input value must be required if you want to use this option.

   A hot default appears in the Entry Values window in quotation marks.

   **Important:** If a user overrides a hot default in the Entry Values window, subsequent changes to the default will *not* affect the entry. For this reason, you may prefer to use BEE to change defaults for large groups of employees, rather than the hot default feature.

#### Defining Entry Validation

### To enter validation for an input value:

1. Do *one* of the following:

   - Enter maximum and minimum values for the input.

- Select a Lookup Type to act as a lookup supplying a list of valid values.
- Select a formula to validate entries for this input value. Formulas can return messages to users about the success or failure of the validation.

2. Select Warning or Error to determine whether the system warns users that an entry is invalid or prevents them from saving an invalid entry. You cannot select a value if you chose a Lookup because a user cannot enter an invalid value for an input value validated by lookup.

## Defining and Linking an Element for Standard and Advanced Benefits

You set up elements for Standard and Advanced Benefits as you would other elements, with certain restrictions noted below. Element setup is the same for Standard and Advanced Benefits.

In the US and Canada, use the Earnings or Deduction window to create an element if you process the element in a payroll run.

Outside the US and Canada--or if you are an HR-only customer in any legislation--use the Element window to create an element.

### To define an element for Standard and Advanced Benefits:

1. Set your effective date early enough to handle any historical element entries you want to make.
2. Enter a unique element Name.

   When you define a standard activity rate, you select the element that corresponds to the rate you are defining.
3. Select the appropriate Classification for the earning or deduction.
4. For Payroll users in the US and Canada, select a Category on the Earnings or Deduction window.

   If you are using the Element window, you can select a Category in the Further Element Information flexfield.
5. In the US, optionally select a Benefit Classification.

   **Note:** For any element attached to a standard activity rate, **do not** select a Benefit Classification of Dental, Medical, or Vision.
6. Select a Termination Rule of Final Close for any element attached to an activity rate.

7. Do not check the Standard Link check box (Earnings and Deduction windows) or the Standard check box (Element and Element Link windows) since you use eligibility profiles to control benefits eligibility.

8. Complete the definition of the element according to your business rules.

9. Save your work.

10. Choose Input Values.

    You can define multiple input values for the element, but you can only link one input value to a standard activity rate.

11. Save your work.

#### Defining an Element Link for Standard and Advanced Benefits

After you define an element, open the Element Link window. Because you create eligibility profiles for Standard and Advanced Benefits, you should limit use of the Element Link window to creating an *open link* for elements you do not cost.

### To define an element link for Standard and Advanced Benefits:

1. Set your effective date.

2. In the Element Name field, select the element for which you are defining a link.

3. Save the record without selecting any assignment links to create an *open link*.

> **Note:** If you define links for costing, your links must not conflict with any eligibility profiles you set up for Standard and Advanced Benefits. Your element must have a valid link at all times.

For more help on element links and costing, see: Defining Element Links, *Oracle HRMS Compensation and Benenfits Management Guide*

## Setting Run Type Exclusions and Triggers

Use the Define Element Type Usages window to specify the elements you want excluded from run types and which one you want to use as the trigger.

These steps are required for any element created through the Element Description window.

> **Note:** If you created an Earnings or Deductions element through the templates or Element Definition Wizard, then Oracle HRMS made these settings for you. Do not change the defaults.

1. In the Name column, create one record for each run type used by your localization.

**US Run Types**

- Regular Standard Run
- Regular Tax Separate Run
- Regular Separate Payment Run
- Supplemental Standard Run
- Supplemental Tax Separate Run
- Supplemental Separate Payment Run

**Canadian Run Types**

- T4/RL1 Regular
- T4/RL1 Non Periodic
- T4/RL1 Lump Sum
- T4A/RL1 Regular
- T4A/RL1 Non Periodic
- T4A/RL1 Lump Sum
- T4A/RL2 Regular
- T4A/RL2 Non Periodic
- T4A/RL2 Lump Sum

**Mexican Run Types**

- Standard
- Process Separately
- Process Separately - Non Periodic
- Separate Payment
- Separate Payment - Non Periodic

2. For the run type that you want to use to process your element, set the Usage Type value to Trigger.

3. For all other run types, leave their Usage Type values blank or set to Exclude.

   **Note:** Do not set more than one run type to Trigger.

## Deleting an Element

Before you delete an element, you must first delete any entries of the element recorded for employees and then any links defined for the element.

Use the following process to delete any elements you defined in the Element window, Earnings or Deduction template, or Element Definition Wizard.

**Important:** Do not delete any predefined elements.

### To delete an element:

1. Use the List Employees by Element window to get a list of all employees with entries for the element.

2. For each employee, query the element entry in the Element Entries window, choose Delete Record, and save.

3. Query the element in the Element Link window and, for each link for this element, choose Delete Record, and save.

4. Perform one of the following:

   - If you created this element through the Element Definition Wizard, query this element from within the wizard.

   - If you created this element through the US and Canadian Earnings or Deductions templates, query this element from within the template.

   - If you created this element through the Element window, query this element from that window.

5. Delete the element and save.

   The system prompts you to either End Date the element or Purge it. Select End Date if you want the element to remain in the system but be effective through a certain date. Select Purge if you made a mistake defining the element and you want to delete it from the system altogether.

## Defining Element Links

Use the Element Link window to define groups of assignments that are eligible for an element.

> **Note:** When you define a link for a benefit or for an entitlement item in a collective agreement, do not select any eligibility criteria. Instead use participation eligibility profiles to restrict eligibility for the benefit or entitlement item.

> **Note:** When querying data the Element Link window returns values for Payroll, Location and Position and Organizations, irrespective of the security profile restrictions set, enabling you to view the links already created. You cannot create links for data outside your security profile.

### To define an element link:

1. Set your effective date to the date you want the eligibility criteria to come into effect.

2. In the Element Name field, select the Element for which you are defining a link.

3. Check the Standard check box if you want all employees who are made eligible by the link to receive the element automatically.

   You can only create a standard link if the element is recurring and multiple entries are *not* allowed by the element definition.

4. In the Eligibility Criteria region, select the assignment components that constitute this eligibility rule. If you want to link to all employees, do not enter any eligibility criteria.

   You can link to all payrolls or to a specific payroll. Do one of the following:

   - Leave the Payroll field blank and check the Link to all Payrolls check box if you want employees assigned to *any* payroll to be eligible. This rule excludes employees who are not assigned to a payroll.

   - Select the name of a specific payroll if you want only employees on that payroll to be eligible for the element. Do not check the Link to all Payrolls check box.

   - Leave both fields blank if assignment to a payroll is irrelevant to eligibility for the element.

### Costing

### To enter costing information for the link:

1. Select the Costable Type. The default is *Not Costed*, meaning that the system maintains no costing information for the element.

   - To allow entry of costing information at all levels, including the assignment and element entry levels, select *Costed* This is the appropriate selection for most elements representing earnings types.

   - If you do not need to cost the element at organization and assignment levels, select *Fixed Costed*. This is appropriate for some deductions, which are irrelevant to labor distribution analyses.

   - If you want to distribute overhead costs (such as employer contributions to a pension plan) over other elements, select *Distributed*.Then select a Distribution Set.

     **Note:** Some element classifications for your legislation may be predefined as Not Costed and you cannot override this.

2. Check the Transfer to GL check box if the payroll run results from this link should be transferred to the general ledger.

3. Use the Costing field to select a GL account code and, if present, account codes of labor distribution or other systems in which to collect the run results of this element. Then use the Balancing field to select the GL account that balances this one.

   For deductions elements:

   - Select the code for the GL account to credit in the Costing field, and the code for the account to debit in the Balancing field.

   For elements in all other classifications:

   - Select the code for the GL account code to debit in the Costing field, and the code for the account to credit in the Balancing field.

     **Note:** Depending on your set up of the Cost Allocation flexfield, the Balancing field may not be enabled.

#### Qualifying Conditions

### To enter qualifying conditions for the link:

1. Go to the Qualifying Conditions region. Here you can add or change age or length of service requirements for this particular eligibility rule.

   The system checks these conditions when you make an entry of the element. If the employee does not meet the qualifying conditions, you receive a warning.

#### Input Values

### To adjust input values for the link:

1. Save your link definition and choose the Input Values button to display the Link Input Values window.

   Use this window to:

   - Enter a new default or change one entered at the element level
   - Check the Costed box to maintain costing information for an input value.
   - Change the maximum, minimum or both for an input value. Logically, the new values should be within the range you defined for the element as a whole. However the system does not enforce this.

## Running the Element Link Details Report

Use this report to check the eligibility criteria that have been defined for elements within a classification. You can report on links for the following categories:

- All elements within a classification
- Either recurring or nonrecurring elements in the classification
- Just a single element

You can choose to see only standard or non-standard links, and only active or inactive links. Further, you can choose to see links to a particular job, organization, payroll, or all payrolls.

You run reports from the Submit Requests window.

### To run the Element Link Details report:

1. In the Name field, select Element Link Details Report.
2. Enter the Parameters field to open the Parameters window.

3. Enter the effective date for which you want to see the report.

4. Select the classification of elements you want to report on. Optionally select an element processing type (recurring or nonrecurring) or an individual element to report on.

5. To report only on standard links, select Yes in the Standard Link field. Select No to report only on non-standard links. Leave blank to report on all links.

6. Select a link status to report only on links that are either active or inactive as of the report's effective date.

7. To report on links to payrolls:
   - For links to one payroll only, select No in the All Payrolls field and select the payroll in the Payroll field.
   - For links to all payrolls, select Yes in the All Payrolls field and leave the Payroll field blank.
   - To see links irrespective of their payroll criteria, select No in the All Payrolls field and leave the Payroll field blank.

8. You can also select a job or organization to report on links to these assignment components only.

9. If you want to produce this report in Portable Document Format (PDF), select a template.

10. Choose the Submit button.

## Defining an Element or Distribution Set

In the Element and Distribution Set window, you can select element classifications or individual elements to define a set. There are three types of set:

- **Customization set**: You can use a Customization set to:
  - Restrict the elements that can be entered or viewed on a configured version of the Element Entries window
  - Specify the elements to be entered for assignments using BEE in the Batch Assignment Entry window.
  - Prevent users updating entry values in the Element Entries window for a group of elements. You select the element set in the HR:Non-Updateable Element Set user profile option.

- Restrict the elements displayed in the Compensation Activity view in SSHR. You select this element set in the Element Set Name user profile option.

- **Run set**: You can use a Run set to:
  - Specify the elements that the application must process in a payroll run. This functionality is available only for Oracle Payroll users. If you are creating a Run set for US payroll, and you are using the Enhanced Tax Interface, you must include the US_TAX_VERTEX recurring element (see step 4). If you have not enabled the Enhanced Tax Interface, you must include the VERTEX recurring element.
  - Display accrual balances

- **Distribution set**: Oracle Payroll users can use a Distribution set to define the elements over which the costs of other elements are to be distributed.

### To define an element or distribution set:

1. Enter a unique name for the set and select the type: Distribution, Run, or Customization.
2. Save your new set.
3. If you want to include all elements in a classification, choose the Classification Rules button.
   - In the Classification Rules window, select one or more classifications to include. Save the set and close this window.

     The elements in the classifications you choose are now listed in the Elements region.
   - If you want to exclude individual elements, place your cursor in the element's row and choose the Exclude Element button.
4. If you want to include particular elements from other classifications, choose the Include Element button.
5. Select the element you want to include in the Elements window, and choose the OK button.

   **Note:** After you include a particular element, you cannot go to the Classification Rules window and include the classification to which this element belongs.

6. Save your set.

7. If you want to see a list of the individual elements you have included or excluded from the set, choose the Element Rules button. The Element Rules window is view-only.

# Compensation Entry and Reporting

## Compensation Entry

To record any form of compensation, benefit, or deduction liability for an employee, you make an element entry. There are several ways to do this:

- You can use BEE (Batch Element Entry) to enter or update a batch of element entries for many employees, using defaults for fast entry. For example, you can use BEE to enter timecard data and to enroll employees in PTO accrual plans.
- You can enter salaries, as proposals or confirmed values, on the Salary page.
- You can enter absences or accrued time taken in the Absence Detail window or in SSHR.
- You can enroll employees in benefit plans and select the appropriate coverage for themselves and their dependents. There are different windows for enrolling in Flex Programs, Non-flex Programs, Savings Plans, and Miscellaneous Plans. Alternatively, employees can set up their own enrollments, using Self Service HR.
- You can make or update individual entries of other compensation elements for an employee using the Element Entries window.

At your enterprise, some elements may be defined with standard links so that eligible employees receive an entry automatically. You do not need to do anything to record these forms of compensation for employees.

### Dates for Compensation Entries

There are two types of element: recurring and nonrecurring.

Entries for recurring elements remain effective indefinitely, until you update them or the employee ceases to be eligible for the element, for example after a change of work assignment. You can start entries of a recurring element at any point in time. Use DateTrack to set the effective start date of new entry or update. This maintains a complete history of values and the dates they changed.

Entries for nonrecurring elements are one-time entries. They are effective only for the current pay period (defined by the payroll to which an employee is assigned). To make the entry, you set your effective date to *any* date in the appropriate pay period. Any changes you make to nonrecurring entries are always corrections. There can be no history of changes to these entries within a pay period. However, the entries for each period (if any) are stored as history for an employee.

## Compensation Reporting

Oracle HRMS provides a range of reporting mechanisms to monitor and analyze the compensation and benefits data in your enterprise. This topic explains the windows and reports that Oracle HRMS provides to meet your different compensation reporting requirements.

The View Element Entry History for Employees window enables you to view a history of different element entries for an employee assignment.

See: Viewing Element Entry History, page 1-68

The List Employees by Element window provides you with a list of employees with entries to an element in any period of time you choose.

See: Listing Employees by Element, page 1-67

The Salary History window gives you a complete history of approved salary changes for an employee, along with associated performance reviews.

See: Viewing Salary History, page 2-21

Using the Salary Review Report you can check the current and past salaries for some or all of your employees.

See: Salary Review Report, page 2-22

The Compensation Workbench reports enable you to track how you have distributed compensation and awards to your employees using Compensation Workbench.

See: Reporting in Compensation Workbench, page 3-80

The Compensation History page in SSHR enables you to view the in-progress, current, and historical information about compensation and ranking of your employees, including the history for elements not linked to Compensation Workbench or Individual Compensation Distributions.

See: Compensation History, page 3-123

Using the HR/Payroll Extracts you can extract employee and payroll data, such as the details of earnings, deductions, and information elements for internal reporting and for transfer to third-party providers. The extracts support both XML and ASCII formats, you can generate postscript reports, and export a file to Excel for reporting.

See: HR/Payroll Extracts, page 1-58

Oracle HRMS also includes various Workforce Intelligence reports that help you analyze salary and grade-related information. You can also report on absences and analyze absence trends in your enterprise using the Workforce Intelligence reports in this area.

### Related Topics

Reports and Processes in Oracle HRMS, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

Information Access Overview, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

## HR/Payroll Extracts

The HR/Payroll Extracts feature enables you to extract employee and payroll data, such as the details of earnings, deductions, and information elements for reporting purposes. You can use the extract reports for internal reporting, such as listing all employees in receipt of a bonus, or for transfer to third-party providers, such as pension providers. For example, you can send details of new hires and terminations to a provider on a weekly basis.

You can also make copies of the seeded extracts and modify their layout or add different data elements to suit your reporting requirements. You can view and correct the extracted information before writing the data to a file.

The extracts support both XML and ASCII formats, you can generate postscript reports, and you can export a file to Excel for reporting.

### Predefined System Extracts

Oracle HRMS supplies the following predefined system extract definitions:

- Global HR/Payroll Extract - (full-profile extract) extract the payroll data of your employees. This extract contains identification and demographic information of your employees and reports on payroll data such as earnings, deductions, and other information elements.

- Global HR/Payroll Information Changes (Single Record) - (extract for changes) report on changes to employee personal and plan details, such as the name change of an employee. You can also report on new hires and terminated employees using this extract. This extract does not include payroll data. It includes only employees whose records have changed, and you can configure which changes trigger the extract. It displays all the changes for each employee as part of a single record, in the same row.

You can either use the predefined extracts or make copies of them and modify the copies to suit your reporting requirements.

The extracts include the assignment details of both the primary and secondary employee assignments.

**Mexico Users**: For reporting voluntary contributions to SUA, the Mexico HR/Payroll Outbound Interface uses the Global HR/Payroll Extract only as a template. Users must

make legislative changes to this extract definition before they can perform these operations. Refer to the "Oracle HRMS for Mexico - Payroll System Extract for SUA - Voluntary Contributions" whitepaper (MetaLink ID #336495.1).

**US Users:** You can also use the following predefined US HR/Payroll extracts. To use these extracts you must create your elements using the Deduction window.

- US HR/Payroll Extract.
- US HR/Payroll Information Changes (Single Record). This extract displays all the changes for each employee as a single record.
- US HR/Payroll Information Changes (Multi-Record). This extract displays each change for each employee as a separate record.

When you are extracting pensions data, the US extracts the US extracts automatically extract data for the additional elements for pension plans, such as Catch-up, After-tax, and ER Match apart from the primary earnings and deduction elements.

Apart from the above generic US extracts you can also use the following preconfigured US extracts to report specifically on Pre-tax EE, Catch-Up, ER Match, Loan Re-Payment and deferred compensations:

- US HR/Payroll Pension EE Contribution
- US HR/Payroll Pension EE Def. Comp Pre-Tax Contribution
- US HR/Payroll Pension CatchUp
- US HR/Payroll Pension ER Match
- US HR/Payroll Loan Re-Payment

The following list shows the data elements typically used in the extract reports:

| Employee Data | Extracted from |
|---|---|
| National Identifier | Social Security/National Identifier field on the People window |
| Name (First Name, Last Name, Middle Name, Prefix, and Suffix) | Last, First, Middle, Prefix and Suffix, fields in the Name region of the People window |
| Address (Line 1 - 3, Region 1-3, Town or City, Post Code, Country) | Primary address fields |
| Date of Birth | Birth Date field on the People window |

| Employee Data | Extracted from |
|---|---|
| Recent Hire Date | Latest Start Date field on the People window |
| Termination Date | Actual termination-date field on the Termination window |
| Marital Status | Status field on the People window |
| Sex | Gender field on the People window |
| Normal Hours | Working Hours field of the Assignment window |
| Employment Category | Assignment Category field on the Assignment window |
| Employment Status | Status field on the Assignment window |
| Projected Compensation | Person base salary |
| Actual Salary | Balance of the regular salary element |
| Payroll Date | Date of the payroll run |
| Employee Number | Person employee number |
| Plan Contr | Run result value of the of the pre-tax deduction element |
| Pay Value | Run result value of the selected element |
| Payroll Frequency | Person payroll period type |
| Sample Balance Value | Value of the balance specified in the formula |
| Sample Element Entry Value | Run result value of the payroll element specified in the formula |

Typical data elements used in the header and footer regions of the extract reports are:

| Header |
| --- |
| Creation Date |
| Payroll Date |
| Pay Cycle or Payroll Frequency |
| Group ID |
| The parameters you specify when running the extract process |
| Total Participant Records |

You can change the header and footer information to suit your reporting needs.

Use the Global Pension Change Events Extract to report on changes in:

- Employee name
- Employee address
- Employee status
- Employee category
- Employee movements (new hires and terminations)

> **Note:** The Global HR/Payroll Information Changes report displays all the data elements that the predefined extract contains, not just the elements for which you are reporting a change. To include only those data elements for which you are reporting a change, make a copy of the seeded extract and modify the layout accordingly.

Some of the elements have attached formulas. You can make copies of the extracts and modify these formulas to extract the appropriate data. The following table lists those data elements, the extracted values for those data elements and the attached formulas.

| Data Element | Fetched Value | Formula to Edit |
| --- | --- | --- |
| Sample Element Entry Value | The value of any payroll element's input value | PAY_GLOBAL_PEXT_GET_ELE_ENTRY_VALUE |

| Data Element | Fetched Value | Formula to Edit |
|---|---|---|
| Sample Balance Value | The value of any balance specified in the formula | PAY_GLOBAL_PEXT_GET_BALANCE_VALUE |

**US Users:** If you are using the US extracts, you can update the following formulas to extract the balance or input values you want to extract:

- PAY_US_PEXT_GET_ELE_ETRY_VALUE
- PAY_US_PEXT_GET_BALANCE_VALUE

### Related Topics

Configuring the HR/Payroll Extracts, page 1-68

Running the HR/Payroll Extracts, page 1-71

## Making Manual Element Entries

You enter compensation and basic benefits for employee assignments in the Element Entries window. If employees are assigned to a salary basis, you enter their salaries in the Salary page.

You can use the Element Entries window to make entries or to query existing entries. Use the Period field, Classification field, and Processing Types option buttons to restrict the entries you see when making inquiries.

Several Oracle HRMS features, such as Absence Management, RetroPay, and Salary Administration, create element entries automatically. You cannot update these element entries on the Element Entries window. You must update the source record (such as the absence or salary record) to change the element entry.

The Processed check box shows if Oracle Payroll has processed the entry in the current pay period. Notice that you can change an entry that has been processed. This enables you to correct entries for retropay processing. Changing the entry does not alter the payroll run results so you can consult these for a complete record of payroll processing and payments.

See: Setting Up RetroPay, *Oracle HRMS Payroll Processing Management Guide*

> **Note:** Your system administrator might have restricted the elements you can enter in this window by element set, classification or processing type.

### To enter an element for an employee assignment:

1. If necessary, change your effective date to:

   - The correct start date for a recurring element entry
   - Any date in the correct pay period for a nonrecurring element entry

   If the pay period is closed at your effective date, you cannot enter any nonrecurring elements that process in payroll runs. If a current or future pay period is closed, you cannot enter any recurring elements that process in payroll runs.

2. To reduce the list of elements to choose from, select a classification, a processing type, or both in the first region.

3. In the Element Name field, select an element.

   **Note:** Elements this employee is eligible for by means of a standard link appear automatically.

   The system displays a warning message if the employee fails to meet any qualifying conditions of age or length of service.

4. If the Costing field is enterable, you can enter cost codes, for example to indicate the cost center the employee's time should be charged to.

5. You can select a reason for an element entry you make or update. As part of your system setup, you can enter valid reasons for the Lookup Type ELE_ENTRY_REASON.

6. You can check the Override check box to create an entry that overrides all other entries of this element in the current period. You cannot create an override entry if one already exists, or if any of the entries of this element have been adjusted.

7. If you want to create a one-time entry of a recurring element, check the Additional check box.

   An Additional entry is valid only for the current pay period, shown in the Effective Dates fields.

   You can only check Additional if:

   - The element definition allows additional entries, and
   - An additional entry does not already exist for the assignment in this period, and
   - The employee is assigned to a payroll

- There is a payroll period defined at your effective date

8. Choose the Entry Values button to open the Entry Values window.

9. Enter values in the Entry Values fields. Notice that:

   - Entry to some fields may not be permitted.

   - Some fields may be required.

   - Some fields may have a list of values; others may be validated as you leave the field. You will receive a message if your entry is not a valid value.

   - Some fields may contain default values. If the default value is in quotation marks, it is a "hot default".

     **Important:** You should consider carefully before overriding a hot default. If you override it, then any subsequent changes to the default value on the element or element link definition will *not*affect the element entry. However, you can clear your entry if you want the default value to come back into effect.

   **For Kuwait users only:** To enter information about the elements with deduction classification, click on Further Entry Information and enter the following:

   - Reference number, which is the sequence number used while setting up the deduction type

   - Authority for the deduction account

   - Select the type of deduction

   - Total deduction amount for the element

   - Start and end date for the deduction. The deduction process depends on the start and end dates that you select for the element. Oracle HRMS uses these dates for reporting purpose.

10. For a non-recurring element, optionally select a date within the current payroll period in the Date Earned field. The entry will not be processed until this date (that is, the Date Earned of the Payroll Run must be on or after this date).

11. To enter information about a third party recipient of a payment resulting from a deduction element, use the Payee Details field. Select the name of the third party payment method set up for this payment.

12. To determine the processing sequence of multiple entries in the payroll run, enter a subpriority number in the Processing Priority field. Lower priority numbers process first.

    **Note:** The Processing Priority field is not available to HR-only users. For more information on user types and the HR:User Type profile option, see: User Profiles, *Oracle HRMS Configuring, Reporting, and System Administration Guide*.

13. Save your work.

## Adjusting a Pay Value

Oracle Payroll users can adjust the Pay Value of any normal recurring payroll element entry. When you open the Entry Values window for an entry of this kind, you will see a Show Adjustment check box in the lower left corner of the window. You do not see this check box until you have saved the entry.

You can adjust a Pay Value by adding an amount to the initial value, subtracting an amount from the initial value, or replacing the initial value with a specified amount. You can also remove an adjustment and return the Pay Value to the initial value.

The following conditions apply to adjusting a Pay Value:

- You cannot adjust an entry that has been overridden (that is, the Override check box has been checked for an entry of this element in this period).
- You can make multiple changes to the adjustment before processing but only the single most recent change to the adjustment will be processed.
- You will not overwrite the Pay Value stored in your database. The Pay Value will still be used in subsequent payroll runs. The adjustment is used in the next processing run.

  **Important:** Do not use this method of adjustment if the element's formula performs essential processing, such as checking limits or iterative processing for a pre-tax deduction. If you select the Replace option, the element's formula is ignored in the payroll run. If you select the Add or Subtract options, the amount you specify is added or subtracted after the formula processing is complete, without regard for any limits set by the formula. **US users**: Instead, you can replace the Pay Value using the Special Inputs element.

### To adjust a Pay Value:

1. Query the element entry in the Element Entries window and choose the Entry Values button.
2. Check the Show Adjustment check box.

   In the Adjustment pop-up list, you will see a description of the current adjustment.

   - **None** means that there are no adjustments to the Pay Value.
   - **Add** means that the adjustment shown has been added to the Pay Value.
   - **Subtract** means that the adjustment shown has been subtracted from the Pay Value.
   - **Replace** means that the adjustment shown has replaced the Pay Value.
3. To cancel an existing adjustment, select None. Now you can enter a new adjustment, if necessary.
4. To enter a new adjustment, select Add, Subtract or Replace. You can only select Add or Subtract if the Pay Value is numeric.
5. Enter the value to add to, subtract from, or replace the existing Pay Value entry.
6. Save the change.

## Deleting Element Entries

You can delete element entries in the Element Entries window.

### To delete a nonrecurring element entry:

1. Set your effective date to any date within the payroll period for which the entry exists.
2. Click on the entry to select it, choose Delete Record, and save.

### To delete a recurring element entry:

1. Set your effective date to any date within the payroll period for which the entry exists.
2. Click on the entry to select it and choose Delete Record.
3. Choose Purge in the dialog box that displays, and save.

**Note:** Your ability to purge element entries is controlled by the user profile option HR: Purge Element Entry Permission, which is set by your system administrator. You may be able to purge all element entries, entries of information elements only, or none.

### Deleting Processed Entries

You can delete an element entry that the payroll run has processed. You receive a warning message. This does not remove the payroll run results so you can consult these for a complete record of payroll processing and payments.

To reprocess corrected element entries from the past, run the retropay processes.

See: Setting Up RetroPay, *Oracle HRMS Payroll Processing Management Guide*.

## Listing Employees by Element

In the List Employees by Element window, you can view a list of the employees with entries to an element in any period of time you choose. You can also see the *last* entry value (in that time period) for each assignment.

**Note:** If your system administrator has customized this window, you may be restricted to selecting elements of a certain processing type or element set.

### To view a list of employees receiving an element:

1. Select an element.
2. Select Current Employees, Ex-employees, or both.
3. You can also enter a date range. Both date fields default to your effective date.
4. Choose the Find button.
5. You can enter additional query criteria in the Element Entries region. For example, click in an Entry Value field, choose View > Query by Example > Enter, enter a value, and run the query.

   The Element Entries region displays all entries of the element for employees of the type you selected in the chosen time period.

   **Note:** This window does not display datetracked updates to recurring element entries. You only see the *latest* value (within your chosen time period) of each element entry. The date of the last

datetracked update may vary from employee to employee. The Start and End Date fields in the Element Entrues region show the dates of the last update.

## Viewing Element Entry History

In the View Element Entry History for Employee window you can view, for a single employee assignment, a history of entries for:

- One element
- All recurring elements, all nonrecurring elements, or both
- Elements from a selected classification

> **Note:** If your system administrator has customized this window, you may be restricted to viewing elements of a certain processing type or element set.

### To view element entry history for an employee:

1. Enter your selection criteria. You can:
   - Select a classification.
   - Select a processing type.
   - Enter a date range. The end date defaults to your effective date.
2. Place your cursor in the Element Name field and run the query.

   The window displays all entries of the types of element you selected within the time period, including datetracked updates to entries. New entries are shown in bold to contrast with datetracked updates, which are listed under the initial entry.
3. Select an entry and choose the Entry Values button to view the entry values.

## Configuring the HR/Payroll Extracts

Oracle HRMS supplies the following seeded HR/Payroll extract definitions:

- Global HR/Payroll Extract
- Global HR/Payroll Information Changes (Single Record)

**Mexico Users**: For configuration instructions, refer to the "Oracle HRMS for Mexico - Payroll System Extract for SUA - Voluntary Contributions" whitepaper (MetaLink ID #336495.1).

**US Users**: You can also use the following predefined US HR/Payroll extracts:

- US HR/Payroll Extract
- US HR/Payroll Information Changes (Single Record)
- US HR/Payroll Information Changes (Multi-Record)
- US HR/Payroll Loan Re-Payment
- US HR/Payroll Pension CatchUp
- US HR/Payroll Pension EE Contribution
- US HR/Payroll Pension EE Def. Comp Pre-Tax Contribution
- US HR/Payroll Pension ER Match

To configure the extracts for your own reporting needs, copy and modify them as follows.

1. Use the copy function within the system extract to copy the predefined extract you want to modify. In the extract Definition window, query the seeded extract definition, enter a prefix in the New Extract Prefix field, and choose the Copy Extract button.

2. Edit the copies of the following sample formulas to perform the processing you require:

| Data Element | Fetched Value | Formula to Edit |
|---|---|---|
| Sample Element Entry Value | The run result value of any payroll element's input value | PAY_GLOBAL_PEXT_GET_ELE_ETRY_VALUE |
| Sample Balance Value | The value of any balance specified in the formula | PAY_GLOBAL_PEXT_GET_BALANCE_VALUE |

**US Users**: If you are using the US extracts, update the following formulas to extract the balance or input values you want to extract:

- PAY_US_PEXT_GET_ELE_ETRY_VALUE

- PAY_US_PEXT_GET_BALANCE_VALUE

3. Modify the extract layout definition to change the data elements that the extracts include and the format of the extract definitions.

   See: Defining an Extract Layout, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

4. Modify the extract criteria profile to change the extract criteria. The extract criteria you select determine the data that the application extracts to your reports.

   See: Defining an Extract Criteria Profile, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

   To define the extract criteria profile for the extract for changes, you must enable the change events in the Application Utilities Lookups window. Query the Lookup type BEN_EXT_CHG_EVT and select Enabled for the change event.

5. Create the extract definition to set the parameters for the extract.

   Your extract definition includes an extract criteria profile and an extract layout definition that you have already defined. It also includes other parameters needed for the extract batch process, such as the output directory and file name of the extract file.

   See: Defining a System Extract, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

6. If you have more than one element to report on, create an element set and specify the set name as one of the parameters of the extract process. For example, if you want to report on several pension plans together, create an element set.

   See: Defining an Element or Distribution Set, page 1-53.

   > **Note: US Users**: If you are configuring the US extracts for a pension plan, include only the primary pension elements in the element set. Do not include other pension elements such as Catchup, After-Tax, or ER Match. You can include in the element set only those elements that you created using the Deduction window. The elements you include in the set must be of the same type. You cannot combine 401k, 403b, and 457 elements in the same set.

7. The Global Extracts concurrent programs are currently available for US and UK responsibilities only. To allow other users to run these programs from the Submit Request window, add the relevant programs to the request group for their responsibility.

## Running the HR/Payroll Extracts

Using the HR/Payroll extracts you can extract employee and payroll data, such as the details of earnings, deductions, and information elements for reporting purposes.

Use the Submit Request window to run the HR/Payroll extract you require.

### To run the Extracts:

**Mexico Users**: To run the extracts, refer to the "Oracle HRMS for Mexico - Payroll System Extract for SUA - Voluntary Contributions" whitepaper (MetaLink ID #336495.1).

1. Select Global HR/Payroll Outbound Interfaces in the Name field.

   **US Users**: To run a US HR/Payroll extract select US HR/Payroll Outbound Interfaces.

2. Click in the Parameters field to open the Parameters window.

3. Select the extract you require. You can choose from the following predefined extracts or from the copies of the extracts you have modified.

   - Global HR/Payroll Extract (full-profile extract)
   - Global HR/Payroll Information Changes (Single Record)

   **US Users**: To run a US HR/Payroll extract, choose from the following predefined extracts or from the copies of the extracts you have modified:

   - US HR/Payroll Extract
   - US HR/Payroll Information Changes (Multi-Record)
   - US HR/Payroll Information Changes (Single Record)
   - US HR/Payroll Loan Re-Payment
   - US HR/Payroll Pension CatchUp
   - US HR/Payroll Pension EE Contribution
   - US HR/Payroll Pension EE Def. Comp Pre-Tax Contribution
   - US HR/Payroll Pension ER Match

4. Select the appropriate reporting options.

   The reporting options available for the full-profile extract are:

- Details - provides details of each assignment action for an assignment
- Summary - provides a summary of all assignment actions for an assignment for a given period

The reporting options for the extract for changes are:

- All Employees - provides details of all employees in the organization
- Employees Enrolled in Plan - provides details of only those employees who are enrolled in a specific plan

5. In the Selection Criteria field, select either Element Name or Element Set.
6. Do one of the following:
   - Select the element name.

     **Note: US Users**: If you are running US extracts, this should be one of the primary deduction elements you would have created for the 401(k), 403(b), and 457 plans.

   - Select the element set name.
7. Enter the dates for which you want to generate the report.
8. Select a value for one or more of the following parameters to restrict the employees included in the extract:
   - Payroll
   - Consolidation Set
   - Organization
   - Person Type
   - Location
9. Click OK then Submit.
10. View the output in the Extracts Results window.
11. View the change events that have occurred to a person or modify the change event log using the Change Event Log window.
12. Run the Extract Write Process to write the results of the extract to the file you

specified in your extract definition.

# Compensation Objects

## Plan Design

Your plan design defines, categorizes, and helps you to manage the benefits that you offer to your employees and other eligible participants. The plan design is the domain of the benefits practitioner who uses the product to define the structure and elements of the benefits offering and the rules that administer these benefits.

At its core, the plan design determines the benefits that eligible participants may receive. Examples of such benefits include health and welfare plans, savings plans, and group term life insurance.

You structure your benefits offerings according to a hierarchy so that the rules and definitions that are set at the top level (the program) cascade to the benefits at the bottom level (the options in the program).

Your plan design also includes eligibility definitions and enrollment requirements, and the activity rates calculations that determine the contributions and distributions associated with a plan.

### Compensation Objects

Central to benefits administration are the compensation objects that you use to define, categorize, and manage the benefits that you offer to eligible participants. The four compensation object types that you use to structure your benefits offerings are programs, plan types, plans, and options.

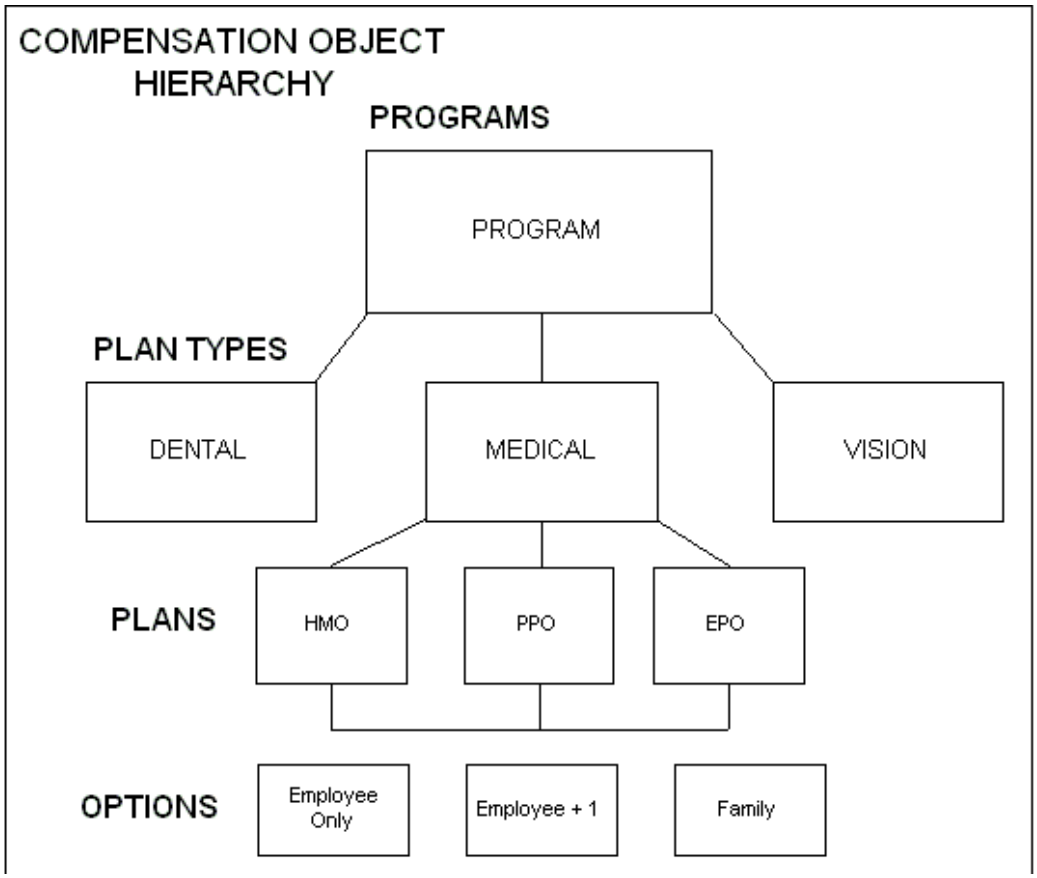
Defining compensation objects is a key part of your overall plan design that includes defining eligibility and enrollment requirements, plan year periods, activity rates, and other elements of benefits management.

- The hierarchical structure of compensation objects
- Viewing a program structure that you have defined

### Hierarchical Structure of Compensation Objects

Compensation objects are designed hierarchically so benefits that share similar features can be defined in similar ways. You build this hierarchical structure by defining attributes of the different compensation objects and then linking the components into a hierarchy.

**Compensation Object Hierarchy**




A description of the four compensation objects follows:

**Program:** A package of benefits offerings. Programs are important because they set the boundaries for the benefits you offer. You define many administrative procedures and rules at the program level.

**Plan Type:** A grouping of similar benefits offerings to facilitate their management. Example plan types include medical, dental, employee group life insurance, and savings.

**Plan:** A formally defined benefits offering that a participant can elect, such as a medical plan.

**Option:** A level of coverage for a participant's election, such as Employee Only for a medical plan, or 2x Salary for a life insurance plan.

Attributes set at the program level are inherited by each level of the compensation object hierarchy. However, if these same attributes are set at a lower level in the hierarchy, the compensation object inherits those attributes set at the lowest level at or above its level. A compensation object never inherits attributes set at a lower level in the compensation object hierarchy.

## Program Structure Terminology

Before you set up a benefits program, you should familiarize yourself with fundamental terms that refer to associations between the four compensation objects. Whether or not you choose to link compensation objects together depends on your eligibility rules and the breadth of benefits that you offer to your participants. The table below outlines the programme structure terminology:

### Programme Structure Terminology

| Terminology | Description |
|---|---|
| **Program** | Any program, regardless of whether that program has been associated with any other compensation objects. |
| **Plan Type** | Any plan type, regardless of whether that plan type has been associated with a program. |
| **Plan Type in Program** | A plan type that has been associated with a program. |
| **Plan** | Any plan, regardless of whether that plan has been associated with a program. |
| **Plan in Program** | A plan that has been associated with a program. |
| **Not in Program Plan** | A plan that has *not* been associated with a program. |
| **Option** | Any option, regardless of whether that option has been associated with a plan. |
| **Option in Plan** | An option that has been associated with a plan. |

## Compensation Object Definition

You define your compensation objects in the order below. As you define objects in the hierarchy, you associate objects together to form your program structure.

1. Define plan types.

2. Define options.

3. Associate options with plan types.

4. Define plans.

5. Associate options with plans.

6. Associate plans with plan types.

7. Identify which plans are not part of a program.

8. Define programs.

9. Associate plans and plan types with programs.

For example, let's say you want to define the medical plans offered by a benefits program you are administering. You first define the *plan type* of medical. Then, you define the coverage *options* available for the medical plan type, such as Family and Employee only.

Next, you define the medical *plans* in the plan type, such as an HMO or a PPO offering. Lastly, you associate the plans or plan type with a *program* that groups together a variety of plans and plan types into a single benefits offering.

## Plan Types

You define plan types as categories of benefits grouped according to the type of benefit provided. Common plan types include medical, employee group life insurance, and savings.

Plan types are used to record administrative rules for all benefits of the same type. When you define a program that groups plans together, you specify parameters that control how plans of the same plan type behave.

Plan types are the most stable of the four compensation objects. Once you define the plan types that you need to support your benefits offerings, you rarely need to modify them.

## Options

You can define options for many purposes, but commonly you do so to define coverage available under one or more plans.

Options are re-usable. Once defined, you can associate an option with one or more plans. When you associate an option type with a plan type, you make options of that type available for selection to all plans in that plan type.

For example, you could define the options Employee Only, Employee Plus Spouse, and Employee Plus Family and then associate each option with the plan types of Medical, Dental, and Vision.

## Designation Requirements for Options

Some benefits plans require that dependents and beneficiaries covered by an option are a specific familial relation to the primary participant. You can limit the relationship types covered under an option by defining a relationship group that includes specific types of people. Group relationship types include:

- Children
- Domestic partner
- Family
- Nonpersonal

Within a group relationship, you define which relationship types apply to the group. For the group relationship of Children, you might include the relationship types:

- Adopted child
- Natural child
- Step child

You can also limit the number of dependents covered by an option. A designee that does not meet the designation requirements for an option is not eligible for coverage under that option.

## Plans

You define a plan as a formal benefits offering. Your organization may define medical, dental, and savings plans among many others.

Your plan definition consists of:

- The kind of plan you are defining and its plan type
- The eligibility profile that controls who is eligible for the plan
- The plan's activity reference period
- The options in the plan
- The plan year

In addition to these definitions, there are a variety of other factors that you include when defining a plan. However, these are some of the most common.

## Programs

You define programs in order to group benefits together as a package. Your program definition consists of:

- The plan types and plans in the program
- The eligibility profile that controls who is eligible for the program
- The program year period
- For Advanced Benefits customers, the life events that enable enrollment in the program

Programs are important because they set the boundaries for what benefits are offered to your employees and other eligible participants. Also, it is at the program level that you define many administrative procedures and rules, such as eligibility requirements that cascade to the plan types, plans, and options in the program.

You define currency types at the program level. A plan in program must inherit the program's currency definition. You cannot associate a plan with more than one program if those programs use different currency types.

For Advanced Benefits users, you can specify the valid reasons for waiving out of waivable plan types in a program. You can then define the waive certification that you accept for each valid waive reason.

## Program Structure Display

You use the Hierarchy window to display the program structure that you have created. The program structure shows how plan types, plans and options are grouped hierarchically in your program.

You can display four views of a program's structure. Each view displays data by program year or plan year and by effective date.

**Plans in Programs:** Displays all programs, and under each program, its plan types, the plans in each of these plan types, and the options in each of these plans. This is the most comprehensive view.

**All Plans:** Displays all plan types, the plans in each of these plan types, and the options in each of these plans.

**Plans Not In Programs:** Displays those plans types that contain the not in program plans, the not in program plans in each of these plan types, and the options in these not in program plans.

**Options In Plans:** Displays all active options, the plans that use these options, and the programs that use these plans.

## Program and Plan Year Periods

You define program and plan year periods--as well as fiscal years--using the calendar start and end dates through which programs or plans are in effect.

Once you define a year period, you associate it with the appropriate program or plan.

## Integration with Authoria HR (US and UK)

You can establish context-sensitive information access between Oracle HRMS and the third party information product Authoria HR.

Authoria HR uses a common knowledge repository to manage and communicate HR and benefits information. Once you set up a total compensation plan, you can configure links between Oracle HRMS and Authoria HR. End users can click on links in Total Compensation windows and self-service pages to display context-sensitive Authoria HR documentation.

You can configure the following windows in the Professional User Interface for Authoria HR:

- View Enrollment Results window
- View Participation Information window
- Flex Program window
- Non-Flex Program window
- Savings Plan window
- Miscellaneous Plan window
- Person Life Events window

You can configure the following self-service pages for Authoria HR:

- Benefits Enrollment Overview page
- Current Benefits page
- Confirmation page
- Benefits Selection page

See Configuring Links Between Oracle Standard and Advanced Benefits and Authoria HR, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

### Reimbursable Goods and Service Types

In addition to traditional benefits offerings, such as health and welfare and savings plans, you can define goods and services that your organization approves for reimbursement.

You can use this feature to define flexible spending account plans or to define other reimbursable goods and services, such as a medical insurance claim form, a monthly invoice from a registered dependent care provider, a cash award, or a wall plaque.

### Reimbursement Plans

Flexible Spending Accounts (FSAs) and other plans that reimburse participants for certain incurred expenses have special plan design features. You define information that is specific to reimbursement plans after you perform basic plan set up tasks, such as defining a plan's eligibility requirements.

> **Note:** When you set up the coverage for a flexible spending account, select a coverage calculation method of *Same As Annualized Elected Activity Rate* so that the participant receives the amount of coverage they elected for the year.

## Plan Design Copy

Plan Design Copy enables you to copy program and plan design data that you have already entered into an Oracle HRMS database. The copy process creates a new instance of the compensation object and its associated child records.

> **Note:** The Copy Process does not copy person related records, only plan design data.

You can use Plan Design Copy to save time during your implementation by avoiding repetitive data entry where plan design components are similar or identical. For example, you can copy a base plan, then makes changes to the new plan with the applications windows you used to create the base plan.

Plan Design Copy is available to all Oracle HRMS customers and does not require a license for Self-Service or Advanced Benefits. You can use Plan Copy for any plans that you administer using the Total Compensation data model, including:

- Standard and Advanced Benefits Programs and Plans
- Compensation Workbench Plans
- Individual Compensation Distributions Plans

- Absence Plans

When you copy a program or plan, the copy process copies the compensation object and plan design data associated with the object stored in benefits tables. For example, if you copy a program, the copy process also copies:

- Plan types in program
- Plans in program
- Options in plan
- Participant and dependent eligibility profiles
- Enrollment requirements
- Life events
- Standard and variable rate calculations
- Coverage and premium calculations
- Flex Credit calculations and benefit pools (Advanced Benefits)
- FastFormulas (however, the process does not verify the formula or copy any functions called by the formula)

For a list of items that the copy process does not copy, see: Exceptions to the Copy Process, page 1-85

## Copy Target

You can copy a compensation object and its child records to the same business group or to a different business group.

You can also **export** a program or one or more plans into a flat file. Exporting a compensation object is useful if you want to transfer a plan design between database instances, for example, between a test and a production database. You export a plan design by selecting Export to File on the Select Target page.

You import the file into the database through a concurrent request and then complete the transaction using Plan Design Copy.

See: Importing a Plan Design From a File, page 1-128

## Reuse of Existing Child Objects

Child objects are components of a plan design that you attach to a higher level object, such as a plan in a program or an activity rate attached to an option.

You can reuse child objects that exist in your target business group. For example, you may want to reuse a plan that is shared between two programs rather than maintaining two versions of the same plan.

You can choose how the copy process functions when duplicate objects exist in the target database. You can:

- Reuse existing objects if objects with the **current name**in the source business group exist in the target business group.
- Reuse existing objects if objects with the**new name**formed by adding a prefix or suffix to the current name exist in the target business group.
- Create new objects without reusing duplicate objects.

Application of these rules--along with certain exceptions required by the Total Compensation data model--are documented below.

## Copy Within a Business Group

When you copy a plan design within a business group, a prefix or suffix is **mandatory**. Top level objects that you copy (such as a program or plan not in program) must be unique within the business group.

If you reuse objects with the **current name** in the business group, the copy process:

- Creates top level objects with a new name based on the prefix or suffix you supply.
- Generates an error if top level objects exist with the new name based on the prefix or suffix you supply.
- Reuses child objects with the current name or, if no objects are found, creates child objects with the current name.
- Creates activity rate objects with the new name.

If you reuse objects when the **new name** exists in the business group, the copy process:

- Creates top level objects with the new name.
- Generates an error if top level objects exist with the new name.
- Reuses child objects with the new name or, if no objects are found, creates child objects with the new name.
- Reuses life event reasons and FastFormulas with the new name. If the process does not find an object with the new name, it reuses an object with the current name. If it does not find an object with the current name, it creates an object with the new name.

If you **do not reuse** existing objects, the copy process:

- Creates top level and child objects with the new name.
- Generates an error if top level or child objects exist with the new name.
- Reuses life event reasons and FastFormulas with the current name, or, if no objects are found, creates objects with the new name.

## Copy to a Different Business Group

When you copy a plan design to a different business group, a prefix or suffix is **optional** .

If you reuse objects with the **current name** in the different business group, and you do not enter the optional prefix or suffix, the copy process:

- Creates top level objects with the current name.
- Generates an error if top level objects exist with the current name.
- Reuses child objects with the current name or, if no objects are found, creates child objects with the current name.

> **Note:** If the copy process finds a child record with a different name, but the same sequence number (such as for eligibility profiles or options in plan), the process generates an error.

If you reuse objects with the **current name** in the different business group, and you enter a prefix or suffix, the copy process:

- Creates top level objects with the new name.
- Generates an error if top level objects exist with the new name.
- Reuses child objects with the new name or, if no objects are found, creates child objects with the new name.
- Creates activity rates with the current name if rates with the current name are not found. If rates with the current name are found, the process creates rates with the new name. If the process finds existing rates with the new name, the process generates an error since activity rate names must be unique.
- Reuses life event reasons and FastFormulas with the current name or creates objects with the new name.

If you reuse objects when the **new name** exists in the different business group, the copy process:

- Creates top level objects with the new name.
- Generates an error if top level objects exist with the new name.
- Reuses child objects with the new name or, if no objects are found, creates child objects with the new name.
- Reuses life event reasons and FastFormulas with the new name. If the process does not find an object with the new name, it reuses an object with the current name. If it does not find an object with the current name, it creates an object with the new name.

If you **do not reuse** existing objects in the different business group, and you do not enter the optional prefix or suffix, the copy process:

- Creates top level and child objects with the current name.
- Generates an error if top level or child objects exist with the current name.
- Reuses life event reasons and FastFormulas with the current name, or else creates objects with the current name.

If you **do not reuse** existing objects in the different business group, and you enter a prefix or suffix, the copy process:

- Creates top level and child objects with the new name.
- Generates an error if top level or child objects exist with the new name.
- Reuses life event reasons and FastFormulas with the new name. If the process does not find an object with the new name, it reuses an object with the current name. If it does not find an object with the current name, it creates an object with the new name.

## Exceptions to the Copy Process

The copy process does not copy:

- Non-benefits data, such as HR and Payroll data referenced by your plan design. You must map this data to targets in the new business group as part of the copy process.
- Regulations
- Person changes and related person changes for life event reasons. The process copies the top level of your life event reason definition, but you must reselect the table and column names that define the data change.

- Eligibility and variable rate criteria based on enrollment in another plan, the People Group flexfield, or status as a COBRA Qualified Beneficiary (US).

- Functions called by FastFormulas you have written. Nor does the process verify the formula. The copy process does, however, copy the formula and its associated code.

> **Note:** If a Lookup Type used in your plan design changes from Extensible to System (due to an application upgrade), and you have added new codes to the Lookup Type, the process will not copy the plan design. In this case, you must remove any codes you have added to the Lookup Type before you can copy the plan design.

#### Activity Rates and Combination Plans

Because you link activity rates to compensation objects, activity rates must be unique to the compensation object. Therefore, whenever possible, the activity rate is copied with the prefix or suffix that you supply. Activity rates include:

- Standard rates
- Flex credits
- Benefit pools
- Coverage calculations
- Actual Premiums

Combinations always include a program (plans in program, plan types in program, or options in program) thus the program must have a unique name.

## Special Requirements for Plan Design

Certain types of plans have special requirements that you should know about before you begin to record your plan design in the system. These special plans include flex credit plans, flexible spending accounts, life insurance plans, and imputed income plans.

### Flex Credits Plans (Advanced Benefits)

If you are offering a flex credit plan, you must set up a flex credits program, even if there is only one plan for which you offer flex credits.

### Flexible Spending Account Plans (Advanced Benefits)

If you want to identify reimbursable goods and services for FSAs, you must set up these

accounts as separate plans, rather than as separate options within an FSA plan. You cannot associate goods and services at the option level. Examples of FSAs include US health care and dependent care plans.

## Imputed Income Plans (US)

When you administer a plan that is subject to imputed income there are certain requirements that you need to follow during your plan design.

You must create two plans, one that is subject to imputed income and a second plan, called a *placeholder plan*, that you use to record the imputed income calculation. You can have only one placeholder plan per program, or a placeholder plan can be linked to multiple programs.

- Select the person type that is Subject to Imputed Income in the General tabbed region of the Plans window. Choose participant, spouse, or dependent based on the person type covered by this plan.
- Select the person type for which you are recording imputed income in the placeholder plan using the Imputed Income Type field in the Restrictions tabbed region of the Plans window.
- Select an Age to Use code in the Age tabbed region of the Derived Factors window based on the person type covered by the plan when you define the derived factor.
- You can define only one imputed income plan in a program.
- You can associate an imputed income plan with more than one program.
- You cannot link an eligibility profile to the imputed income placeholder plan.

> **Note:** By default, the imputed income calculation assumes that the employer pays 100% of the benefit, and the benefits system does not subtract employee contributions from the calculation. However, you can set the BEN:Imputed Income Post Tax Deduction profile to Y so that the imputed income process deducts the sum of all standard rates defined as Subject to Imputed Income with a Tax Type of After Tax and an Activity Type of either Employee Payroll Contribution, Employee Individual Contribution, or Employee Plan Contribution.

## Life Insurance Plans

If you offer dependent and spousal life insurance, and you limit the level of dependent or spousal coverage as a percentage of the employee's life insurance coverage, system processing requires that you set up three plans (Employee Life Insurance, Spousal Life Insurance, and Dependent Life Insurance) and associate them with corresponding plan

types (Employee Life Insurance, Spousal Life Insurance, and Dependent Life Insurance).

### Considerations for Associating a Plan with a Program

When you define a benefits plan, it is not necessary that the plan be placed in a program. However, there are advantages to associating a plan with a program. In general, a plan belongs in a program when:

- Participants typically enroll in the plan at the same time they enroll in other plans in the program.
- Participation eligibility requirements defined for the program also apply to the plan.

In general, a plan does not belong in a program (termed a "not in program plan") when:

- Participants typically enroll in the plan at a different time than other plans in the program.
- Participation eligibility requirements defined for the program differ substantially from those defined for the plan.
- The benefits the plan provides differ substantially from the benefits provided by other plans in the program.

### Currency Definition for Multinational Organizations

You define currency types at the program level. A plan in program must inherit the program's currency definition. You cannot associate a plan with more than one program if those programs use different currency types.

For example, let's say your organization defines two programs, a US Benefits Program and a Canadian Benefits Program. You must define different currency types for these two programs.

Accordingly, you must define two employee stock purchase plans: the US Employee Stock Purchase Plan and the Canadian Employee Stock Purchase Plan to accommodate the different currency types of the programs with which they are associated.

## Reporting Groups

A reporting group is a collection of programs and plans that you group together for reporting purposes, such as for administrative use or to meet regulatory requirements.

At the plan level, you can define the regulatory bodies and regulations that govern a reporting group.

For each regulatory body that you link to a plan, you can define how the regulatory

body governs that plan. You can also record the date the plan was qualified by the regulatory body and the approved termination date if the regulatory body does not recognize a plan's qualifications after a certain date. An approved termination date is typically defined when a reporting group must be re-evaluated by the regulatory body on a periodic basis.

Since US benefit plans are subject to federal nondiscrimination testing requirements, you may define special FastFormula rules to help determine compliance with these regulations. You can define the following rules:

**Contribution Nondiscrimination** is used to identify those participants who cause the plan to be out of compliance with contribution nondiscrimination provisions.

**Coverage Nondiscrimination** is used to identify those participants who cause the plan to be out of compliance with coverage nondiscrimination provisions.

**Five Percent Owner** is used to determine those participants who are 5% owners of the business.

**Highly Compensated Determination** is used to determine those participants who are highly compensated in the context of the plan for nondiscrimination testing purposes.

**Key Employee Determination** is used to determine those participants who are key in the context of the plan for nondiscrimination testing purposes.

## Defining a Benefits Program

You use the Programs window to date effectively create and maintain your program design. Many of the values that you set at the program level cascade to the plan types, plans, and options that you define and associate with this program.

### To define general characteristics of a program:

1. Enter a unique Program Name starting with a letter of the alphabet (not a number or symbol).

2. Enter a Description of the program.

3. Select the Program Status.

   **Pending:** No participants are actively enrolled in plans in this program, but could be in the future if you change this program's status to Active. Select the Pending status when setting up a program that possibly may not become Active.

   Eligibility processes operate on pending programs in "evaluate-only" mode, and do not create active records.

   **Active:** Eligible persons currently may be enrolled in plans in this program.

   **Inactive:** Current participants can remain in plans in this program, but no new participants can enroll in plans in this program.

**Closed:** No participants are enrolled in any plans in this program, nor will any enroll in the future (unless you reactivate the program).

4. For Advanced Benefits users, enter the alphanumeric identifier in the IVR field that a participant uses to identify this program using interactive voice response or telephony technology.

5. Select a Program Type for this program.

6. Select an Activity Reference Period to specify the time period in which the system expresses activity rates for all plans in this program.

7. Select a Program Group to group this program with other programs for reporting purposes.

8. Select an Enrollment Rate/Frequency. This is the rate that is communicated to participants.

   - Select Estimated Per Pay Period to calculate the element entry based on a fixed number of pay periods, 52 for weekly and 26 for bi-weekly pay periods.

9. Select the standard monetary Currency for all plans in this program.

10. Enter a URL in the Web Address field to create a hypertext link from the program name on an Oracle Self-Service Human Resources benefits enrollment web page to a URL containing information about this program. This URL can reside on an intranet or the World Wide Web.

11. For US customers, select the level at which you are administering COBRA programs in the Determine Enrollment Period Level field.

    - Select Program if your COBRA administration rules are set at the program level and apply to all plan types and plans in the COBRA program.

    - Select Plan Type in Program if your COBRA administration rules vary between the plan types in the COBRA program.

12. Select a Family Member Code or rule to indicate the kind of family members that must be recorded in a participant's contact record in order for the participant to be eligible for this program.

### Defining Eligibility and Override Parameters for a Program

You use the check boxes in the General tabbed region of the Programs window to set eligibility and override parameters for a program.

### To define eligibility and override parameters for a program:

1. Check the Participation Eligibility Override Allowed field to enable an override using the Participation Override window.

   Checking this field is necessary if you want to allow plan participation under special circumstances, such as a negotiated benefits package for a new hire.

   **Important:** All plans and options in this program inherit this setting unless you specify differently at the plan or option in plan levels.

2. Check the Use All Assignments for Eligibility field to inform the system to consider all of an employee's active assignments (rather than just the primary assignment) when determining eligibility for this program.

3. For Advanced Benefits users, check the Track Ineligible Person field to cause the system to track persons who are found ineligible for participation in this program when the Participation process is run.

   **Note:** You use the View Participation Information window to view the compensation objects for which a participant is either eligible or ineligible.

   **Note:** You must check this field if you determine benefits eligibility based on temporal factors, such as age or length of service.

4. Check the Use All Assignments for Rates field to inform the system to consider all of an employee's active assignments (rather than just the primary assignment) when determining activity rates for the plans and options in this program.

5. Save your work.

## Associating Plans and Plan Types with a Program

You use the Plan and Plan Type window to put one or more plans or plan types into a program.

### To associate a plan or plan type with a program:

1. Enter or query the program to which you are adding a plan or plan type in the Programs window and choose the Plans and Plan Types button.

2. Choose the Plans tabbed region to add a plan to the program.

3. Choose the Plan Type tabbed region to add a plan type to the program.

   **Note:** When you link a plan type to a program, you must still link the plans in that plan type to the program using the Plans tabbed region.

4. Enter a Seq (sequence) number for a plan or plan type you are associating with this program.

   **Note:** You enter a sequence number to define the order in which the compensation object appears in an enrollment window. Advanced Benefits customers can use sequence numbers to control the interim coverage assigned when an election is suspended.

5. Select the Plan or Plan type that you are associating with this program.

6. For Advanced Benefits users, enter the alphanumeric identifier in the IVR field that participants use to identify this plan or plan type using interactive voice response or telephony technology.

7. Select the Status of this plan or plan type.

   **Active:** Participants can enroll in this plan or the plans in this plan type.

   **Pending:** No participants are actively enrolled in this plan or plan type, but could be in the future if you change its status to Active. Eligibility processes operate on this compensation object in "evaluate-only" mode, but do not create active records. Select the Pending status when setting up a plan or plan type that might not become Active.

   **Inactive:** Current participants can remain enrolled in this plan or the plans in the plan type, but no new participants can enroll.

   **Closed:** No participants are enrolled in this plan or the plans in this plan type, nor will any enroll in the future (unless you reactivate the program).

8. Enter a URL in the Web Address field to create a hypertext link from this plan or plan type name on an Oracle Self-Service Human Resources benefits enrollment web page to a URL containing information about this program. This URL can reside on an intranet or the World Wide Web.

9. Check the Waivable field in the Plan Types tabbed region if eligible persons can waive participation in all plans of this plan type.

10. For Advanced Benefits users, check the Track Ineligible Person field to cause the system to track persons who are found ineligible for participation in the plans and plan types in this program when the Participation Process is run. If you want to

track ineligibility, you must also check the Track Ineligible Person field for the program.

**Note:** You use the View Participation Information window to view the compensation objects for which a participant is either eligible or ineligible.

**Note:** You must check this field if you determine benefits eligibility based on temporal factors, such as age or length of service.

11. For Advanced Benefits users, check the Participation Eligibility Override Allowed field if you can override standard eligibility criteria for the plans and plan types in this program.

    Checking this field is necessary if you want to allow participation under special circumstances, such as a negotiated benefits package for a new hire.

12. Select a Family Member Code or rule to indicate the kind of family members that must be recorded in a participant's contact record in order for the participant to be eligible for the plans and plan types in this program.

13. Save your work.

## Defining Waive Reasons for Plan Types in a Program (Advanced Benefits)

You use the Program Waive Reasons window to specify the valid reasons for waiving out of waivable plan types in a program.

### To define waive reasons for a plan type in a program:

1. Enter or query the program for which you are defining plan type waive reasons in the Programs window.

2. Choose the Plan and Plan Type button then choose the Plan Type tabbed region.

3. Select a Plan Type and choose the Waive button.

4. Select a Waive Reason for waiving out of this plan type in this program.

5. Check the Default field if this waive reason is the default when an eligible person is waiving, but does not specify a reason.

6. Choose the Certification button to specify the waive certifications that you accept for a waive reason.

7. Select a Waive Participation Certification Type for this waive reason.

8. Check the Required field if this waive certification must be submitted for a participant to waive this plan type.

    - If special circumstances apply, select a Certification Required When Rule to specify when waive certification is required.

9. Check the Preferred field if this certification is preferred, but not required, for waiving out of this waivable plan type.

10. Check the Lack of Certification Suspends Enrollment field if failure to provide this certification results in a suspended election.

11. Save your work.

## Defining Participation Eligibility Criteria for a Compensation Object

You link eligibility criteria profiles to a compensation object to restrict eligibility for that benefit. You can also define participation start and end dates and required waiting periods that control when an eligible person can enroll in a benefit.

You can link participation eligibility criteria to a compensation object at the following levels in the compensation object hierarchy:

- Program (Program Participation Eligibility window)
- Plan type in program (Plan Type Participation Eligibility window)
- Plan in program (Plan in Program Participation Eligibility window)
- Plan (Maintain Plan Eligibility window)
- Option in plan (Maintain Options Eligibility window)

Follow the steps below regardless of the level or levels in the compensation object hierarchy at which you define participation eligibility.

See: Compensation Objects, page 1-74

### To define participation eligibility criteria for a compensation object:

1. Query or enter the compensation object for which you are defining participation eligibility requirements.

    **Note:** The window in which you query or enter the compensation object varies based on the level at which you define the

participation eligibility criteria.

2. Navigate to the appropriate Participation Eligibility window.
3. Select a Participation Start Date code or rule to define when a person becomes eligible for this compensation object.
4. Select a Participation End Date code or rule to define the date on which a person becomes ineligible for this compensation object.
5. Enter the period that an eligible participant must wait before enrolling in the Wait Period Value field.
   - Or, select a waiting period rule.
6. Select the unit of measure for the waiting period in the Wait Period UOM field.
7. Select a waiting period Date to Use Code or rule that defines the start date from which the waiting period is calculated.

   In the Maximum Enrollment block:

8. Enter a Value that represents the maximum length of time in which a participant can be enrolled in this compensation object.
9. Select the unit of measure of this value in the UOM field.
10. Select a rule if you use a formula to determine the maximum enrollment period for this compensation object.
11. Select a Determination Date Code or rule to indicate if the maximum enrollment period is determined from the participant's enrollment coverage start date or, for COBRA purposes, from the COBRA qualifying event date.
12. Select a value in the Applies To field if you want to limit the persons for whom the maximum enrollment period is applicable.
13. Save your work.

### To link an eligibility profile to a compensation object:

1. Query or enter the compensation object for which you are defining participation eligibility requirements.

   **Note:** The window in which you query or enter the compensation

object varies based on the level at which you define the participation eligibility criteria.

2. Navigate to the Eligibility window based on the level in the compensation object hierarchy at which you are defining eligibility.

3. Choose the Profiles tab and select an Eligibility Profile that determines eligibility to participate in this compensation object.

4. Check the Required field if a person must meet all of the criteria in this profile in order to be eligible to participate.

   **Note:** If multiple eligibility profiles are defined, a person must satisfy all profiles marked as Required, and at least one that is not marked Required.

5. Check the Score field if you rank a participant's eligibility for this compensation object relative to the total evaluated population.

6. Check the Track Score for Ineligible Person field if you want to compute the person's score even if they do not meet all required eligibility criteria.

7. Choose the Rules tab if you want to use a rule to determine participation eligibility *instead* of an eligibility profile.

   - Enter a Seq (sequence) number specifying the order in which the system processes this eligibility rule relative to any other eligibility rules for this compensation object.

   - Select an eligibility rule in the Rule field.

   - Check the Derivable Factors Available field if this formula uses derived factors to determine eligibility.

   - Check the Required field if a person must meet all of the criteria in this rule in order to be eligible to participate in this compensation object.

8. Save your work.

## Associating a Life Event Reason with a Compensation Object (Advanced Benefits)

You link a life event definition to a compensation object to restrict eligibility for that benefit to participants who experience that life event.

You can also define the participation start and end dates and required waiting periods that control when an eligible person can enroll in a benefit based on the occurrence of the life event.

You can link a life event definition to a compensation object at the following levels in the compensation object hierarchy:

- program (Life Event window)
- plan type in program (Life Event window)
- plan in program (Life event window)
- plan (Maintain Plan Related Details window, Life Events tabbed region)
- option in plan (Life Event Reason Impact on Eligibility window)

Follow the steps below regardless of the level or levels in the compensation object hierarchy at which you link a life event to a compensation object.

### To associate a life event reason with a compensation object:

1. Query or enter the compensation object for which you are defining participation eligibility requirements based on a life event.

   **Note:** The window in which you query or enter the compensation object varies based on the level at which you define the participation eligibility criteria.

2. Navigate to the Life Event window based on the level in the compensation object hierarchy at which you are defining eligibility based on a life event.
3. Select a Life Event.
4. Select a Participation Start Date code or rule to define when a person becomes eligible for this compensation object based on this life event.
5. Select a Participation End Date code or rule to define the date on which a person becomes ineligible for this compensation object based on this life event.
6. Check the Ignore Participation Override field to specify that the system ignore previously overridden participation eligibility results for this life event and re-determine eligibility.
7. Check the Overridable field to allow manual overriding of the eligibility results that the system calculates following this life event.

   Checking this field is useful when you want to allow special circumstances for

participation, such as a negotiated benefits package for a new hire.

8. Enter the period that an eligible participant must wait after experiencing this life event before enrolling in the Wait Period Value field.

   - Or, select a waiting period rule.

9. Select the unit of measure for the waiting period in the Wait Period UOM field.

10. Select a waiting period Date to Use Code or rule that defines the start date from which the waiting period is calculated based on this life event.

    In the Maximum Enrollment block:

11. Enter a Value that represents the maximum length of time in which a participant can be enrolled in this compensation object based on the occurrence of this life event.

12. Select the unit of measure of this value in the UOM field.

13. Select a rule if you use a formula to determine the maximum enrollment period for this compensation object.

14. Select a Determination Date Code or rule to indicate if the maximum enrollment period is determined from the participant's enrollment coverage start date or, for COBRA purposes, from the COBRA qualifying event date.

15. Select a value in the Applies To field if you want to limit the persons for whom the maximum enrollment period is applicable based on this life event.

16. Select a Family Member Code or rule to indicate the kind of family members that must be recorded in a participant's contact record in order for the participant to be eligible for this compensation object based on this life event.

17. Choose a value in the Eligible/Ineligible field that indicates if the occurrence of this life event results in a person's being eligible or ineligible to participate in this compensation object.

18. Save your work.

## Associating an Organization with a Benefits Program

You use the Organizations tabbed region of the Programs window to identify organizations, such as third party administrators or benefits suppliers, that provide services to your benefits program.

### To associate an organization with this program:

1. Query or enter a program in the Programs window and choose the Organizations tabbed region.
2. Select an Organization that provides goods or services for this program.
3. Enter a customer identifier number for this organization in the Customer field.
4. Enter the Policy or Group identifier for this organization.
5. Enter a description of the roles and responsibilities of this organization in the Organization Roles field.
6. Save your work.

## Associating Reporting Groups with a Program

You use the Report Groups tabbed region of the Programs window to associate a benefits reporting group with a program.

See: Defining a Reporting Group, page 1-130

### To associate a benefits reporting group with a program:

1. Query or enter a program in the Programs window and choose the Report Groups tabbed region.
2. Select the Name of the reporting group you use to report on this program.
3. Add this program to more reporting groups by selecting additional groups, as needed.
4. Save your work.

## Associating Program or Plan Year Periods with a Program

You use the Periods tabbed region of the Programs window to associate one or more year periods with a program. Year periods are defined using the Program/Plan Year Periods window.

See also: Defining a Program or Plan Year Period, page 1-120

### To associate a year period with a program:

1. Query or enter a program in the Programs window and choose the Periods tabbed region.

2. Enter the Seq (sequence number) of the year period you are associating with this program.

3. Select a Start date for this year period.

   The End date for this program year period automatically displays.

4. Save your work.

## Defining Plan Types

You use the Plan Types window to date effectively define, update, and delete or end-date plan types.

### To define a plan type:

1. Enter a unique Name for the plan type you are defining.

2. Select an Option Type to classify the options you associate with this plan type.

3. For Advanced Benefits users, enter the alphanumeric identifier in the IVR field that participants use to identify this plan type using interactive voice response or telephony technology.

4. Select a Compensation Category that classifies the benefit provided by the plans and options in this plan type.

   **Note:** You can use this information in system extracts that you send to benefits carriers and other third party agents.

5. Select a Self Service Display format of horizontal or vertical to control how you display the plans and options in a self-service enrollment form.

   **Note:** The display format defaults to horizontal.

   In the Enrollment block:

6. Enter the Minimum number of plans in this plan type in which an eligible person can be enrolled simultaneously or check the No Minimum field if there is no minimum.

7. Enter the Maximum number of plans in this plan type in which an eligible person can be enrolled simultaneously or check the No Maximum field if there is no maximum.

8. Save your work.

## Setting Up Spending Account Plans for Forfeitures (Advanced Benefits)

For spending account plans--or other plans that offer reimbursements or distributions--you can set up Oracle HRMS so that a participant's unspent contributions or credits are forfeited back to your enterprise.

At the end of a plan year (or similarly defined period), Oracle Advanced Benefits customers schedule the Process Forfeitures concurrent request to calculate and record the total forfeited amount for each participant in a spending account plan.

You set up benefits balances--maintained manually using the Benefits Balances window--or use defined balances maintained by Oracle Payroll to record participant contributions and distributions.

> **Note:** Depending on your plan design, the Process Forfeitures concurrent request calculates forfeitures based on either the participant's total contributions for the year or the participant's year to date contributions. The forfeitures process determines the forfeited amount based on the value stored by the balance.

Follow this process to set up a reimbursement plan for forfeiture processing. As a prerequisite, you should have already defined the plan using the Plans window.

### To set up reimbursement plans for forfeitures:

1. Set up your contribution and distribution balances.

   To process forfeitures, each participant must have a separate contribution and distribution balance. Oracle Payroll customers can use defined balances to record totals automatically.

   If you do not use Oracle Payroll, you must manually maintain a contribution and distribution benefits balance for each participant.

   See: Defining a Benefit Balance, page 5-168 for information on setting up a benefits balance.

   See: Defining Person Benefit Balances, page 6-94 for information on recording benefits balances for a participant.

2. Define a derived compensation level factor for each contribution and distribution balance.

   You link the derived factors to the standard contribution and distribution rates you define in step 4.

   See: Defining Derived Factors: Compensation Level, page 1-149

3. Set up a spending account plan that enables forfeitures.

   Use the fields available on the Forfeiture tabbed region of the Plan Reimbursement window to define forfeiture requirements.

   See: Defining a Reimbursement Plan (Advanced Benefits), page 1-121

4. Define the standard contribution and distribution rates.

   - For contributions, select an activity type of Employee Payroll Contribution
     - In the Total Rate field of the Calculation Method tabbed region, select the derived compensation level factor for the contribution that you defined in step 2
   - For distributions, select one of the following activity types: Participant Expense Reimbursement, Participant Payroll Reimbursement, or Participant Reimbursement
     - In the Total Rate field of the Calculation Method tabbed region, select the derived compensation level factor for the distribution that you defined in step 2

   See: Defining Activity Rates for a Standard Contribution/Distribution, page 5-146

5. After the plan year has ended, run the Process Forfeitures concurrent request for a single plan to calculate participant forfeitures.

   **Note:** As a prerequisite, update the balances to make sure that contribution and distribution totals are current and accurate.

   See: Running the Process Forfeitures Concurrent Request (Advanced Benefits), page 6-97

6. View the results of the Process Forfeitures request.

   - View the Process Forfeitures Audit Log and the Process Forfeitures Summary Report for information about errors and process totals
   - Open the Plan Reimbursement window and choose the Forfeiture tab to see the total forfeitures for a plan
   - Open the View Enrollment Results window, query a person, and choose the Rates button to see forfeiture results for a participant

## Defining a Benefits Plan

You use the Plans window to date effectively define the plans that you offer to

employees and other eligible participants.

### To define a benefits plan:

1. Set the effective date to the date on which you want to create the plan.

   **Note:** You must create the plan with an effective date on or before the first day of the enrollment period in which it will be used.

2. Enter the Name of this plan starting with a letter of the alphabet (not a number or symbol).

   **Note:** By setting the profile option BEN: Compensation Objects Display Name Basis in the System Profile Values window, you can choose whether compensation object names display in application windows (both in the professional and Self-Service user interfaces) based on the life event occurred on date or the user's session date. The default option value is Session.

3. Select the plan Status.

   **Pending:** No participants are actively enrolled in this plan, but could be in the future if you change its status to Active. Eligibility processes operate on this plan in "evaluate-only" mode, but do not create active records. Select the Pending status when setting up a plan that possibly may not become Active.

   **Active:** Eligible persons currently may be enrolled in this plan.

   **Inactive:** Current participants may remain in this plan, but no new participants may enroll in this plan.

   **Closed:** No participants are enrolled in this plan, nor will any enroll in the future (unless you reactivate the plan).

4. Enter a Short Name if you also refer to this plan by an abbreviation.

5. Enter a Short Code if you also refer to this plan by a code.

   You can extract data for a compensation object based on its Short Name or Short Code.

6. Select the plan type for which you are defining a plan in the Type field.

7. For Advanced Benefits users, enter the alphanumeric identifier in the IVR field that participants use to identify this plan using interactive voice response or telephony technology.

8. Choose the Inception Date to specify the calendar date on which you first

introduced this plan.

9. Select if this plan must be in a program or may not be in a program in the Plan Usage field.

   **Note:** If you include this plan in a program, benefits eligibility is determined when eligibility is determined for the program. If you do not want to determine participant eligibility for this plan during a specific time period, you can link a required dummy eligibility profile to the plan (for example, a benefits group containing no people) so that no persons are found eligible for the plan.

10. Choose the General tabbed region.

11. Check the Savings Plan field if you are defining a savings plan.

12. Enter the COBRA Payment Day that corresponds to the day of the month on which COBRA payments are due for this plan.

    For example, 1 refers to the first day of each month.

13. Select the Primary Funding Method to specify the source of funds for this plan.

    **Self Insured:** You self-insure to fund this plan.

    **Trust:** A financial institution such as a bank maintains a trust to fund this plan.

    **Split:** You self-insure as well as use a trust to fund this plan.

    **Fully Insured:** You set up an annuity to fund this plan.

14. Select a Health Service code to describe the type of health service this plan provides.

15. Select the participant type whose coverage is subject to imputed income taxation in the Subject to Imputed Income field. Choose either participant, dependent, or spouse.

16. Enter a URL in the Web Address field to create a hypertext link from this plan name on an Oracle Self-Service Human Resources benefits enrollment web page to a URL containing information about this plan. This URL can reside on an intranet or the World Wide Web.

17. Select a Family Member Code or rule to indicate the kind of family members that must be recorded in a participant's contact record in order for the participant to be eligible for this plan.

18. Save your work.

### Defining a Plan to Determine Eligibility for a Self-Service Action:

You can use Compensation and Benefits functionality as a generic engine to determine eligibility for self-service actions. You define a plan to represent a sub action, such as Promotion (Sales) or Promotion (Italy). After defining a plan type with the option type Personnel Action, use the Plans window to define a sub action and link it to a form function. When users choose the function from a menu, the application calculates each person's eligibility for the action.

See: Set Up Eligibility Processing, *Oracle HRMS Deploy Self-Service Capability Guide*

See: Overview of Self-Service Actions , *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

1. On the Miscellaneous tab, in the Personnel Action Function Name field, select the name of the form function from the LOV.

2. Make sure to activate the Plan Years Not Applicable check box. Plan years do not apply to self-service actions, and this step eliminates needless processing.

## Defining Eligibility and Activity Rate Requirements for a Plan

Use the Eligibility Rates tabbed region of the Plans window to define participation eligibility requirements and activity rates for a plan.

### To define eligibility requirements and activity rates for a plan:

1. Enter or query the plan in the Plans window for which you are defining eligibility and activity rate requirements and choose the Eligibility Rates tabbed region.

2. Check one or more of the following fields in the Eligibility to Participate Information block:

   **Track Ineligible Person:** For Advanced Benefits users, checking this field tracks people who are found ineligible for participation in this plan when the Participation batch process is run.

   > **Note:** You use the View Participation Information window to view the compensation objects for which a participant is either eligible or ineligible.

   > **Note:** You must check this field if you determine benefits eligibility based on temporal factors, such as age or length of service.

   **Allows Override:** For Advanced Benefits users, indicates that you may override eligibility requirements for this plan.

Checking this field is useful when you want to allow special circumstances for participation in this plan, such as a negotiated benefits package for a new hire.

**Participation is Waivable:** For Advanced Benefits users, indicates that an eligible participant may elect to waive this plan.

**Use All Assignments for Eligibility:** Informs the system to consider all of an employee's active assignments (rather than just the primary assignment) when determining participation eligibility for this plan.

3. Select if the participant's eligibility for this plan is based on dependent eligibility in the Eligibility Check field. Choose one:

   - **Participant:** The participant is eligible if he or she meets the participant eligibility requirements associated with the plan. Eligibility for the plan is not based on dependent eligibility.

   - **Participant and Dependent:** The participant is eligible only if he or she meets the participant eligibility requirements associated with the plan, and his or her dependents meet the dependent eligibility profiles and designation requirements associated with the plan.

   - **Dependent Only:** The participant is eligible if the participant's dependents meet the dependent eligibility profiles and designation requirements associated with the plan. If you select this value, the system does not check for participant eligibility.

4. Check the Use All Assignments for Rates field to inform the system to consider all of an employee's active assignments (rather than just the primary assignment) when determining activity rates for this plan.

5. Save your work.

## Defining Plan Restrictions

You use the Restrictions tabbed region of the Plans window to specify whether a plan is subject to certain US federal regulations, such as Qualified Domestic Relations Orders. You also can also indicate if this plan is used to record flex credits or imputed income or if this is a waive plan.

### To define plan restrictions:

1. Query or enter a plan in the Plans window and choose the Restrictions tabbed region.

2. Check the Flex Credits Plan field to identify this plan as the *placeholder* plan used to record the total flex credits for all plans in a program.

**Note:** This plan will not appear as an electable choice in the Flex Program enrollment form since a participant cannot elect this plan.

3. Check the Waive Plan field if a person's election of this plan represents the waiver of coverage.

4. Select the Imputed Income Type if this plan is a *placeholder* plan used to record imputed income totals for all participants, dependents, or spouses covered by a plan that is subject to imputed income.

5. Check the Highly Compensated Rule Applies field if this plan uses rules defined by the US Internal Revenue Service to identify highly compensated employees.

6. Check the Allow Qualified Domestic Relations Order field if this plan is subject to this US regulation.

   Thus, a court or similar body may issue an order requiring a participant to provide a portion of this plan's benefits to another person, typically a former spouse.

   **Important:** If you are defining plans outside the US, you can use this field when defining plans that behave similarly to US QDRO plans.

7. Check the Allow Qualified Medical Child Support Order field if this plan is subject to this US dependent coverage regulation.

   Thus, a court or similar body may issue an order requiring a participant to provide medical coverage for another person, typically a dependent child.

   **Important:** If you are defining plans outside the US, you can use this field when defining plans that behave similarly.

8. Check the Subject to Health Care Financing Administration field if this plan is subject to health care rate regulations.

9. If you use Oracle Self-Service Human Resources, check the Allow Temporary Identification field if benefits participants can print an enrollment identification card for this plan from their web browser.

10. Save your work.

## Defining a Maximum Waiting Period Requirement for a Plan

You use the Participation tabbed region of the Plans window to define the maximum

required waiting period for a plan.

### To define a maximum waiting period requirement for a plan:

1. Enter or query the plan in the Plans window for which you are defining a maximum waiting period requirement and choose the Participation tabbed region.

2. Enter the maximum waiting period for this plan in the Value field.

   **Note:** You define a maximum waiting period to override a waiting period that you define for a plan. For example, you could define a waiting period which required a participant to work 500 hours before becoming eligible for a plan. You could define a corresponding maximum waiting period of 6 months so that a participant who had worked 6 months, but had not worked 500 hours, would be eligible for the plan.

3. Select a unit of measure for the maximum waiting period in the UOM field.

4. Select a Rule to define the maximum waiting period for the plan, if necessary.

5. Select a code or rule to define the date from which the system calculates the maximum waiting period.

6. Save your work.

## Defining a Plan Not in Program

Use the Not in Program tabbed region of the Plans window to define special requirements for plans that you do not associate with a program. Plans that are not in a program must have a plan usage code of May Not Be in Program.

### To define special requirements for a plan not in program:

1. Enter a Sequence number for this plan.

2. Select the Currency in which activity rates for this plan are expressed.

3. Select the Enrollment Rate/Frequency. This is the activity rate that is communicated to participants on their payslip and in Self-Service.

   - Select Estimated Per Pay Period to calculate the element entry based on a fixed number of pay periods, 52 for weekly and 26 for bi-weekly pay periods.

4. Select an Activity Reference Period to specify the time period in which the system expresses activity rates for this plan.

**Note:** The Hourly activity reference period is only for plans used by Compensation Workbench. See: Defining a Compensation Workbench Plan, page 3-53.

5. Save your work.

## Associating Options with a Plan

You use the Maintain Plan Options window to associate an option with a plan.

Advanced Benefits users can define how life event reasons impact a person's participation eligibility for an option in a plan.

### To associate an option with a plan:

1. Enter or query a plan in the Plans window.
2. Choose the Options button.
3. Enter a Seq (sequence) number for an option you are associating with this plan if you want the options to display in a particular order in the enrollment window.

   **Note:** Advanced Benefits customers can use sequence numbers to control the interim coverage assigned when an election is suspended.

4. Select an Option you are associating with this plan.
5. Select the Status of the option.

   **Pending:** No participants are actively enrolled in this option, but could be in the future if you change its status to Active. Eligibility processes operate on this option in "evaluate-only" mode, but do not create active records. Select the Pending status when setting up an option that possibly may not become Active.

   **Inactive:** No participants currently are enrolled in this option in this plan, but may be in the future.

   **Active:** Participants currently may be enrolled in this option in this plan.

   **Closed:** No participants are enrolled in this option in this plan, nor will any enroll in the future (unless you reactivate the plan).

6. For Advanced Benefits users, enter the numeric identifier in the IVR field that participants use to identify this option using interactive voice response or telephony technology.

7. Enter the URL for this option in plan in the Web Address field if participants can enroll in this option by using the product's self-service web interface.

8. Enter a URL in the Web Address field to create a hypertext link from this option name on an Oracle Self-Service Human Resources benefits enrollment web page to a URL containing information about this plan. This URL can reside on an intranet or the World Wide Web.

9. Choose the Eligibility tab.

10. For Advanced Benefits users, check the Participation Eligibility Override Allowed field if the standard eligibility criteria that this option inherits from this plan can be overridden.

    Checking this field is useful when you want to allow special circumstances for participation in this option, such as a negotiated benefits package for a new hire.

11. For Advanced Benefits users, check the Track Ineligible Person field to cause the system to track persons who are found ineligible for participation in this plan when the Participation batch process is run.

    **Note:** You use the View Participation Information window to view the compensation objects for which a participant is either eligible or ineligible.

    **Note:** You must check this field if you determine benefits eligibility based on temporal factors, such as age or length of service.

12. Choose the Dependent Criteria tab.

13. Select a person type or person type combination in the Eligibility Check field to determine eligibility for this option for these person types.

14. Select if the participant's eligibility for this option is based on dependent eligibility in the Eligibility Check field. Choose one:

    - **Participant:** The participant is eligible if he or she meets the participant eligibility requirements associated with the option. Eligibility for the option is not based on dependent eligibility.

    - **Participant and Dependent:** The participant is eligible only if he or she meets the participant eligibility requirements associated with the option, and his or her dependents meet the dependent eligibility profiles and designation requirements associated with the option.

    - **Dependent Only:** The participant is eligible if the participant's dependents

meet the dependent eligibility profiles and designation requirements associated with the option. If you select this value, the system does not check for participant eligibility.

15. Select a Family Member Code or rule to indicate the kind of family members that must be recorded in a participant's contact record in order for that participant to be eligible for this option.

    **Note:** Family Members are recorded in the Contact window.

16. Save your work.

## Maintaining Plan Related Details

You use the Maintain Plan Related Details window to:

- Associate a plan year period with a plan
- Associate a reporting group with a plan
- Associate reimbursable goods or services with a plan
- Associate regulations and reporting groups with a plan
- Associate an organization with a plan

#### Associating a Plan Year Period with a Plan

You associate a plan year period with a plan to define the period for which the plan is active.

### To associate a plan year period with a plan:

1. Enter or query the plan in the Plans window to which you are associating a plan year period and choose the Details button.
2. Choose the Plan Year Periods tabbed region.
3. Enter a Seq (sequence) number to specify the order in which the system processes this plan year period relative to any other plan year period for this plan.
4. Select the plan year period Start date.

   The period end date displays based on the start date you select.
5. Save your work.

### Associating a Reporting Group with a Plan

You can associate a plan to those reporting groups that you use to report on the plan.

#### To associate a reporting group with a plan:

1. Enter or query the plan in the Plans window to which you are associating a reporting group and choose the Details button.
2. Choose the Reporting Group tabbed region.
3. Select the Name of a reporting group that you use to report on this plan.
   - Select more reporting groups, as necessary.
4. Save your work.

### Associating Goods or Services with a Plan

You can associate the goods or services that your enterprise provides as a benefit or has approved for reimbursement as part of a plan.

#### To associate a good or service with a plan:

1. Enter or query the plan in the Plans window to which you are associating goods or services and choose the Details button.
2. Choose the Goods or Services tabbed region.
3. Select the type of goods or services that you are associating with this plan in the Type field.
4. Save your work.

### Associating Regulations with a Plan

You can associate regulations with a plan and the reporting groups that support these regulations.

#### To associate a regulation or a reporting group with a plan:

1. Enter or query the plan in the Plans window to which you are associating a regulation and choose the Details button.
2. Choose the Regulations tabbed region.
3. Select a Regulation.
4. Select a Reporting Group associated with this regulation.

5. Complete the following fields based on the regulations that govern this plan. These regulations support US non-discrimination legislation.

    - **Regulatory Plan Type** is used to define the type of regulation that governs this plan, such as Fringe benefit regulations or pension regulations.

    - **Contribution Nondiscrimination** is used to identify those participants who cause the plan to be out of compliance with contribution nondiscrimination provisions.

    - **Key Employee Determination** is used to determine those participants who are key in the context of the plan for nondiscrimination testing purposes.

    - **Highly Compensated Determination** is used to determine those participants who are highly compensated in the context of the plan for nondiscrimination testing purposes.

    - **Five Percent Owner** is used to determine those participants who are 5% owners of the business.

    - **Coverage Nondiscrimination** is used to identify those participants who cause the plan to be out of compliance with coverage nondiscrimination provisions.

6. Save your work.

### Associating an Organization with a Plan

You can associate organizations with a plan, such as third party administrators and benefits suppliers. For example, you can link an organization to a plan when the organization is a benefits supplier to whom you owe a monthly premium.

### To define an organization for a plan:

1. Enter or query the plan in the Plans window to which you are associating an organization and choose the Details button.

2. Choose the Organizations tabbed region.

3. Select the name of this Organization.

4. Enter the Customer Identifier this organization uses to identify this plan.

5. Enter the Policy or Group Number this organization uses to identify this plan.

6. Enter the Organization Role that describes the services this organization provides for this plan.

7. Save your work.

## Defining Combinations of Plans and Plan Types

You use the Combinations window to define combinations of:

- Plans
- Plan Types
- Plan Type and Options

Combinations are useful for Advanced Benefits customers who want to calculate flex credits for a pool of compensation objects.

As a prerequisite, you must first define the plans, plan types, and options that you are including in your combination and associate these compensation objects with a program.

### To define a combination:

1. Choose one of the following tabbed regions depending on the combination type you are defining.
   - Combination Plans
   - Combination Plan Types
   - Combination Plan Type and Options
2. Enter or query the Name of the plan or plan type combination.
3. Select the Program to which you have linked the plans or plan types that you are including in your combination.
4. Check the Applies To field next to each compensation object that you are including in your combination.

   **Note:** The Already Used field appears checked if this plan, plan type, or option is already included in another combination. You can only include a compensation object in one combination.

## Defining Waive Reasons for a Plan (Advanced Benefits)

You use the Waiving window to define the conditions under which an eligible person can waive participation in a plan.

### To define waive reasons for a plan:

1. Enter or query the plan for which you are defining plan waive reasons in the Plans window.
2. Choose the Waiving button.
3. Select the Waive Participation Reason that supports why a person can elect to waive participation in this plan.
4. Check the Default field if this waive reason is the default reason to use when a participant does not state their reason for waiving a plan.
5. Choose the Waive Certification button to specify the waive certifications that you accept for a waive reason.
6. Select a Certification Type that indicates the kind of certification associated with waiving participation in this plan.
7. Select a rule if you limit the conditions under which certification is associated with waiving a plan in the Certification Required When Rule field.
8. Check the Preferred field if this waive certification is preferred for this plan, but not required.
9. Check the Required field if this certification is required for an eligible participant to waive this plan.
10. Check the Lack of Certification Suspends Waiving field if failure to provide this certification results in the participant's inability to waive this plan.
11. Save your work.

## Maintaining Primary Care Providers for a Plan

Based on your plan design, benefits participants may have the option, or be required, to select a Primary Care Provider (PCP) when electing a benefit plan.

You use the Maintain Plan Primary Care Providers window to define restrictions for the selection of a primary care provider. You also use this window to set high level configuration options for web-based PCP database searches that are performed through Oracle Self-Service Benefits.

### To maintain primary care providers for a plan:

1. Select the Name of the plan for which you are maintaining primary care provider data.

2. Check the From Repository field if you are using Oracle Self-Service Benefits and the benefits participant selects a primary care provider through a searchable database of providers.

   **Note:** As a prerequisite, you must link an organization to this plan (using the Maintain Plan Related Details window) which has an Organization Role Type of Primary Care Provider Locator.

   **Note:** If you do not check the From Repository field, a participant cannot select a PCP from a list of valid PCPs. The participant must enter the PCP ID number or name in a free form text field.

3. **Note:** The Can Keep Provider field is reserved for future use.

4. Select a Designation Code to indicate if a participant who enrolls in this plan is required to select a PCP, or if PCP selection is optional.

5. Select a Dependent Designation Code to indicate if a participant who enrolls in this plan is required to select a PCP for each dependent covered by the plan, or if PCP selection is optional.

6. Select a Start Date Code that indicates when the selected provider becomes the participant's primary care provider.

7. Enter the number of times a participant is permitted to change primary care providers per month in the Number of Changes Allowed field.

8. For primary care provider searches, select the maximum Radius in miles which the PCP database should consider when returning the results of a search query.

9. Check the Radius warning field to issue a warning message to the participant indicating that the selected PCP is outside the range allowed by the plan. Checking this field lets a participant override the warning and select a PCP outside the prescribed range.

   **Note:** If you do not check this field, a participant cannot select a PCP outside the radius.

   **Note:** This warning only occurs in the professional forms user interface, not in Self-Service Benefits.

10. Save your work.

11. Choose the Option Restrictions button to open the Plan Primary Care Provider Restrictions window if the requirements for designating a primary care provider differ between the options in the plan.

    **Note:** For example, if a participant who elects *participant only* coverage is not required to select a PCP, but a participant who elects *employee plus spouse* coverage is required to select a PCP for dependent coverage, you would need to specify designation restrictions at the option level, instead of the plan level.

12. Select the option for which you are specifying PCP designation requirements in the Options field.

13. Select a Designation Code to indicate if a participant who enrolls in this option is required to select a PCP, or if PCP selection is optional.

14. Select a Dependent Designation Code to indicate if a participant who enrolls in this option is required to select a PCP for each dependent covered by the plan, or if PCP selection is optional.

15. Save your work and close the Plan Primary Care Provider Restrictions window.

16. Choose the Plan Restrictions button if the requirements for designating a primary care provider for this plan vary based on the primary care provider type (such as Gynecology or Pediatric Medicine) and the age or gender of the benefits participant.

    **Note:** The Plan Restrictions button is only activated if you check the From Repository field.

17. Select a primary care provider type for which you are specifying PCP designation requirements based on the age or gender of the benefits participant.

    You maintain primary care provider types using the Lookup Type BEN_PCP_SPCLTY if your primary care providers are stored in an external repository. Use the Lookup Type BEN_PRMRY_CARE_PRVDR_TYP if your PCPs are not stored in a repository.

18. Enter a Minimum Age if the participant must be of a minimum age or older to select this provider type, such as a geriatric care provider.

19. Enter a Maximum Age if the participant must be of a maximum age or younger to select this provider type, such as a pediatric care provider.

20. Select a Gender Allowed Code of Female or Male to restrict the selection of this provider type to one gender, such as female for a gynecology provider.

## Defining Options

You use the Options window to date effectively define, maintain, and delete options.

### To define an option:

1. Enter a unique Name for the option you are defining starting with a letter of the alphabet (not a number or symbol).

2. Enter a Short Name if you also refer to this option by an abbreviation.

3. Enter a Short Code if you also refer to this option by a code.

   You can extract data for a compensation object based on its Short Name or Short Code.

4. Check the Waive Option field if a person's election of this option represents the waiver of coverage.

5. If this option is for a Compensation Workbench plan, select a Salary Component if you want to link the option to a salary component.

   At the end of a salary review cycle, a system administrator runs the Compensation Workbench Post Process to update salary components with the new values stored by the compensation components.

   In the Required Period of Enrollment block:

6. Enter a Value that represents the length of time in which a person must be enrolled in this option.

7. Select the unit of measure of this value in the UOM field.

8. Select a rule if you use a formula to determine the required period of enrollment for this option.

9. Select one or more plan types you are associating with this option to indicate that plans of this plan type may provide this option.

   The option type displays in the Option Usage field to indicate the benefits category for this option.

10. Save your work.

#### Defining Designation Requirements for an Option

You use the Designation Requirements window to limit the personal relationship types that are covered by an option.

If you do not define designation requirements for an option, a participant can designate

a person of any relationship type as the designee for an option.

You can only have one designation profile per option, even if you associate the option with more than one plan.

> **Note:** Regardless of the designation requirements you define, you must check the Personal Relationship field in the Contacts window in order for a contact to display in a participant's list of eligible dependents.

### To define designation requirements for an option:

1. Enter or query an option in the Options window and choose the Designation Requirements button.
2. Select a Group Relationship for which you are defining designation requirements.
3. Specify if this designation requirement applies to dependents or beneficiaries in the Type field.
4. Enter the minimum and maximum number of designees that can be covered under this option or indicate that there is no minimum or maximum number of designees by checking the appropriate field.

   > **Note:** Select a Group Relationship type of No Designees and enter the maximum number of designees as zero for an employee only coverage option.

5. Check the Cover All Eligible field if there is no minimum or maximum number of designees for this option and you want to provide coverage to all designees who meet your eligibility criteria.
6. Select one or more Relationship Types to include with this group relationship.
7. Save your work.

## Navigating the Program Structure Hierarchy

You use the View Program Structure window to view the benefit programs that you have defined and the plan types, plans, and options that comprise these programs. Use this window after you have recorded your plan design in the system to make sure you have correctly defined the structure of your benefits programs.

In the hierarchy:

**+** A plus symbol to the left of a compensation object indicates that there are lower levels that are not currently displayed.

**-** A minus symbol to the left of a compensation object indicates that you are viewing a collapsible list that you have expanded fully.

**=** An equals symbol indicates that you are viewing the lowest level within a collapsible list that you have expanded fully.

**Go** To modify the definition of a compensation object, select the compensation object and choose the Go (traffic light) button.

You can expand or contract the program hierarchy in the same way that you expand or contract the Oracle Applications Navigator.

1. To expand the view of a compensation object by one level, select the compensation object and choose the Plus (+) button (or double-click on that compensation object).

2. To contract the view of a compensation object by one level, select the compensation object and choose the Minus (-) button (or double-click on that compensation object).

3. To fully expand the view of a compensation object, select the compensation object and choose the Full Plus (+->) button.

4. To fully contract the view of a compensation object, select the compensation object and choose the Double Minus (- -) button.

## Defining a Program or Plan Year Period

You use the Program/Plan Year window to record the dates through which programs or plans are in effect.

### To define a program or plan year period:

1. Enter the Start and End dates in the Plan region through which this program or plan year period is valid.

   In the Limitation region:

2. Choose the Start and End dates that define the limitation year that acts as the reference period used to calculate a participant's yearly compensation.

   You typically define a limitation year to determine a participant's yearly contribution ceiling for a benefits plan such as a 401(k) plan in the US.

   In the Period region:

3. Select the period Type code that identifies the period type by which you divide the program or plan year, for example fiscal or calendar.

   **Note:** The period type must be Fiscal if you are defining a year

other than from 01-JAN to 31-DEC. When the year period is from 01-JAN to 31-DEC the period type must be Calendar.

In the Within Year Periods block:

4. Enter the first day and first month of the within year period and the last day and last month of the within year period in the following fields:
   - Start Day
   - Start Month
   - End Day
   - End Month.
5. Select the Unit of Measure by which you are dividing this period.
6. Save your work.

## Defining a Reimbursement Plan (Advanced Benefits)

You use the Plan Reimbursement window to define special requirements for plans that offer reimbursable goods and services and to set up spending account plans.

> **Note:** As a prerequisite to defining reimbursement criteria, you must first create the plan using the Plans window. If you limit reimbursements to specific goods or services, you can define these in the Goods and Services window.

You can define the date through which you accept reimbursement requests for the plan and the last date in the plan year for which an expense will be reimbursed.

You can also define the certifications that are required or preferred for reimbursement of a good or service. You can limit the personal and familial relationship types, such as a spouse or a child, whose expenses are reimbursable under the terms of a plan.

### To define a reimbursement plan:

1. Query the Plan for which you are defining reimbursement criteria.
2. In the Compare Claims field, select a code to indicate if the application validates a reimbursement request against the participant's current request balance or the coverage elected for the plan year. Choose either:

- Compare claims to balance accumulated (reserved for future use)
- Compare claims to coverage elected

3. Check the Allows Reimbursement field to indicate that you allow participants to submit reimbursement requests for the goods and services in this plan.

#### Timing Tab

4. Choose the Timing tab.
5. Select the Plan Year Start Date for the year period you are associating with this reimbursement plan.

   The End Date for this year period automatically displays based on the plan years you established during your implementation.
6. Select the date by which Expenses Must Be Incurred On Or Before.

   This is the last date in the plan year on which a participant can incur an expense and still have the expense reimbursed. Typically, this is the last day of the year period.
7. Select the date by which a Request Must Be Received On Or Before.

   This is the date through which you accept claim reimbursement requests for this year period. For example, your enterprise may accept reimbursement requests for two months after the end of the previous plan year.

#### Good or Service Tab

> **Note:** Goods and services are required for reimbursement request processing.

8. Choose the Good or Service tab.
9. Select a Good or Service that is reimbursable for this plan.

   Use the Goods and Services window to define those items you approve for reimbursement.
10. Check the Recurring Claims field if participants can instruct you to automatically make payments for recurring claims without submitting a reimbursement request for every incurred expense.

> **Note:** This field is reserved for future use.

11. Choose the Certification button to open the Reimbursement Certifications window.

You can define the certifications that you require or prefer to validate a reimbursement request for a good or service.

12. Select a certification Type--such as a paid invoice or a receipt--that you require or prefer to validate a reimbursement request.

    You can add to the list of certification types by using the Lookup Type BEN_REIMBMT_CTFN_TYP in the Application Utilities Lookups window.

13. Check the Required field if you deny a claim reimbursement when a participant fails to provide this certification type.

    - If special circumstances apply, select a Reimbursement Certification Rule to indicate those instances where you *allow* reimbursement when a participant has not submitted a required certification. Use the Lack Certification Allow Reimbursement formula type to write this rule.

14. Close the Certifications window.

#### Relationship Tab

15. Choose the Relationship tab.

16. Select the Relationship Type of the persons related to the primary participant who can also submit reimbursement requests.

17. Save your work.

#### Forfeiture Tab

18. Check the Forfeitures Apply field if the application forfeits a person's unspent credits for this plan at the end of the plan year.

    You run the Process Forfeitures concurrent request to determine a participant's forfeitures.

19. Select Provider as the Distribution Method to forfeit unspent contributions to the plan provider.

20. Select Use Compensation Level Factor as the Contribution Determination Code.

21. For the Distribution Determination Code, select:

    - Use Compensation Level Factor to calculate distributions based on a benefits balance or a defined balance in Oracle Payroll.

    - Use Approved Reimbursement Requests to calculate distributions based on the amount distributed to the participant using the Reimbursement Requests window.

22. Enter a GL Account for Debit and Credit to record the Oracle General Ledger accounts you use to track forfeiture totals for the plan.

23. Check Post to GL if you post forfeitures to the Oracle General Ledger credit account you entered in the previous step.

    **Note:** This feature is reserved for future use.

24. After you run the Process Forfeitures concurrent request, you can view forfeiture totals for the plan by clicking the Forfeiture Values button.

    - Open the View Enrollment Results window, query a person, and choose the Rates button to see forfeiture results for a participant.

## Defining Reimbursable Goods and Service Types

You use the Goods and Services window to define those goods and services that you approve for reimbursement. You then associate one or more goods and services types with a plan.

### To define a reimbursable good or service:

1. Enter a Name for the good or service.

2. Select the Type of the good or service.

   Use the Lookup Type BEN_GD_R_SVC_TYP in the Application Utilities Lookups window to add to the list of goods and service types.

3. Enter a text Description of the good or service.

4. Save your work.

## Copying a Program or Plan

Follow this process to use Plan Design Copy to copy or export a program or a plan.

### To copy a program or plan:

1. Log in to the Oracle HRMS professional user interface.

2. Choose the Plan Design Copy function from the Navigator.

   **Home Page**

3. Do one of the following:

- Click the Copy or Export Plan Design link to start a new copy process
- Click View Plan Design to select a program or plan for viewing. Use this read-only feature to review data before you copy a plan design.
- Choose an existing copy process from the Process History table and click Continue or Delete

  **Note:** The application displays processes initiated with the responsibility you used to log in to Oracle HRMS.

You can continue a process with a status of Saved for Later, Interrupted, Imported, or Completed.

| Process Status | If you click Continue . . . |
|---|---|
| **Saved for Later** | The application displays the web page on which you saved the process. |
| **Interrupted** | The application displays the web page *before* the page you displayed when the process was interrupted. |
| **Imported** | The application displays the Target Details page that lets you select the Business Group into which you want to import the data. |
| **Completed** | The application displays the Select Target page where you select whether to copy or export the data. |

### Process Name and Effective Date

4. Enter a name for the copy process.

   You can select this copy process by name from the Home Page if you return to the transaction at a later date.

5. Select the effective date to limit the programs and plans available for copying.

### Select Programs and Plans

6. Select one or more programs and plans to copy or export.

   You can search for a compensation object by program, plan, or program and plans not in program. The search limits results to compensation objects in the business

group of your responsibility.

To improve application performance, you should not select more than five programs at a time, depending on the size of your programs.

### Select Target

7. Choose one of the following:

   - Copy the selected programs and plans to the same business group.

   - Copy the selected programs and plans to a different business group.

     **Note:** The application restricts the target business groups to those business groups attached to the user's responsibilities. A system administrator can prevent the copying of data between business groups by setting the system profile option BEN: CROSS BUSINESS GROUP FOR PLAN DESIGN COPY to 'N.' The default is 'Y.'

   - Export the selected programs and plans to a file.

   You can also export the data to a file by running the export process from the concurrent manager.

   See: Exporting a Plan Design to a File, page 1-128

### Enter Target Details

8. Do one of the following:

   - If you are copying to a different business group, select the target business group.

   - Select the Effective Date to Copy. The copy process assigns the effective date to the new objects in the target business group. The date cannot be earlier than the effective date of the objects in the source business group. Objects with an effective start date after the date entered will retain the same effective start date they had in the source business group. Objects ended prior to the copy date are not copied. If you complete any mapping prior to entering the Effective Date to Copy, you should verify the mappings.

     **Note:** If you do not enter an Effective Date to Copy, the Copy Process uses the existing dates of any copied objects.

   - If you are copying to either the same business group or a different business group, indicate how the copy process treats instances where it finds an object

with the same name in the target business group. You can choose to use the existing object (without copying the duplicate object) or create a copy of the object with a prefix or a suffix that you supply.

> **Note:** When you copy a program and create a new program with a prefix or suffix, the copy process searches the target business group for child objects that contain the prefix or suffix, not for child objects with the same name as the original child objects that you copied.

- If you are exporting to a file, provide the absolute directory path in your applications environment and the file name of the exported file. If you do not enter a directory path, the application writes the export file to the location specified in the environment variables APPLCSF/APPLLOG.

### Select Mapping

9. Use the Mapping page to select additional plan design components for copying or exporting that are not stored in the base plan design tables.

   For example, you must map elements and eligibility and variable rate profiles that use HR assignment criteria.

   > **Note:** If an object name matches exactly in the Source and Target business groups as of the Effective Date to Copy, the application automatically maps the object to the Target business group. You can override auto-mapped objects as necessary. The Target business group should have the same Lookup Codes as the Source business group. For example, you should add any Relationship Types to the Target business group that you have added to the Source.

### Review

10. Use this page to review the compensation object that will be copied when you click Submit.

    You can deselect any program, plan in program, or plan not in program that you do not want to copy.

    Select the personalizations you want to copy for the plan you copy from the Task Personalization list.

    After you click Submit, the Concurrent Manager runs the copy process and returns a Request ID. You can monitor the process status on the View Request page or the Requests window in the professional user interface.

**Confirmation**

11. This web page indicates if the copy process was successful. For exports, the Confirmation page provides a concurrent request ID. You can use this ID to view the results of the process in the Concurrent Manager.

## Exporting a Plan Design to a File

You can export a plan design to a file and then import the data into another database instance. Use this feature to transfer plan design data between your test and production environments.

Use the Submit Request window.

### To export a plan design to a file:

1. Select Plan Design Copy - Export in the Name field.
2. Enter the Parameters field to open the parameters window.
3. In the Data File field, enter the absolute directory path and file name in your applications environment to which you want to export your plan design data.

   If you do not enter the full directory path, the application writes the export file to the location specified in the environment variables APPLCSF/APPLLOG.
4. Enter a Display Name for this plan design data.

   The display name appears in the list of processes when you import the plan design back into Oracle HRMS.
5. Enter the Effective Date of the plan design data that you want to export.
6. Choose the OK button.
7. Complete the batch process request and choose Submit.

   You can now run the import process to import the plan design data into a new database instance.

## Importing a Plan Design From a File

After you export a program or plan to a flat file, you can import the file back to your Oracle HRMS database. Typically, you would use this feature to transfer plan design data between database instances.

Use the Submit Request window.

### To import a plan design from a file:

1. Select Plan Design Copy - Import in the Name field.
2. Enter the Parameters field to open the parameters window.
3. In the Data File field, enter the absolute directory path and file name of the file that you want to import.

   If you do not enter the full directory path when you export the file, the application writes the file to the location specified in the environment variables APPLCSF/APPLLOG.
4. Choose the OK button.
5. Complete the request and click Submit.
6. Close the Submit Request window.
7. Open the Plan Design Copy page.
8. Select the imported file from the Copy History table and click Continue.
9. From the Target Details page, select the Business Group into which you are importing the plan design.
10. Complete the plan copy steps by entering target details, mapping to HR and Payroll data, and submitting the copy process.

    See: Copying a Program or Plan, page 1-124, steps 8-11 for more information.

## Purging Plan Design Copy Data

When you copy a plan design, the application stores the data in transaction tables. If you have run multiple plan copy processes, and if your plan design is large, the volume of stored data may trigger performance issues.

Run the Purge Plan Design Copy Process to delete data from the Plan Copy transaction tables and improve copy performance. To verify the data that you want to delete, you can test the results of the purge process before committing your changes to the database.

Use the Submit Request window.

### To purge Plan Design Copy data:

1. Select the Purge Plan Design Copy Process in the Name field.

2. Enter the Parameters field to open the Parameters window.

3. In the Process Name field, select the copy process that you want to purge.

   **Note:** If you do not select a specific process, the application purges data based on the other parameters you enter.

4. In the Mode field, select whether to Commit or Rollback the results of the purge process.

   Select Rollback if you want to review the results in the process log file without committing the changes to the database.

5. In the On or Prior to Effective Date field, enter the effective date of the purge.

   The application purges all data on or before this date that meet the parameters you select.

6. Select a Status (such as Completed or Saved for Later) to limit the purge to copy processes of that status.

7. Select Yes in the Retain Log field to prevent the purge process from deleting the log files of the copy processes that you want to delete.

8. Click OK.

9. Complete the request and click Submit.

## Defining a Reporting Group

You use the Reporting Groups window to define a reporting group and to associate programs and plans with the reporting group. You can also define which regulatory bodies and regulations govern the reporting group.

You can create reporting groups to represent:

- Groups of programs and plans that you report on as a set by entering the reporting group name as a report parameter.

- Self-service personnel actions, such as promotions or transfers, and to configure rules for these business processes.

  See: Overview of Self-Service Actions, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

- Compensation plans for applicants on the Compensation page of iRecruitment.

### To define a reporting group:

1. Enter a unique Name for the reporting group.

2. Select the Global check box to include plans in the reporting group from any business group.

3. Select the Purpose of the reports that will be generated for this reporting group.

   Select the Personnel Action purpose if you are defining a self-service action.

   Select the iRecruitment purpose if you are defining plans for iRecruitment applicant offers. The Compensation page displays only reporting groups defined with the purpose of iRecruitment.

4. Enter a Description for the reporting group. The description that you enter for iRecruitment reporting group appears as an instruction text on the Enter Compensation page of iRecruitment.

5. Select the first Program Name if the reporting group is to consist of one or more programs.

   Alternatively, select the first Plan Name in the reporting group.

   > **Note:** Ensure that you do not include the same plan in multiple reporting groups with the purpose iRecruitment.

   Any row (record) in this table can include a Program Name or a Plan Name, but not both simultaneously. While it is unlikely that you would want to use the same reporting group to report at the program and plan levels, you could do so by choosing a Program Name for one record, and then choosing a Plan Name for each subsequent record in the reporting group.

   > **Note:** When a plan is selected, the Regulatory Bodies and Regulations button is enabled, indicating that you can define regulatory bodies for, and associate regulations with, that plan.

6. Save your work.

## Defining Regulatory Bodies for a Plan

You use the Regulatory Bodies and Regulations window to date effectively define the regulatory bodies that approve or govern this plan.

### To define a regulatory body for a plan:

1. Choose the Plan Regulatory Bodies tab if it is not already selected.
2. Enter the Name of the regulatory body associated with this plan.

   In the Dates block:
3. Enter the Approved Termination date on which this regulatory body ceases to recognize this plan's validity.
4. Enter the date this regulatory body qualified this plan in the Qualified field.
5. Select one or more Regulatory Purpose Codes that describe how this regulatory body governs this plan.
6. Save your work.

## Defining Regulations for a Plan

You use the Regulatory Bodies and Regulations window to date effectively define the regulations that approve or govern this plan.

### To associate regulations with a plan:

1. Choose the Plan Regulations tab if it is not already selected.
2. Select a Regulatory Plan Type.
3. Select the name of the regulation that governs this plan in the Regulation field.
4. Select one or more rules to determine how plan regulations define:
   - Contribution Nondiscrimination
   - Coverage Nondiscrimination
   - Five Percent Owner
   - Highly Compensated Determination
   - Key Employee Determination

     **Note:** These rules reflect US non-discrimination legislation.
5. Save your work.

# Benefits Eligibility

## Eligibility Requirements for Total Compensation

You define eligibility requirements as part of your plan design to determine eligibility for compensation and benefits.

You group eligibility criteria into *participant eligibility profiles* for primary participants and *dependent coverage eligibility profiles* for dependents. Eligibility profiles are re-usable. After you create an eligibility profile, you can link it to a compensation object (such as a program, plan, or option), a collective agreement, a grade ladder, or a work schedule to restrict eligibility for these.

Eligibility is determined according to the order of the compensation object hierarchy:

- Program
- Plan Type in Program
- Plan in Program
- Plan
- Option in Plan

If a participant is eligible for a program, then the system checks for plan type in program eligibility, and so on down the hierarchy. This allows you to link different eligibility profiles to different benefits that you offer within a program.

Eligible participants are created when you run the Participation batch process (if you are an Advanced Benefits customer) or when you process a participant's election using an enrollment form (if you use Standard Benefits).

### Participant Eligibility Profiles

The standard criteria that you can include in an eligibility profile are grouped into five factors:

- Personal Factors
- Employment Factors
- Derived Factors
- Related Coverages
- Other Factors

Each factor contains a variety of criteria from which you select one or more criteria values.

For example, let's say you administer a benefit plan with the eligibility requirement that all participants must work in California, Washington, or Indiana. You could define an eligibility profile using the Employment Factor criteria of Work Location. The values for the Work Location criteria would be California, Washington, and Indiana. (You need to define these work locations using the Locations form). A participant must meet one of the criteria values.

Apart from the above standard criteria that Oracle HRMS delivers, you can create your own criteria that meet the particular needs of your organization. For example, if your organization employs deep sea divers and varies benefits to the divers based on how deep they dive, you can create your own depth of diving criteria that you can use in your eligibility profiles.

See: User-defined Eligibility Criteria, page 1-143

See: Defining an Eligibility Profile, page 1-145

## Dependent Coverage Eligibility Profiles

You define dependent coverage eligibility profiles to restrict the criteria that a dependent must meet in order to be covered by a benefit. Dependent coverage profiles are often used to *exclude* certain dependents from receiving coverage under a plan. For example, you can define a plan that excludes coverage for dependents age 21 and over.

Dependent eligibility factors include the dependent's:

- Relationship (to the primary participant)
- Age
- Status (disabled, marital, military, student)
- Postal zip
- Other

After you define a dependent coverage eligibility profile, you associate it with one or more programs, plans, or options to limit the dependents covered by that benefit.

## Required and Optional Eligibility Criteria

When you select more than one value for an eligibility criterion, at least one of the values must be present in the participant's record for the participant to be eligible for the benefit. In our example above, the participant must have a Work Location of either California, Washington, or Indiana.

However, when you use multiple criteria in an eligibility profile (for example, a Work

Location and an Organization), the participant must meet at least one criteria value for *each* criterion.

> **Note:** If you use a FastFormula eligibility rule as part of your eligibility profile, the participant must meet the criteria of the rule and one value from any other criteria that you include in the eligibility profile. If you use more than one FastFormula rule, by default the participant must meet the criteria of all the rules. If you change the user profile option BEN:Eligible Profile Rule from AND to OR, the participant need only meet the criteria of one rule.

## Eligibility Ranking for Grade/Step Progression

For situations where eligibility does not guarantee access to a personnel action or a compensation object (for example, due to limited vacancies or restricted budget), you can rank an employee's eligibility relative to the eligibility of other employees.

During implementation, you can define a score and weight for each criteria in a participant eligibility profile. The application totals the score for all criteria that the person satisfies and assigns the person a rank relative to the total evaluated population.

You enter a score as a flat value for an eligibility criteria. If a person satisfies the eligibility criteria, the application records the score for the person.

A weight is a value that the application multiplies with a criteria value to compute a total. You can only use weights with criteria that contain numeric values.

Scores and weights are independent of one another. You can specify a score for a criteria, a weight, or both a score and a weight.

Currently, this feature is only available for Grade/Step Progression.

See: Grade/Step Progression, page 2-36

## Linking an Eligibility Profile to an Object

Because eligibility profiles are re-usable, you define them separately from any object. You link a profile to a compensation object, collective agreement, grade ladder, or a work schedule that you have created, to restrict eligibility for these.

When you link the eligibility profile to the object, you specify if the profile is required. The participant must satisfy all profiles marked as Required and *at least one* profile that is not marked Required.

## Minimum and Maximum Enrollment Periods

As part of your plan design, you can specify the minimum and maximum length of time that a participant is either required or allowed to remain enrolled in a compensation object.

### Required Enrollment Periods

Define a minimum enrollment period for those compensation objects that require a participant to remain enrolled for a specified period.

For example, you could define a required enrollment period of two years for a dental plan.

### Maximum Enrollment Periods

Define a maximum enrollment period for those compensation objects that place a time limit on length of coverage. Maximum enrollment periods are often used in the US for managing COBRA participation.

If you are an Advanced Benefits customer, the system automatically detects when a participant has reached a maximum enrollment period that you have defined. Standard customers are notified that a participant has reached a maximum enrollment period when an enrollment form is opened and that person's record is queried.

### Benefits Groups

When eligibility for a plan varies for a group of persons, you can define a benefits group to explicitly group those persons together. Defining a benefits group is useful for grouping grandfathered participants, or administering highly complex participation eligibility involving a small number of people.

You use the Benefits Groups window to define a Benefits Group and you enter a person into a group using the Person form.

**Important:** You may assign a person to only one benefits group.

### Postal Zip Ranges and Service Areas

You can define a range of postal zip codes that can be used to determine eligibility and activity rates for a benefit. Postal code ranges can be combined into *service areas* that you can also use as eligibility criteria.

Service areas are a useful means of defining eligibility for a particular geographical region when Work Location is not adequate.

## Waiting Periods

You define a waiting period as the period of time that must elapse before a newly eligible person can enroll in a benefit. Waiting periods allow participants to make elections that will become effective at a later date.

You can define waiting periods at the following levels:

- Program
- Plan type in Program
- Plan in Program
- Plan
- Option in Plan

Waiting periods you define at a higher level in the compensation object hierarchy cascade to all other compensation objects in the same hierarchy.

When you define a waiting period, you specify the unit of measure in which the waiting period is determined, for example, length of service or hours worked. For waiting period that you define at the plan level, you can set a corresponding *maximum waiting period* that can be in a different unit of measure, if required.

For example, you could define a waiting period of 200 hours worked before an eligible employee can enroll in a medical plan. You could define a maximum waiting period for the plan of 180 days of service. A person with less than 200 hours worked but with 180 days of service would be eligible for this medical plan based on the maximum waiting period.

## Waiting Period Determination Dates

As part of defining a waiting period, you select a *waiting period date to use code* that determines the *comparison date* from which the system calculates the *waiting period completion date*. The waiting period date to use code identifies an event from which the waiting period is calculated, such as a participant's date of hire.

Because waiting periods can also be applied to non-employees, you can select a waiting period date to use code that uses one comparison date for an employee and a second comparison date for a non-employee.

For example, for a medical plan, the system could determine the waiting period for employees based on hire date and for non-employees based on the life event that caused the participation eligibility to be determined. In this scenario, you would select a waiting period date to use code of "If Employee, Date of Hire; Not Employee, Life Event Date."

You can select from the following waiting period comparison dates:

- Date of Hire
- Adjusted Service Date
- Override Service Date
- Eligibility Begin Date

- Original Hire Date
- Life Event Date (Advanced Benefits)
- Later of the Life Event or Notification Date (Advanced Benefits)
- FastFormula Rule

### Waiting Periods by Life Event

Advanced Benefits customers can vary the waiting period requirement for a benefit by life event reason. You can define one waiting period for the compensation object and another waiting period that applies only in the occurrence of a particular life event. You can define waiting periods by life event at the following levels:

- Program
- Plan
- Option in Plan

### Waiting Period Processing

In Standard Benefits, waiting periods are calculated based on your waiting period definition when you open an enrollment form for a person.

For Advanced Benefits customers, waiting periods and eligibility are determined when you run the Participation batch process. The Participation process calculates the waiting period by adding the waiting period value (such as 60 days) to the waiting period comparison date (such as date of hire).

If the Participation process detects a potential life event between the effective date of the Participation process and the waiting period completion date, then no waiting period is determined for that participant. An error is written to the log file indicating that the waiting period must be re-determined after the intervening life event is processed.

The system also checks for temporal life events and does not create a waiting period if it detects a temporal event that will occur between the effective date of the Participation process and the waiting period completion date.

## Continuing Eligibility: Benefits Assignments

Because you can use an employee's assignment to determine benefits eligibility, you must maintain assignment information for terminated or deceased employees and their qualified dependents for the purpose of providing continuing benefits.

A *benefits assignment* is a copy of an employee's primary assignment that is created when one of the following events occur:

- **The employee terminates:** when an administrator enters a termination date, the application creates a benefits assignment for the employee and any dependents with an effective date of the actual termination date plus one day.

- **The employee becomes divorced or legally separated:** when the status of the worker changes to Divorced, the application creates a benefits assignment for the ex-spouse. The person type usage of *former spouse* is created for the spouse on the day of the divorce.

- **The employee dies:**when an administrator terminates an employee with the Leaving Reason of Deceased, the application creates a benefits assignment for the surviving spouse and any surviving family members. Where appropriate, the action creates person type usage of *Surviving Spouse, Surviving Family Member, Surviving Domestic Partner, and Surviving Domestic Partner Child*.

  **Note:** The new benefits assignment does not appear until the date after the termination, so you may need to change the system date to view the new assignment.

- **Dependent loss of eligibility (Advanced Benefits):** the Maintain Designee Eligibility process checks the eligibility of dependents of the subject employee. The application creates a benefits assignment for the dependent who has lost eligibility.

- **Reduction in hours:** the application creates a benefits assignment for an employee and any personal contacts when the employee experiences any life event reason with a type of Reduction in Hours.

  **Note:** Creating a Full Time-to-Part Time life event does not automatically create a Reduction in Hours life event. You must first set up a formula function to evaluate the number of hours from the assignment process results.

You can also manually create a benefits assignment if the application fails to create one, and you can update a system-generated benefits assignment.

**Note:** You set up the auto-generation of benefits assignments when you define the default payroll for a business group.

You can manually add, purge, and end element entries for benefits assignments, provided these entries are not for elements attached to an activity base rate. (When you make an election change or enrollment override, the application updates the entries of elements attached to an activity base rate.)

### Benefits Assignments and Payroll

For US and Canadian customers, benefits assignments must have a payroll with a monthly periodicity since continuing benefits for ex-employees and their dependents are typically administered on a monthly basis. When a benefits assignment is created for an employee, the benefits default payroll that you set up for the business group is automatically linked to the person's benefits assignment. You can change the benefits assignment payroll to another payroll using the Benefit Assignment window.

> **Note:** US and Canadian customers cannot process an employee termination unless the employee's business group has a default payroll.

Customers outside the US and Canada can maintain benefits assignments with a payroll of any periodicity; however, they must have a default payroll for benefits assignments.

See: Defining Benefits Defaults for a Business Group, *Oracle HRMS Enterprise and Workforce Management Guide*

## Eligibility Profile Criteria

You can define from one to dozens of eligibility criteria for an eligibility profile. Criteria are divided into personal criteria, employment criteria, derived factors, and other criteria, as follows.

> **Note:** The criteria that you can select depends on whether you have accessed the Participation Eligibility Profiles window from the Total Compensation or Collective Agreements area of the application.

### Personal Criteria

You select personal eligibility criteria from the Personal tab of the Eligibility Profiles window.

**Competencies:** Uses the first three enabled segments defined for the Competency Key Flexfield for the business group as criteria.

**Disability:** Uses an employee's disability category as eligibility criteria.

**Gender:**Uses an employee's gender as eligibility criteria.

**Leaving Reason:** Uses an employee's termination reason as eligibility criteria. This criteria are often used for continuing benefits eligibility, such as for COBRA in the US

**Opted for Medicare:** Uses whether or not an employee is enrolled in Medicare as eligibility criteria.

**Person Type:** Uses a person's person type(s) as eligibility criteria.

**Postal Zip:** Uses individual zip/postal codes or ranges of zip/postal codes as eligibility criteria.

**Qualification Title:** Uses a person's qualification title as eligibility criteria.

**Service Area:** Uses a person's service area, such as a city or other geographical area, as an eligibility criteria.

**Tobacco Use:** Uses whether or not a person uses tobacco as a variable factor to associate with an activity rate. In countries where it is illegal to hold information about a person's tobacco usage, for example, Italy, this personal factor is unavailable.

## Employment Criteria

You select employment criteria from the Employment tab of the Eligibility Profiles window.

**Assignment Set:** Uses an employee's assignment or a set of assignments as eligibility criteria.

**Assignment Status:** Uses a person's state of employment (Active, Inactive, or On Leave) as an eligibility criteria.

**Bargaining Unit:** Uses an employee's bargaining unit (local union group) as eligibility criteria.

**Full/Part Time:** Uses whether an employee works full-time or part-time as eligibility criteria.

**Grade:** Uses an employee's grade as eligibility criteria.

**Hourly/Salaried:** Uses an employee's pay basis, either hourly or salaried, as eligibility criteria.

**Job:** Uses an employee's job classification as eligibility criteria.

**Labor Union Member:** Uses whether an employee is a union member as eligibility criteria.

**Leave of Absence:** Uses an employee's leave of absence reason as an eligibility criteria.

**Legal Entity:** Uses an employee's legal entity (GRE) as eligibility criteria for a benefit (US only).

**Organization Unit:** Uses an employee's organization as eligibility criteria.

**Pay Basis:** Uses an employee's pay basis as eligibility criteria.

**Payroll:** Uses the employee's payroll as eligibility criteria.

**People Group:** Uses a person's People group as eligibility criteria.

**Performance Rating:** Uses an employee's performance rating as criteria.

**Position:** Uses a person's position as eligibility criteria.

**Quartile in Grade:** Uses an employee's pay range for a grade, divided by four, to

determine the quarter into which the person's salary amount falls.

**Range of Scheduled Hours:** Uses the number of hours an employee is scheduled to work as eligibility criteria. This is taken from the Working Hours field on the assignment. For employees with more than one assignment, the hours are totaled across all assignments if you check the 'Use All Assignments for Eligibility' check box on either the Programs or Plans window. If you define multiple scheduled hours ranges, the Participation Process evaluates each range as an 'Or' condition.

**Work Location:** Uses an employee's work location as eligibility criteria.

## Derived Factor Criteria

You select derived factor eligibility criteria from the Factors tab of the Eligibility Profiles window.

**Age:** Uses an employee's age as eligibility criteria.

**Combination Age/LOS:** Uses an employee's combination age and length of service factor as eligibility criteria.

**Compensation Level:** Uses an employee's compensation level as eligibility criteria.

**Full-time Equivalent:** Uses an employee's percent of full-time employment as eligibility criteria. The full-time equivalent source derives from the Assignment Budget Values window.

**Hours Worked:** Uses an employee's hours worked in a given period as eligibility criteria.

**Length of Service:** Uses an employee's length of service as eligibility criteria.

## Other Criteria

You select miscellaneous eligibility criteria from the Other tab of the Eligibility Profiles window.

**Benefits Group:** Uses a person's benefits group as eligibility criteria.

**COBRA Qualified Beneficiary:** Uses whether a person is considered a qualified beneficiary under COBRA regulations to determine eligibility (US only).

**Continuing Participation:** Used to set the date on which an ex-employee's payment for a continuing benefit must be received.

**Participant in Another Plan:** Uses a person's participation in another plan as eligibility criteria.

**Total Coverage Volume:** Uses the total coverage elected for a plan or option in plan by all participants as a variable factor in determining the actual premium owed by a plan sponsor to the benefits supplier.

**Total Participants:** Uses the total number of participants covered by a plan or option in plan as a variable factor in determining the actual premium owed by a plan sponsor to

the benefits supplier.

**User Defined Criteria:** Displays the user-defined criteria that you created to meet the particular needs of your organization. These criteria are not part of the standard criteria that Oracle HRMS delivers, and you must create these on your own. See: User-defined Eligibility Criteria, page 1-143

**Rule:** Uses an eligibility rule, instead of an eligibility profile, to refine or augment eligibility criteria for a benefit or collective agreement entitlement.

### Related Coverages

The criteria available under the Related Coverages tab are designed primarily for COBRA administration in the US but, you can use them for other purposes.

See: COBRA Eligibility Profiles, *Oracle HRMS Compensation and Benefits Management Guide*

## User-defined Eligibility Criteria

You can create as many eligibility criteria as you need for use in your eligibility profiles, to meet the particular requirements of your organization. You can use these criteria to determine employee eligibility for compensation, benefits, entitlements in collective agreements, personal actions, and so on.

Oracle HRMS comes with numerous standard eligibility criteria that support common industry requirements for defining eligibility, see: Eligibility Profile Criteria, page 1-140.

You can also define various system-calculated eligibility factors, that change over time, as eligibility criteria, see: Derived Factors, page 1-144.

User-defined criteria thus give you the additional flexibility to create your own criteria to meet any specific needs of your enterprise that the standard and derived factor criteria do not meet.

For example, if your organization employs deep sea divers and varies benefits to the divers based on how deep they dive, you can create Depth of Diving as a new eligibility criterion.

You create these criteria using the Create Eligibility Criteria page or from the User Defined Eligibility Criteria window that you can access from the Participation Eligibility Profiles window, see: Creating your own Eligibility Criteria, page 1-148.

You can define eligibility criteria out of any piece of person information by specifying the table and column name where the application stores that information. In the above example, if the application stores the details of the depth to which a person can dive in the table PER_ALL_ASSIGNMENTS_F and column attribute 8, you specify these details in your criteria definition to create the Depth of Diving criteria.

**Note:** You can specify the table and column names that identify your

user-defined criteria values, only if you are using the tables PER_ALL_PEOPLE_F and PER_ALL_ASSIGNMENTS_F. If you want to use any other table, you must use a formula. To be able to choose the correct values, you must have a basic understanding of the structure of the application tables that hold the required information. For more details on these tables, please refer to Oracle HRMS electronic Technical Reference Manual (eTRM), available on MetaLink.

You can also define existing hierarchies such as an organization hierarchy or position hierarchy as criteria for use in your eligibility profiles.

## Derived Factors

*Derived Factors* are system calculated eligibility factors that change over time. You define a derived eligibility factor to use as a criteria element in an eligibility profile for a benefit plan or a collective agreement, or a variable activity rate. You can use the derived factor of age in a dependent coverage eligibility profile.

The product supports the calculation of six derived factors:

- Compensation level
- Percent of full-time employment
- Hours worked in period
- Age
- Length of service
- Combination age and length of service

### Compensation Level

You define a compensation level derived factor if you use a person's compensation amount as an eligibility criterion or as a factor in a variable rate profile.

You can select as a compensation source a person's stated compensation, a payroll balance type, or a benefits balance type that you define.

### Percent of Full-time Employment

You define a percent of full-time employment derived factor if you determine eligibility or rates based on a person's percentage of full-time work.

You can choose to use a person's primary assignment only or the sum of all their assignments when determining their percent of full-time employment.

### Hours Worked in Period

You define an hours worked in period factor if you determine eligibility or rates based on the number of hours a person works in a given period that you define.

You can choose to derive the number of hours worked from a balance type or a benefits balance type.

### Age

You define an age factor if you determine eligibility for a person or a dependent based on age. You can define a minimum or a maximum age beyond which a person becomes eligible or no longer eligible for a particular benefit.

You can also define an age factor that derives the age of a participant's spouse.

> **Note:** If you calculate both a participant's age and a spouse's age to determine eligibility or a variable rate - and enrollment restrictions vary for the spouse and the dependent - you must duplicate the seeded Age Change life event reason. A system administrator must then write a Life Event Evaluation rule to determine which Age Change event to detect.

> **Note:** If you are defining a derived factor based on age for a collective agreement you can only use the person's age.

### Length of Service

You define a length of service factor if you determine eligibility based on how long a person has worked for your enterprise.

You can choose to calculate length of service from a person's hire date, adjusted hire date, or override service date.

### Combination Age and Length of Service

You create a combination age and length of service factor by linking an age factor and a length of service factor that you have defined into a new factor.

## Defining an Eligibility Profile

You use the Participation Eligibility Profiles window to define an eligibility profile with an effective start date of your choice. Before defining the profile, define any derived factors (such as length of service or compensation level), or your own eligibility criteria, that you plan to use as eligibility criteria.

If you want to create your own criteria to include in the eligibility profile, click User Defined Eligibility Criteria and create new criteria, see: Creating your own Eligibility Criteria., page 1-148 To access these criteria, choose the Other tabbed region, and select User Defined Criteria from the list

You can use eligibility profiles to determine:

- employee eligibility for compensation and benefits plans
- entitlements in collective agreements
- eligibility for grade/step progression
- eligibility for various work schedules, and so on

The information you can enter differs slightly depending on whether you have accessed this window from the Total Compensation or Collective Agreements area of the application.

> **Note:** If you use the Total Compensation Setup Wizard to set up grade ladders, programs and plans, and Total Compensation Statements, you can create or update eligibility profiles while you are working in the Wizard.

### To define an eligibility profile:

1. Enter the Name of the eligibility profile you are defining.
2. Enter a Description of this eligibility profile.
3. Select an Assignment Type to which this eligibility profile applies.

   For example, you can define an eligibility profile for employee assignments if this profile is only used for employees.

   > **Note:** You can only select Employee Assignment Only for profiles to be used with collective agreements.

4. Select the profile Status.

   **Pending:** This eligibility profile is currently proposed, but not active.

   **Active:** This eligibility profile is in use.

   **Inactive:** This eligibility profile is in use but cannot be associated with any new programs, plans, or options.

   **Closed:** This eligibility profile was once Active or Pending, but is no longer in use.

5. Select whether this eligibility profile applies to benefits or collective agreements. If you are defining an eligibility profile for work schedules or grade step progression, then select benefits.

6. Choose the tabbed region that contains a criteria element that you want to include in your eligibility profile. Choose from:

   - Personal
   - Employment
   - Derived Factors
   - Related Coverages (Not applicable to collective agreements)
   - Other

7. Select a criteria element.

   For example, you could choose Person Type as one of several eligibility criteria of the Personal type.

   > **Note:** When you define more than one value for a criterion, at least one of the values must be present in the person's record for them to be eligible. However, when you use multiple criteria in an eligibility profile (for example, a Work Location and an Organization), the person must meet at least one value for *each* criterion.

   If you use a FastFormula eligibility rule as part of your eligibility profile, the participant must meet the criteria of the rule and one value from any other criteria that you include in the eligibility profile. If you use more than one FastFormula rule, by default the participant must meet the criteria of all the rules. If you change the user profile option BEN:Eligible Profile Rule from AND to OR, the participant need only meet the criteria of one rule.

8. Enter a Seq (sequence) number specifying the order the system processes this criteria element relative to any other criteria in this eligibility profile.

   > **Note:** You must assign a sequence number of a higher priority to all criteria that are used to exclude eligibility.

9. Select one or more values for the criteria element you have selected.

10. Check the Exclude field if a person becomes ineligible to participate in the compensation object, or to receive the collective agreement entitlement you

associate with this eligibility profile if they meet this criterion.

You typically check the Exclude field when it is easier or faster to define which persons are excluded from eligibility, as opposed to defining which person are eligible.

11. If you are defining an eligibility profile for a grade ladder, and you want to rank your employees to determine the most eligible person to progress, enter an eligibility Score for this criteria.

    The application calculates the eligibility rank based on the total score for all criteria that the person satisfies.

12. For grade ladders, you can also enter an eligibility Weight for a criteria.

    The application multiplies the weight by the criteria value. You can only use weights with criteria that contain numeric values. If you enter a score and a weight for a criteria, the application adds the person's score to the weight to arrive at the final number.

13. Repeat steps 6, page 1-147 to 12, page 1-148 for each criteria element that you include in your eligibility profile.

14. Choose the Display All tabbed region to view the criteria elements in this eligibility profile.

15. Save your work.

## Defining Your Own Eligibility Criteria

Oracle HRMS enables you to create as many eligibility profile criteria as you need, in addition to the existing standard eligibility and derived factor criteria, to meet the particular requirements of your organization. You can use these criteria to determine employee eligibility for compensation, benefits, entitlements in collective agreements, personal actions, and so on.

See: User-defined Eligibility Criteria, page 1-143

Use the User Defined Eligibility Criteria window, which you can access from the Participation Eligibility Profiles window, or the Create Eligibility Criteria page to create your own criteria. The information you can enter differs slightly depending on whether you are creating your criteria from the User Defined Eligibility Criteria window or from the Create Eligibility Criteria page.

On both page and window you can create subcriteria, enabling you to designate two sets of values for a single criteria. On the Create Eligibility Criteria page you can also mandate that the person's timecard override the values stored in the table or returned by the formula attached to the criteria. For more information, see the white paper Setting Up the RBC/OTL/Payroll Integration (Metalink Note ID 369044.1).

### To create your own eligibility criteria:

1. Enter the Name, Short Name, and the Description for the new criteria.

2. Specify if the criteria accept a range of values.

3. Specify the Lookup Type or the Value Set that restrict the valid values for your criteria.

4. To use an existing hierarchy, such as an organization hierarchy or position hierarchy, to define the value for the criteria, select the appropriate hierarchy.

5. Specify a particular person information value as the value for your criteria by selecting the table and column names where this information is available or by using a formula.

   **Note:** You can specify the table and column names that identify your user-defined criteria values, only if you are using the tables PER_ALL_PEOPLE_F and PER_ALL_ASSIGNMENTS_F. If you want to use any other table, you must use a formula. To be able to choose the correct values, you must have a basic understanding of the structure of the application tables that hold the required information. For more details on these tables, please refer to Oracle HRMS electronic Technical Reference Manual (eTRM), available on Metalink.

6. To add a second subcriteria, click the Set 2 tab and repeat steps 2-5.

7. Save your work.

   To use these newly created user-defined criteria in your eligibility profiles, in the Participation Eligibility Profiles window, choose the Other tab and select User Defined Criteria from the list.

## Defining Derived Factors: Compensation Level

You can define a compensation level factor as part of an eligibility profile (to be used in determining benefits participation or collective agreement entitlements) or a variable rate profile. A compensation level factor can be based on either stated salary, balance type, or benefits balance type.

You define compensation level factors in the Derived Factors window. The values you can select in some of the fields depend on whether you have accessed the Derived Factors window from the Total Compensation or Collective Agreements area of the application.

### To define a compensation level factor:

1. Enter a Name for this compensation level factor.

2. Select the Unit Of Measure for this compensation level factor.

3. Select the Source of the compensation level factor.

   - Select the Defined Balance for this compensation level factor if you selected a source of balance type.

   - Select a Benefits Balance Type if you selected a source of benefits balance type.

   - Select the compensation periodicity in the Stated Comp Periodicity field if you selected a source of stated compensation.

     **Note:** If you have installed the Oracle Incentive Compensation patch 4409180 you can select either Oracle Incentive Compensation - Amount Earned or Oracle Incentive Compensation - Amount Paid as the source. If you select any of these sources, then the Incentive Compensation Information region displays, where you can enter the Start and End Dates, and select the Prorate if date range differs from OIC range check box

   In the Values block:

4. Enter the Minimum amount under which the system does not calculate this compensation level factor.

   - Check the No Minimum field if there is no minimum compensation amount under which the system excludes participants when determining participation eligibility and activity rates.

5. Enter the Maximum amount above which the system does not calculate this compensation level factor.

   - Check the No Maximum Compensation field if there is no maximum compensation amount above which the system excludes participants when determining participation eligibility and activity rates.

6. Select a Determination Code or Rule to define when the system determines a participant's compensation level.

7. Choose a Rounding Code or Rounding Rule to specify the level to which the system rounds the results of this compensation level factor.

8. Save your work.

# Defining Derived Factors: Percent of Full Time Employment

A percent full time factor derives an employee's percent of full time employment. The application uses this information to calculate activity rates, coverage amounts, or to determine participation eligibility for either benefits or collective agreement entitlements.

For example, you could define the 100% percent full-time factor to identify those employees who work 100% full-time (40 hours per week) and thus qualify for most benefits or entitlements.

You define percent full time factors in the Derived Factors window. The values you can select in some of the fields depend on whether you have accessed the Derived Factors window from the Total Compensation or Collective Agreements area of the application.

### To define a percent full time factor:

1. Enter a Name for this percent full time factor.

2. Check the No Minimum field if there is no minimum percentage of full-time employment under which the application excludes employees when determining participation eligibility and activity rates.

   - Or, enter a Minimum Percent Value to define the minimum percentage of full-time employment to be used in this calculation.

3. Check the No Maximum field if there is no maximum percent of full-time employment beyond which the application excludes employees when determining participation eligibility and activity rates.

   - Or, enter a Maximum Percent Value to define the maximum percent of full-time employment to be used in this calculation.

4. Check the Use Primary Assignment Only field to specify that the application considers only an employee's primary assignment when determining percent of full time employment.

5. Check the Use Sum of All Assignments field to specify that the application considers all active assignments when determining percent of full-time employment.

6. Select a Rounding Code or Rule to specify the level to which the application rounds the results of this calculation.

7. Save your work.

## Defining Derived Factors: Hours Worked In Period

An hours worked in period factor derives the number of hours a given employee has worked over a given period of time. The application uses this information to determine participation eligibility for either benefits or collective agreement entitlements, activity rates, and coverage amounts.

You define hours worked in period factors in the Derived Factors window. The values you can select in some of the fields depend on whether you have accessed the Derived Factors window from the Total Compensation or Collective Agreements area of the application.

### To define an hours worked in period factor:

1. Enter a Name for this hours worked in period factor.

2. Select the calculation source for this hours worked in period factor in the Source field.

   **Balance Type:** The application retrieves hours worked information from a balance.

   **Benefits Balance Type:** The application retrieves hours worked information from a benefits balance.

3. Specify when the application calculates this hours worked in period factor in the Once or Continuing field.

   **Once:** The application only calculates this hours worked in period factor following a life event or for open enrollment.

   **Continuing:** The application calculates this hours worked in period factor each time you run the Participation batch process.

4. Select the Defined Balance for this compensation level factor if you selected a calculation source of balance type.

5. Select a Benefits Balance Type if you selected a calculation source of benefits balance type.

6. Check the No Minimum field if there is no minimum number of hours worked in period under which the application excludes employees when determining participation eligibility and activity rates.

   - Or, enter the Minimum hours worked in period under which the application does not calculate this hours worked in period factor.

7. Check the No Maximum field if there is no maximum hours worked in period above which the application excludes employees when determining participation eligibility and activity rates.

- Or, enter the Maximum hours worked in period beyond which the application does not calculate this hours worked in period factor.

8. Select an hours worked Determination Code or Rule that defines how to calculate the hours worked in period.

9. Select a Rounding Code or Rule to specify the level to which the application rounds the results of this hours worked in period factor.

10. Save your work.

## Defining Derived Factors: Age

An age factor derives a person's age in order to determine participation eligibility for either benefits or collective agreement entitlements, activity rates, and coverage amounts.

For example, you could define the Retire 65 age factor to identify those employees who are at least 65 years of age and thus qualify for a maximum benefit under your corporation's retirement plan. For collective agreements you could define the Age Less Than 21 age factor to identify those employees who are less than 21 and thus should be placed on a particular grade.

You define age factors in the Derived Factors window. The values you can select in some of the fields depend on whether you have accessed the Derived Factors window from the Total Compensation or Collective Agreements area of the application.

### To define an age factor:

1. Enter a Name for this age factor.

2. Select the UOM to specify the unit of measure for this age factor.

3. Select an Age to Use code to indicate the kind of person, such as the participant or the participant's child, for whom you are defining a derived age factor.

   **Note:** Derived factors to be used with collective agreements can only use the employee's age.

4. Select an Age Determination Code or Rule to specify the date the application uses to calculate age.

5. Check the No Minimum Age field if there is no minimum age under which the application excludes employees when determining participation eligibility and activity rates.

- Or, enter the Minimum age beyond which the application does not calculate this age factor.

6. Check the No Maximum Age field if there is no maximum age beyond which the application excludes employees when determining participation eligibility and activity rates.
   - Or, enter the Maximum age beyond which the application does not calculate this age factor.

7. Select a Rounding Code or Rule to specify the level to which the application rounds the results of this age factor calculation.

8. Save your work.

## Defining Derived Factors: Length of Service

A length of service factor derives the length of service for a given worker in order to determine participation eligibility for either benefits or collective agreement entitlements, activity rates, and coverage amounts.

You define length of service factors in the Derived Factors window. The values you can select in some of the fields depend on whether you have accessed the Derived Factors window from the Total Compensation or Collective Agreements area of the application.

### To define a length of service factor:

1. Enter a Name for this length of service factor.

2. Select the unit of measure in the UOM field by which you are defining the length of service factor.

3. Select a Determination Code or Rule that defines how the system calculates an employee's length of service.

4. Check the No Minimum Applies field if there is no minimum length of service under which the system excludes employees when determining participation eligibility and activity rates.
   - Or, enter the Minimum length of service under which the system does not calculate this length of service factor.

5. Check the No Maximum Applies field if there is no maximum length of service above which the system excludes employees when determining participation eligibility and activity rates.

- Or, enter the Maximum length of service beyond which the system does not calculate this length of service factor.

6. Select a length of service Date to Use Code or Rule to specify the date from which the system calculates the employee's length of service.

   **Hire Date:** The system always uses the employee's hire date as the start date when calculating length of service.

   **Adjusted Service Date:** The system first uses the employee's adjusted service date if one exists. If there is no adjusted service date, the system uses the employee's hire date.

7. Check the Use Override Service Date field to indicate that the system should override the person's service date when determining eligibility.

   **Note:** You enter the Override Service Date for a person in the Participation Overrides window.

8. Select a Rounding Code or Rule to specify the level to which the system rounds the results of this length of service factor.

9. Save your work.

## Defining Derived Factors: Combination Age and Length of Service

A combination age and length of service factor associates two factors you have already defined: an age factor and a length of service factor.

You define combination age and length of service factors in the Derived Factors window. The values you can select in some of the fields depend on whether you have accessed the Derived Factors window from the Total Compensation or Collective Agreements area of the application.

### To define a combination age and length of service factor:

1. Enter a Name for the combination age and length of service factor you are defining.

2. Select an Age Factor.

3. Select a Length of Service Factor.

4. Enter the Minimum value for the combination of age and length of service that qualifies a person as eligible for the benefit, collective agreement entitlement, or activity rate with which this factor is associated.

5. Enter the Maximum value for the combination of age and length of service that qualifies a person as eligible for the benefit, collective agreement entitlement, or activity rate with which this factor is associated.

6. Enter an Order Number to specify the order in which the application processes and displays combined age and length of service records.

7. Save your work.

## Defining a Dependent Coverage Eligibility Profile

You use the Dependent Coverage Eligibility Profiles window to define an eligibility profile that limits the conditions that enable a dependent to receive coverage under a benefit.

You link the dependent coverage eligibility profile to the compensation object using the Dependent Coverage tabbed region of the Program Enrollment Requirements window. Or, use the Designations tabbed region of the Plan Enrollment Requirements window if the profile is for a plan that is not in a program.

### To define a dependent eligibility coverage profile:

1. Enter the Name of the dependent coverage eligibility profile you are defining.

2. Select the Status of this dependent coverage eligibility profile.

   **Active:** This eligibility profile is currently available to associate with a compensation object.

   **Pending:** This eligibility profile is currently proposed, but not yet available to associate with a compensation object.

   **Inactive:** This eligibility profile is in use but cannot be associated with any new compensation objects.

   **Closed:** This eligibility profile was once Active or Pending, but is no longer in use.

3. Select a Regulation to specify a statute or regulation that enables, defines, or restricts the eligibility criteria maintained in the profile.

4. Enter a Description of this profile.

5. Select a Rule to include in this profile if the standard dependent coverage eligibility profile criteria do not fully support your business requirements.

6. Choose the tabbed region that represents the factor by which you want to restrict dependent coverage. Choose from:

   - Relationship

- Age
- Status (includes disabled, marital, military, and student status)
- Postal Zip

7. Select the factor by which you are restricting dependent coverage in the Name field. Select one or more factors for each tabbed region, as required by your business rules.
8. Check the Exclude field for a factor in the Age region or the Postal Zip region if a dependent who meets this age or postal zip is excluded from receiving coverage.
9. Save your work.

## Defining Benefits Groups

You use the Benefits Groups window to define the groups into which you place various categories of employees and other benefits participants for purposes of eligibility or activity rate restriction.

You assign a person to a benefits group using the Benefits Tabbed region of the People window.

**Note:** If necessary, you can add the Benefits Tab to the People window. As a system administrator, query the BEN_MANAGER menu in the Menus window and add the HR View Benefits function to the menu.

**Note:** You may assign a person to only one benefits group.

### To define a benefits group:

1. Enter a unique name for this benefits group.
2. Enter a description of the benefits group.
3. Save your work.

## Defining Regulations

You define regulations as discrete rules, policies, or requirements that a governmental or policy making body defines regarding the administration of one or more benefits.

### To define a regulation:

1. Navigate to the Regulations window.
2. Enter a Regulation Name impacting the administration of one or more benefits.
3. Enter a Statutory Citation Name for this regulation.
4. Select a Regulatory Body such as a governmental or policy making body responsible for this regulation.
5. Select an Administrative Code indicating whether this regulation is issued by or enforced by this regulatory body.
6. Save your work.

## Defining Postal Zip Ranges

You date effectively define postal zip ranges that can be used to determine participation eligibility and activity rates.

You also use this window prior to defining service areas. The postal codes populate the list of values of the Postal Zip within Service Area region of the Service Areas window.

See Defining Service Areas, page 1-158

The following parameters are on the Postal Zip Ranges window:

- From Value is the beginning of the zip code range you want to define, inclusive.
- To Value is the ending value of the zip code range you want to define, inclusive.

### To define a postal zip range:

1. Enter a beginning and ending postal code, and save.

## Defining Service Areas

You date effectively define service areas for a benefits carrier or third party agent. For instance, you might want to define a service area for a city or other geographical area, and list the service provided.

The following parameters are on the Service Areas window:

- Service Area region
    - Name is the name of the region you are defining, e.g., "Coastal."

- Product is the name of the service provided to the region, e.g., "Medical Plan 1"

  **Note:** Lookup values for this field are located in BEN_PRDCT.

- Postal Zip within Service Area region
  - Postal Zip Range is the postal range for the service area

    See Defining Postal Zip Ranges, page 1-158

### To define a service area:

1. Enter or query the name of the service region.
2. Enter the appropriate service or product in the Product field.
3. Enter the zip code range for the service area.
4. Save your work.

# 2

# Salary, Grades, and Pay Administration

## Salary, Grades, and Pay Administration Overview

Oracle HRMS provides flexible mechanisms that support common industry approaches to grade implementation, and salary and pay administration.

### Grades

Enterprises use grades to compare roles within their organizational structure and relate compensation to grades to pay their employee in groups. Oracle HRMS uses grades to represent relative levels of management or seniority of employees in an enterprise, and provides alternative approaches to grade related pay administration, if you administer salaries for groups of employees.

### Models of Pay Administration

Oracle HRMS supports the following typical models of grade implementation and pay administration.

- **Model 1: Individual Pay**: You administer salaries on an individual basis and process salary updates manually. Grade changes do not trigger salary changes. You can, however, use grade rates as a guideline for manual update of salaries.

  For this model, you use Salary Administration. You can enter salary amounts or wage rates for all new employees using the Salary page. You can also enter proposals for salary changes and identify the various components making up the changes.

  *Salary basis* is central to the salary administration functionality. It sets the relationship between various components of the salary administration functionality.

  See: Salary Basis, page 2-7 and Starting Salary and Salary Proposals, page 2-15

  For rapid updates to many salaries, you can download salary information to a spreadsheet, modify it, and upload again using Web Applications Desktop

Integrator (Web ADI).

See: Salary Spreadsheets, page 2-16

You can also use Compensation Workbench to allocate compensation awards and propose changes to salary components on an individual basis or for groups of employees. Using Compensation Workbench line managers set compensation budgets and issue them to the reporting managers. Reporting managers then allocate compensation awards within these budgets to employees belonging to their organizations.

See: Compensation Workbench, page 3-8

- **Grade-Related Pay**
  - **Model 2: Group Pay (Common Pay Scale)**: Pay is based on grade and, optionally, grade step. In this model every grade or subgrade maps to a point on a common pay scale and enables you to compare multiple grade groups to a single set of values.
  - **Model 3: Group Pay (No Common Pay Scale)**: Pay is based on grade but may also vary by other criteria. For example, the pay for employees on the same grade may vary according to their location. You create a default pay rate for each grade and, optionally, grade step and you create a separate pay rate for each set of criteria (location, in our example). Similarly you can vary pay on the basis of other criteria such as union or job.

  For more information on these models, see: Recognizing Your Grade Implementation Model, page 2-28

  If follow Model 2, you may choose to use either the Grade/Step Progression (GSP) or the non-automatic step progression features to manage your grades and grade related pay. To follow Model 3, you must use Grade/Step Progression.

  The Grade/Step Progression approach, enables you to group together grades and grade steps into a *Grade Ladder* and then define system-based rules for the automatic progression of your employees on these grades and steps. You can also update employee salary automatically whenever these is a grade or step change.

  See: Implementing Grade Related Pay, page 2-32, Administering Grades and Pay (Without Using Grade Ladders), page 2-51, and Administering Grade/Step Progression, page 2-53

- **Model 4: Criteria-based Pay**: Pay varies according to combinations of criteria. You create a matrix in which you record values for each rate (salary, overtime, allowances, and so on) against combinations of criteria (such as performance rating for each job at each location). You administer pay by creating a rate matrix and retrieving values based on a person's current assignment or overriding values from their timecard, using the rate retrieval API.

  See: Criteria-Based Rates for Variable Pay, page 2-72

## Recording Market Compensation Surveys

Using Oracle HRMS you can enter details from compensation surveys conducted across your industry. You can then link the survey details for individual jobs, called salary survey lines, to the jobs, positions, and assignments you use in your enterprise.

> **Note:** You can also download information from market survey companies using APIs.

See: Entering Compensation Surveys, page 2-24

## Reporting on Salary, Pay, and Grade Progression

The salary amounts or wage rates you enter or change provide your enterprise with information for analysis purposes. If you are also using Oracle Payroll, they also provide some of the values that payroll calculations use. If you are using another payroll system, they can also provide salary information for that payroll to process.

Oracle HRMS and Oracle HRMSi enable you to generate a range of reports to meet your business analysis needs and aid payroll calculations.

For example, using the Salary Review Report you can check the current and past salaries for some or all of your employees.

The Compensation History page in SSHR enables you to view the in-progress, current, and historical information about compensation and ranking of your employees. If you use Compensation Workbench, this feature supplies a number of reports for salary changes, bonuses, and stock options.

See: Compensation Reporting, page 1-57 and Salary and Grade Related Pay and Progression -- Reports, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

Oracle HRMS also includes various Workforce Intelligence reports that help you analyze salary and grade related information.

## Key Concepts

To enable you to manage the basic remuneration that employees receive, you need to understand the following key concepts that underpin the Salary Administration functionality:


- Salary Earnings Elements, page 2-7
- Salary Basis, page 2-7
- Salary Components, page 2-8

- Starting Salary and Salary Proposals, page 2-15
- Salary Spreadsheets, page 2-16

To enable you to effectively enter information about salary surveys you need to understand another key concept:

- Compensation Survey Identifiers, page 2-23

To enable you to manage grade related pay and progression, you need to understand the following key concepts:

- Grades and Grade Structures, page 2-27
- Grade Implementation Models, page 2-28
- Grade Rates, page 2-33
- Pay Scales, page 2-35
- Grade/Step Progression, page 2-36

To use Rate by Criteria, read:

- Criteria-Based Rates for Variable Pay, page 2-72

## Salary, Grades, and Pay Administration

Using the *Salary Administration* functionality in Oracle HRMS you are able to manage efficiently the basic remuneration that employees receive. You can manage grade-related pay using *Grade/Step Progression*, and variable pay using *Rate by Criteria*.

### How does HRMS enable you to administer salaries?

You can enter salary amounts or wage rates for all new employees that take effect immediately. You can also enter proposals for salary changes and identify the various components making up the changes. For rapid updates to many salaries, you can download salary information to a spreadsheet, modify it, and upload again using Web Applications Desktop Integrator (Web ADI).

You can also use Compensation Workbench to allocate compensation awards and propose changes to salary components.

Once you have proposed salary changes, you can approve and implement the proposed changes quickly and easily.

### Can you associate salary changes with performance reviews?

Yes. You are able to associate all salary changes with the result of performance reviews.

Also, you can identify which components of a salary change are associated with performance, such as merit awards.

## How do you handle grade related pay?

Depending on the requirements of your enterprise you may choose either the Grade/Step Progression (GSP) or the non-automatic step progression features to manage your grade related pay. If you follow the non-automatic step progression approach, you use *grade rates*, *pay scales*, *scale rates*, and *grade scales* to relate grades or sub-grades to pay. If you use the Grade/Step Progression approach, you use the *Grade Ladder* to group together grades (and grade steps) and then define default and criteria salary rates to relate grades to pay.

## Can you vary grade related pay across your enterprise?

If you differentiate grade-related pay according to certain predefined criteria, you can use the Grade/Step Progression business process to record different pay rates for the same grade (or grade step). For example, if your enterprise differentiates pay for employees who are on the same grade (or step) but in different office locations, you can record one set of pay rates (known as *criteria salary rates*) for each location.

## How do you pay employees at varying rates based on the roles they perform?

Rate by Criteria (RBC) offers the flexibility of the *rate matrix,* enabling you to pay any employee at a different rate for each role they perform. You can specify multiple (up to seven per matrix) eligibility criteria such as location and shift; rate parameters such as minimum, maximum, and overtime rates; define your own criteria; and tailor payroll formulas that call the RBC function. You can also leverage the integration with Oracle Time and Labor to tie RBC to timecards.

## Can you automate the progression of employees in your enterprise?

The Grade/Step Progression business process enables you to group together grades (and grade steps) and then define system-based rules for their progression. These rules allow you to define how an employee becomes eligibility for progression, the grade (or step) to which they are eligible to progress, any salary updates relating to successful progression, and how those salary updates are passed to your payroll. When the application finds an employee eligible for progression, it either progresses them automatically, or flags them for manual progression, and makes any necessary salary updates (if you have set up Grade/Step Progression to apply automatic salary updates).

## Can you analyze and compare salaries for groups of employees?

Yes. You can report on current and previous salaries for groups of employees (such as employees in a selected organization or on a certain grade). You can compare salaries to the mid point defined for a grade. You can download salary proposals to a spreadsheet

for "what if" analysis.

Using HRMSi you can review current and proposed salaries of comparable groups of employees.

## Can you map market compensation surveys to information for your enterprise?

Yes. Using Oracle HRMS you enter the results of different compensation surveys. For example, you can record the minimum and maximum salaries for jobs within your industry. You can then link the compensation survey details to jobs, positions, and assignments within your enterprise.

## If Payroll is installed, does this link to pay?

Yes. No matter which method you choose to administer pay, Oracle Payroll can process the pay rates for which your employees are eligible.

# Salary Administration Setup

## Salary Earnings Elements

For Salary Administration, you need at least one salary earnings element for each group of employees whose salary is quoted on the same basis (such as hourly or monthly). You then link these elements to components of employee assignments, to determine which employees are eligible for a particular element. Oracle Payroll can process these elements in payroll runs to generate salary amounts for employees. A third party payroll can take information from these elements for use in generating amounts for employees.

### HR-Only

If you are an HR-only customer, you need to work closely with your Payroll Department to ensure that the elements used in Salary Administration are correctly set up for transmission of information to whatever payroll is in use.

### Predefined Earnings Elements

Some HR localizations have certain predefined earnings elements already set up when you receive your HR system. For example, US-HRMS includes the predefined earnings elements Regular Salary and Regular Wages. Depending on your requirements, you may decide to use some predefined elements to represent actual earnings types in your system.

If you are an Oracle Payroll user, you will also get other predefined elements.

However, predefined elements cannot be changed in any way. For this reason, you may decide to use the predefined elements simply as models for other earnings elements that you define to meet the particular requirements of your enterprise.

If predefined elements are not available to represent all the earnings types and salary bases you need for your Salary Administration setup, you must create your own elements for this purpose.

## Salary Basis

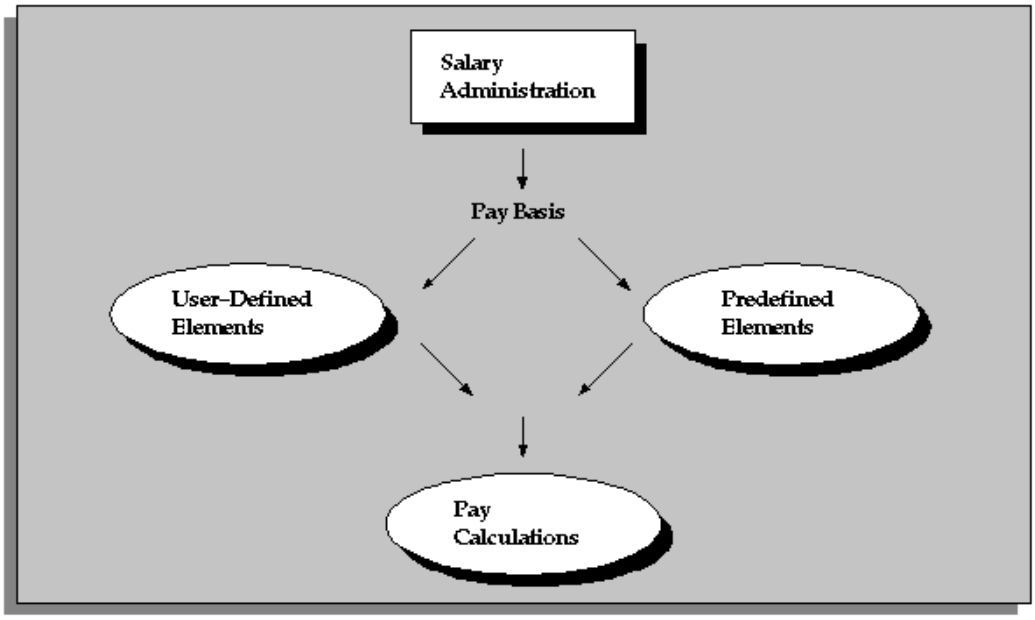
When your elements for use in Salary Administration are in place and you have defined links for them, you associate an element with each *salary basis* in use in your enterprise. The salary basis establishes the duration for which a salary is quoted, such as, hourly (for example, 1,000 yen per hour) or annually (for example, 18,000 pounds per year).

The salary basis is not necessarily the same as the pay frequency. For example, an employee with an hourly pay rate can have the salary basis Hourly Salary, but can have

an assignment to a weekly payroll and therefore have a weekly pay frequency.

> **Note:** You cannot use the Element Entries window or BEE to make entries to any elements that are associated with salary bases. You must use the Salary page to enter and maintain entries for the element.

***Elements and Salary Basis for Payments***




## Salary Components

Salary changes can be broken down into two or more components, to reflect different reasons for the change. You can approve each component of the proposal separately.

Ten salary components are predefined, as shown in the following table. You can create as many additional components as you require. However, only ten components can be displayed in the Salary Management folder. If you want your new components to be displayed in the folder instead of the default components, you must update a view.

This task is for system administrators.

| Predefined Salary Component | Lookup |
|---|---|
| Cost of Living | COL |
| Job Evaluation | JOEV |

| Predefined Salary Component | Lookup |
|---|---|
| Location Adjustment | LOAD |
| Market Adjustment | MKAD |
| New Hire | NEWH |
| Performance | PERF |
| Periodic Review | PERE |
| Progression | PROG |
| Promotion | PROM |
| Transfer Adjustment | TRAD |

## Setting Up Salary Administration

Use the Salary page to manage efficiently the basic remuneration that employees receive.

1. Create (or Decide on) Salary Elements, page 2-10
2. Decide How To Validate Salary Entries, page 2-12
3. Link the Salary Element, page 2-11
4. Define a Salary Basis, page 2-13
5. Review the salary components predefined as values for the Lookup Type PROPOSAL_REASON. If you want your new components to be displayed in the Salary Management folder, you must also change a view. See: Creating Salary Components, page 2-13
6. Optional: If you want Oracle HRMS to calculate full-time equivalent salaries for part-time employees, set the HR: FTE Factor user profile option. For more information on the different available options, see: User Profiles, *Oracle HRMS Configuring, Reporting, and System Administration*
7. Optional: configure compensation survey to enable you to compare your employees salaries with published compensation survey data specific to your industry.

See: Compensation Surveys, page 2-23

8. If you want to record performance ratings such as Outstanding, Superior and Average, enter them in the Lookups window for the Lookup Type PERFORMANCE_RATING.

   See: Adding Lookup Types and Values, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

9. Add the function "Salary Administration Approve" to the menu of responsibilities that should be able to approve salary proposals. Without this function, users can enter salary proposals but they cannot approve them.

   See: Defining Menus, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

10. Assign employees to a salary basis using the Salary Information region of the Assignment window. Also assign employees to a grade, if you have associated a grade rate with the salary basis.

    See: Assigning Employees to a Salary Basis, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

## Creating a Salary Element

You need at least one salary element for each salary basis in your enterprise.

If predefined elements exist in your localization, you might decide to use these. If your localization does not include predefined elements, or if the predefined elements are insufficient or inappropriate, you must create these elements.

You create a salary element in the Element window.

**US and Canada Payroll only**: If you decide not to use the predefined Regular Salary and Regular Wages elements, create your own elements using the Earnings window, rather than the Element window.

**Mexico, Canada, and UAE only**: Use the Element Design Wizard to create your own elements, rather than the Element window.

### To create a salary element:

1. Set your effective date to a day on or before the start of the first payroll period for which you want to enter salaries.

2. Enter a name for the element, and select the classification Earnings.

3. **Payroll only**: Select the proration event group, if this field is available for your legislation.

4. Select the type Recurring.

5. Do *not* check the Standard check box.

6. Save the element, then click Input Values.

7. Create one input value to hold the salary value in the Input Values window. If you want to associate this element with more than one salary basis, create one input value for each salary basis.

   **Tip:** If the salary basis is different from the payroll periods of the employees who will receive this element, make this clear in the input value name. For example, if the salary basis is Annual, you could name the input value Annual Salary.

   Also, you can use the input value unit of Number instead of Money to enter salaries of up to 5 decimal places. For example, if you pay your employees' 10 pounds per day and a day consists of 7 hours, you can set up the input value unit as Number, this enables you to enter the employee's hourly rate as 1.4286 pounds. If the average day is 8 hours you could use the input value unit of Money because the hourly rate of 1.25 pounds only requires two decimal places.

8. Optionally, enter validation criteria for the input value, such as a Minimum and Maximum value, or a formula to perform the validation, if required. Select Error in the Warning or Error field.

   See Validating Salary Entries, page 2-12

   **Note:** If you select Warning, users do not see the warning in the Salary page.

9. Save your work.

## Linking the Salary Element

Link the salary elements to components of employee assignments to establish employee eligibility for the elements.

Use the Element Link window to link the salary element.

### To link the salary element:

1. Set your effective date to a day on or before the start of the first payroll period for which you want to enter salaries.

2. Select your new salary element.

3. Do not check the Standard check box.

4. Select eligibility criteria for this element. If you want to make the element available to all employees, do not select any criteria.

5. Save the link.

6. If you want to enter different validation criteria for different eligibility groups, you can change the Min and Max valid values in the Link Input Values window.

## Validating Salary Entries

There are two ways to validate salary entries:

- You can *warn* users when they enter a salary proposal that is outside a valid range defined for an employee's grade. This approach uses grade rate ranges.

- You can *prevent* users from approving a salary that is outside a valid range, or that fails validation performed by a formula. Notice that this validation is not performed until you try to approve a salary proposal. This approach uses element input value validation.

### To validate salaries against grade rate ranges:

1. Create a salary grade rate and enter minimum, maximum, and midpoint values for each grade.

   See: Defining a Grade Rate, page 2-47

2. When you define the salary basis, select your salary grade rate.

   See: Defining a Salary Basis, page 2-13

3. Assign your employees to grades.

### To validate salaries using input value validation:

1. If you want to validate salaries using a formula, create your formula in the Write Formulas window.

   See: Writing Formulas for Validation, *Oracle HRMS FastFormula User Guide*

2. When you define an input value for the salary element, you can select a formula to perform validation, or you can enter minimum and maximum valid values.

   See: Creating a Salary Element, page 2-10

3. If you want to vary the validation for different groups of employees, you can enter validation criteria in the Link Input Values window.

   See: Linking the Salary Element, page 2-11

## Creating Salary Components

You can create as many additional salary components, as you require. However, only ten components can be displayed in the Salary Management folder. If you want your new components to be displayed in the folder instead of the default components, you must update a view.

### To create new salary components to display in the folder:

1. Query the Lookup Type PROPOSAL_REASON in the Lookups window and add a new code for each new component.
2. Open the View file peupl01v.sql in a text editor.
3. Go to the component reason list and replace the default Lookups with the new codes you have created.

   **Note:** There are two places in the file where you need to change these codes.

4. Go into SQL*Plus as hr user and run the edited script.
5. Change the column names in the Salary Management folder by choosing Change Prompts from the Folder menu.

## Defining a Salary Basis

Use the Salary Basis window to define a *salary basis* for each salary element to be used for salary administration. This establishes the duration for which a salary is quoted, for example, hourly, monthly or annually.

### To define a salary basis:

1. Enter an appropriate name for the salary basis.
2. Select a pay basis, such as Annual or Hourly. For example, select Monthly Salary if you are using the predefined Regular Salary element in the US.

   If you selected Annual or Monthly, Oracle HRMS identifies the number of payments and enters 1 or 12 in the Pay Annualization Factor field. You can change

this value, if required.

If you selected Hourly, the Pay Annualization Factor field is blank. Enter your own value, such as 2080 (40 hours * 52 weeks) to enable the Salary page to display an annual salary from the hourly rate.

If you select Period, leave the Pay Annualization Factor field blank, Oracle HRMS uses the payroll period of your employee as the annualization factor.

> **Note:** The pay basis is for information only. For example, to enable you to compare salaries.

3. Select the name of the salary element and input value associated with this salary basis. For example, if you are using predefined elements in the US, select Regular Salary and the input value Monthly Salary, or Regular Wages and the input value Rate.

   > **Note:** If you use Oracle Payroll, do not select Pay Value as the input value for the salary element. Oracle Payroll does not run the payroll formula associated with this element if you select Pay Value and therefore this selection may result in incorrect balances.

4. Select a grade rate to associate with the salary basis, if required.

   Oracle HRMS uses the grade rate to validate your salary proposals. You receive a warning if the salary you enter for an employee is not within the grade rate range defined for the employee's grade.

5. Select the grade rate basis (Hourly, Monthly, Annual, or Period) for the rate if you selected a grade rate. For example, if your grade rate specifies the valid *monthly* salary ranges for each grade, select Monthly Salary in the Grade Rate Basis field.

   If you selected Annual or Monthly, Oracle HRMS identifies the number of payments and enters 1 or 12 in the Grade Annualization Factor field. You can change this value, if required.

   If you selected Hourly, the Grade Annualization Factor field is blank. Enter your own values, if required.

   If you selected Period, leave the Grade Annualization Factor field blank, Oracle HRMS uses the payroll period of your employee as the annualization factor.

   > **Note:** This is for information only. For example, to enable you to compare salaries within grades.

6. Save your changes.

# Salary Administration

## Starting Salary and Salary Proposals

Use the Salary page to enter starting salary amounts for new employees, which receive approval automatically. You can enter a proposed salary change for a current employee at any time. You can enter a salary proposal as:

- A new amount
- A single change amount or multiple change amounts
- Percentages (reflecting different factors or reasons contributing to the change, such as a merit award plus a cost of living component)

To hold multiple reasons for a starting salary or a salary change, you break down a proposal into two or more components. Each component represents a different reason for changing the salary. You can define as many reasons as you require using the Lookup Type PROPOSAL_REASON. Examples of components are Merit Award and Cost of Living Increase.

Optionally, you can rank the employee to track their performance in the future or consider their performance rating to assist you in proposing a salary change. You can enter grade rate ranges against which the application validates salary proposals, if required, when you set up salary administration.

You can also use Compensation Workbench to allocate compensation awards and propose changes to salary components. See: Compensation Workbench, page 3-8 for further details.

### Salary Change Approval

A salary proposal does not go into effect until it receives approval. If you have recorded multiple components of a salary proposal, you can approve each component independently. When an unapproved proposal exists for an assignment, you must either approve or delete it before you can enter a new proposal.

When you approve a salary, Oracle HRMS creates or updates a salary element entry for the assignment. You can view this entry in the Element Entries window, but you cannot change it there.

> **Note:** You can approve components, but you may not be able to approve salaries. This is controlled by a menu function set up by your system administrator.

### Assignment Changes

If an employee's assignment changes such that it continues to be eligible for the salary element but via a different element link, the existing element entry is ended. No new element entry is created automatically. (This is in contrast to the behavior for other types of element.) You must re-enter and approve the salary proposal following the assignment change. This ensures the integrity of your salary data.

## Correcting or Deleting a Salary Proposal

Using the Salary page you can:

- Make corrections to your current or previous salary proposals
- Enter a new salary proposal between two current salary proposals
- Delete the current or previous salary proposals
- Delete a salary proposal leaving a gap between two existing salary proposals

### Salary Related Details

The Salary page summarizes and displays information to help you perform informed salary administration all in the same page. You can find information on

- The grade step details from the Grade Salary Limits region
- The salary basis details from Salary Basis Details region
- The employee's performance ratings from the Recent Performance region
- The full time equivalent of employee's salaries to effectively administer salaries for part-time employees

### Review and Compare Salaries

Before entering salary proposals, you can review the current salaries of comparable groups of employees using the Salary page. You can also view the salary history of an employee and compare employee salary against published compensation survey data for similar jobs and positions in your industry.

For other methods of reviewing the current salaries of similar employees, see:Reviewing Current Salaries, page 2-20.

# Salary Spreadsheets

Using Web Applications Desktop Integrator (Web ADI), you can download information

from the Salary Management folder to a spreadsheet. Here you can manipulate the data to create new salary proposals or to modify existing proposals. You can then upload your revised salary information to the database. If your responsibility permits, you can approve all or selected proposals in the folder. Using Web ADI you can also upload descriptive flex field information.

The changes you make in the spreadsheet are checked when you upload them to the database. To minimize errors, follow these rules:

- Do not enter components for a first salary (for example, for a new hire). Enter a proposed amount and change date only.
- Enter changes for the full salary or for components but not for both.
- If you enter components, make sure you enter a value (Y or N) in the Approved field for each component.
- Do not alter a Change Date that was downloaded from the database.
- Do not enter information in the grey fields (except for Change Date).
- Note that the Change Amount is given precedence over the Change Percentage. If you enter inconsistent values, the upload process records the new change amount and adjusts the percentage to match. If you want to record a percentage change, clear the amount field.
- If you want to delete a component, clear both the change amount and percentage fields for that component.

See: Data Download Using Web ADI, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

See: Data Upload Using Web ADI, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

## Using the Salary Management Folder

Using the Salary Management Folder, you can select sets of assignments for which you want to enter or approve salary proposals. For each assignment, the folder can display the current approved salary and proposed new salary, including up to ten salary components.

Using Web Applications Desktop Integrator (Web ADI), you can download information from the Salary Management folder to a spreadsheet. Here you can manipulate the data to create new salary proposals or to modify existing proposals. You can then upload your revised salary information to the database. If your responsibility permits, you can approve all or selected proposals in the folder.

See: Data Download Using Web ADI, *Oracle HRMS Configuring, Reporting, and System*

*Administration Guide*

See: Data Upload Using Web ADI, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

### To manipulate salary proposals in a spreadsheet:

1. In the Salary Management folder, query the assignments you want to process.
2. Display the folder columns that you want to export.
3. Choose the Export Data icon on the Oracle HRMS tool bar to display the Settings page of the Web ADI wizard.

   **Note:** You need to be logged into your self-service home page for the Web ADI settings page to appear. Otherwise, you will be prompted with the self-service applications login screen.

   **Caution:** When moving between Web ADI pages, do not use your browser's Back or Forward buttons, as this causes information to be lost; instead, use the Back, Next and Cancel buttons displayed on the Web ADI page.

4. Select a spreadsheet viewer. If several versions of the viewer are available, your system administrator can tell you which version is appropriate.
5. Ensure that the Reporting check box is unchecked. You cannot upload data if the Reporting check box is selected when you download the data.

   **Note:** You can upload data only if the HR Update Salary Proposals integrator has been set up to allow upload. Check with your system administrator that the required integrator is available.

6. All other information is defaulted and a Review page displays the parameters that will be used to create the document. Choose the Create Document button to continue.

   A spreadsheet document is created and displayed, and the data from the records you queried is added to the spreadsheet. A number of confirmation messages appear as the document is created.

   The data downloaded to the document depends on the query you entered in the window and the columns in your layout.

   **Note:** You may want to save the spreadsheet on your desktop at

this stage, as otherwise the spreadsheet and the data it contains will be lost from your desktop when you close the spreadsheet (the data remains in the Oracle application).

7. Edit the data in the spreadsheet. Save the spreadsheet with a new name (to prevent it being overwritten the next time Web ADI is run).

   For further information about the rules to follow when editing the data in your spreadsheet, see: Salary Spreadsheets, page 2-16.

   In the **Upl** column of the spreadsheet, each row where you have changed data in any field is flagged for upload. As you change data in a field, the row is flagged for upload.

8. Select the Oracle menu on your spreadsheet viewer toolbar, and choose Upload

9. If you are not already logged in to Oracle applications, a login page appears. Enter your user name and password, then choose the Login button.

10. In the Set Responsibility page, choose your responsibility and then choose Select.

11. In the Upload Parameters page, choose the Parameters button. If you only want to upload flagged rows, choose the Flagged Rows option button. To upload all rows choose the All Rows option button.

12. Choose the Proceed to Upload button, then choose the Upload button in the page that appears next. The upload takes place, and a series of upload messages is displayed, indicating the success or failure of the upload.

13. If the upload fails, return to the spreadsheet and correct any errors, then retry the upload. Further details of errors are available in the Messages column at the end of each row of the spreadsheet. If the upload is successful, the data is uploaded to the database. Confirmation messages indicate the success of the upload.

    **Note:** Web ADI uploads all rows to the database if the data is error-free. If any errors occur, no rows are uploaded.

14. To view your new proposals in the Salary Management folder, re-query the data.

### Approving Multiple Salary Proposals

If the Approve button is displayed in the Salary Management folder, you can select multiple assignments in the folder and approve them.

**Note:** If the Approve button is not displayed, you cannot approve

salaries. This is controlled by a menu function set up by your system administrator.

When you approve a salary, Oracle HRMS creates or updates a salary element entry for the assignment. You can view this entry in the Element Entries window, but you cannot change it there.

**To approve multiple salary proposals**

1. In the Salary Management folder, query the assignments you want to process.

2. Select the assignments you want to approve and choose the Approve button. To select multiple assignments, hold down the CTRL key and click on the assignment records you want to select.

   **Note:** The Salary Management folder is not designed for mass approvals. Do not try to approve hundreds of salary proposals together using this window.

## Reviewing Current Salaries

Before entering salary proposals, you can review the current salaries of employees in the same job and country, view the salary history of an employee and compare employee salary against published compensation survey for similar jobs and positions in your industry using the Salary page. There are a number of other ways of reviewing current salaries.

1. Choose the appropriate approach:

   - Query a list of assignments in the Salary Management folder to view their current salaries and any existing salary proposals. You can view up to ten salary components (such as Cost of Living, Location Adjustment, or Promotion) for each proposal.

     See: Using the Salary Management Folder, page 2-17

   - Query lists of assignments receiving a particular salary element on the List Employees by Element window. This shows the latest approved salary for each assignment in the date range you select.

     See: Listing Employees by Element, page 1-67

   - Run the Salary Review Report to view current and previous salaries for all current or terminated employees, or for employees assigned to a selected organization, job, position, and/or grade.

     See: Running the Salary Review Report, page 2-22

- Query a list of assignments in the Assignments folder then view the salary history for each assignment in the list, individually, using the Salary History window. This window displays the dates, reasons, and amounts of each approved salary change, and of any new salary proposal.

  See: Viewing Salary History, page 2-21

- If you use grade rates, you can view the salaries of all employees on a certain grade receiving a particular salary element, using the View Employee Grade Comparatio window. This window also displays each employee's salary as a percentage of the midpoint defined for the grade.

  See: Viewing Grade Comparatios, *Oracle HRMS Compensation and Benefits Management Guide*

- If you use pay scale rates for salaries, you can report on the salaries of all employees or a group of employees using the Employee Increment Results report.

  See: Running the Employee Increment Results Report, *Oracle HRMS Compensation and Benefits Management Guide*

## Viewing Salary History

Oracle HRMS maintains a complete history of approved salary changes for current and terminated employees, along with associated performance reviews. Using the Salary History window or the Salary page, you can view the dates, reasons, and amounts of each approved salary change, and of any new salary proposal.

You can review the salary history of a current or terminated employee using the Salary page or by running the Salary Review Report, page 2-22.

### To view salary history:

1. Query assignments in the Assignments Folder.
2. Select an assignment and choose the Salary History button.

The Salary History window contains a folder. You can enter a query in the folder to reduce the list of salary changes displayed. You can remove, rearrange, add, or resize fields in the folder if you have access to the folder menu.

The **Change** field shows the amount of the salary change, and the **Actual** field shows the new salary effective from the **Change Date**. The **Hourly**, **Monthly**, **Annual**, and **Payroll** fields show the salary prorated to these periods. The **Currency Code** field shows the currency in which the salary was paid and the **Ranking** field shows the employee rank. The **Mid**, **Minimum**, and **Maximum** fields show values from the grade rate for the employee's grade. The **Comparatio** field shows the salary as a percentage of

the midpoint defined for the grade rate.

> **Note:** Fields are greyed out when there is no previous history, for example, if there is no previous or changed salary.

## Running the Salary Review Report

Use this report to see current and past salaries, and salary proposals, for some or all of your current or terminated employees. You can restrict the employees to those assigned to a selected organization, job, position, or grade. You can also restrict the report to showing only employees receiving the maximum salary for their grade (defined by the grade rate). You can use the report to show all salaries (approved and proposed) or to show unapproved salary proposals only.

You run reports from the Submit Requests window.

### To run the Salary Review Report:

1. In the Name field, select Salary Review Report.
2. Enter the Parameters field to open the Parameters window.
3. Enter the effective date for which you want to see the report.
4. Optionally select an organization, job, position, and/or grade to restrict the scope of the report to employees assigned to these components.
5. If you want to restrict the report to showing salary proposals, select Yes in the Unapproved Proposals Only field.
6. If you want to restrict the report to showing employees receiving the maximum salary for their grade (defined by the grade rate), or a higher salary, select Yes in the Grade Rate Maximum Only field.
7. Choose the Submit button.

# Compensation Surveys

## Compensation Survey Identifiers

Compensation surveys enable you to compare your basic remuneration packages against published data for your industry. Using this feature you can record as many compensation surveys as you require, map those surveys to each job and position in your enterprise, and analyze the data to understand how compensation within your enterprise compares with trends in the industry.

When you enter the details of a compensation survey using the Compensation Surveys window, you must enter a compensation survey identifier. The identifier filters the survey lines to display only the information relevant to the survey you have specified, which helps you enter data more quickly and efficiently.

You use the identifier as the two character prefix to the codes of each of the lookup values you use in the Compensation Surveys window. The identifier you enter on the Compensation Surveys window points to the two character prefix you added to the lookup codes, and the application displays only those lookups that are relevant to the identifier.

### Lookup Types for the Compensation Survey Window

You set up the values for the fields in the Compensation Survey window using the following user-extensible Lookup Types:

- SURVEY_JOB_NAME
- SURVEY_REGION
- SURVEY_SENIORITY
- COMPANY_SIZE
- INDUSTRY
- SURVEY_AGE
- SURVEY_COMPANY

To display the jobs and values specific to each survey, use the compensation survey identifier as the prefix of the lookup codes for these Lookup Types except Survey_Company. For example, you can use the prefix DB at the beginning of all lookup codes you want to display for Dun and Bradstreet surveys.

For information about user-extensible lookup types, see: Adding Lookup Types and Values, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

## Entering Compensation Surveys

The Compensation Surveys window enables you to enter surveys that compare remuneration levels for jobs in your industry. Survey vendors provide this information in a variety of data formats. You enter data that uniquely identifies the survey in the compensation survey master data. You can record as many different compensation surveys as you require by entering information about the categories your enterprise uses to identify compensation details, such as Region, Industry, Mean Pay, or Fiftieth Percentile. Then for each survey, you can enter the survey results for each job by creating compensation survey lines.

> **Note:** The area of the window where you enter the compensation survey line information is a folder. Therefore, you can customize the information by renaming, resizing and re-ordering the fields displayed. You can also create your own folders to display a subset of the information.

You can then link compensation survey lines to the jobs, positions, and assignments you use in your enterprise. Using the OBIS Salary Survey report you can then compare how salaries for jobs within your enterprise compare with trends within your industry as a whole.

Before you enter your compensation survey details you must know your compensation survey identifier.

See Compensation Survey Identifiers, page 2-23.

You must enter details of your compensation survey in three stages:

1. Master Data
2. Lines Defaults
3. Lines

### To enter compensation survey master data:

1. Enter the name of the market compensation survey and the compensation survey company. This information is used to uniquely identify the survey details.
2. Enter the compensation survey identifier.
3. Enter the following master data for your survey:
    - Survey Type - enter whether the salary information is annual, monthly, hourly or period. This is based on your enterprise's salary basis.

- Base Region - if you require, you can enter information about whether there is a regional or national average.

  **Note:** Once you have set up all your compensation survey details, making changes to the survey type and base region information can invalidate your survey. Oracle HRMS enables you to change this information so you can correct any mistakes, however you should not change this information to update an existing survey.

4. Save your master compensation survey details.

### To enter compensation survey lines defaults:

1. Enter the default start and end date for your compensation survey lines.

   Compensation survey lines use this date range by default. However, you can specify different dates when you enter a line.

2. Enter the default currency for your compensation survey lines.

   Compensation survey lines use this currency by default. However, you can specify another currency when you enter a line.

3. Select the stock display type from the list.

   You can choose to display the value of stock in survey lines as Number of Shares or Money Value of Shares.

### To enter compensation survey lines:

1. Enter a job name, start date and currency for the compensation survey line. If required, enter an end date for the compensation survey line.

2. Enter a definition of your compensation survey lines. You can enter the:

   - Region the survey includes
   - Seniority of the survey
   - Company size of the survey
   - Industry of the survey
   - Age of the survey

   By entering a start and end date you can create a history of compensation survey information. However, you must ensure that the job and salary definition information is never the same for two compensation survey lines on the same date.

3. Enter the salary details for the line. You can enter details such as the minimum pay, mean pay, percentage change, and first quartile.

4. Enter all the compensation survey lines you require for the compensation survey.

5. Save your compensation survey lines.

## Mapping Compensation Survey Lines

You can map compensation survey lines to jobs, positions, or assignments. Mapping survey lines gives you a picture of how the compensation for a given job, position, or assignment aligns with compensation standards in your industry.

> **Note:** You set up compensation survey lines using the Compensation Surveys window, see: Entering Compensation Surveys, page 2-24

If you have additionally licensed and implemented Oracle HRMSi, you can use the Salary Survey Comparison Workbook to analyze surveys that you mapped to jobs, positions, or assignments in your enterprise, see: Salary Survey Comparison Workbook, *Oracle HRMS Strategic Reporting (HRMSi) User Guide*

You can map compensation survey lines in the Position, Job, or Assignment windows. Choose the Define Survey Map button in the Job or Position window, or the Others button in the Assignment window.

### To map a compensation survey line:

1. Optionally, enter the Oracle HRMS location, grade, and organization. This step enables you to provide a more accurate picture of how compensation for your given job, position, or assignment aligns with similar locations, grades, and organizations in your industry.

2. Enter the details of the compensation survey line. You can select any of the compensation survey lines you have set up from any of the fields.

   > **Note:** The Map Compensation Survey window is a folder. Therefore, you can customize the information by renaming, resizing and re-ordering the fields displayed. You can also create your own folders to display a subset of the compensation survey information.

3. Map all the compensation survey lines you require.

4. Save your mapping details.

# Grades and Pay Setup

## Grades and Grade Structures

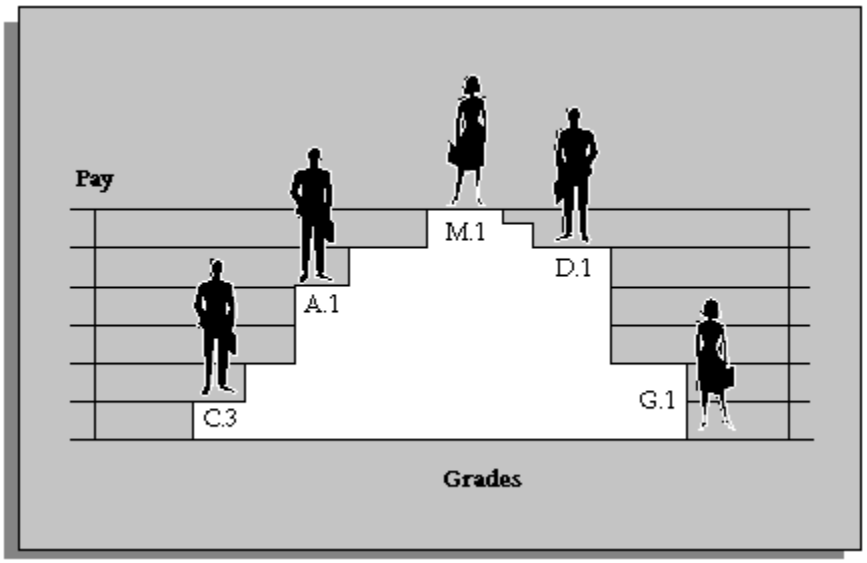
Grades are normally used to record the relative status of employee assignments and to determine compensation and benefits, such as salary, overtime rates, and company car.

### Using Grades to Compare Roles

You can define one or more valid grades for each job or position. You enter this information in the Valid Grades window, which opens from the Job window or the Position window.

When you enter a grade assignment, the list of grades shows which ones are valid for the job or position you select.

Grades can have different levels of complexity, which need to be represented in the overall structure of the grade.




In its simplest form, a grade can be a single character, or number, in a logical sequence. For example:

- Grade A
- Grade B
- Grade C

By adding a second *segment* to the grade name, you can identify sub-grades, such as:

- Grades A.1, A.2, A.3, and A.4
- Grades B.1 and B.2
- Grades C.1, C.2, and C.3

A more complex structure could be used to distinguish grades for different staff groups, such as:

- Manual.A.1, Manual.A.2, and Manual.G.1
- Clerical.C.1 and Clerical.C.2

In this example, there are three segments in the grade name. A grade is the *combination* of segments you define. You set up the segments and their valid values using the Grade Name Key Flexfield. Normally this is done by the system administrator.

See: User Definable Key Flexfields, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

## Recognizing Your Grade Implementation Model

There are several models for grade implementation that reflect common approaches to grade-related compensation. Oracle HRMS supports the following models

- Model 1: Individual pay
- Model 2: Group Pay - Common Pay Scale
- Model 3: Group Pay - No Common Pay Scale
- Model 4: Criteria-based Pay

Once you have identified the models that most closely resemble your grade and compensation model, you can determine how to configure your grade information in Oracle HRMS.

### Model 1: Individual Pay

If your enterprise uses this approach, you process salary updates manually and grade changes do not trigger salary administration changes. Commercial organizations frequently use this model. Oracle HRMS supports this model with grade rates, salary administration and a salary basis.

See: Models of Pay Administration: Model 1 Individual Pay, page 2-1

### Model 2: Group Pay - Common Pay Scale

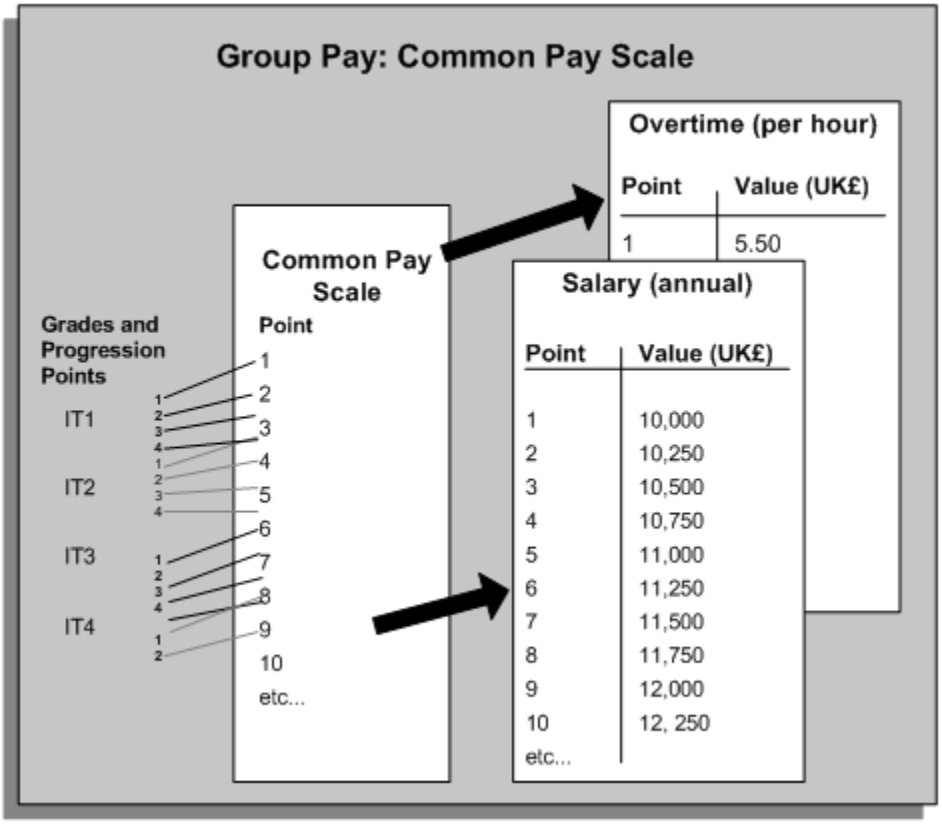
In this model, group pay is based on a national or common pay scale for different grade

groups. The enterprise uses a single reference table (the pay scale) which comprises a series of points in a predefined sequence. Every grade or grade progression point in the organization maps to a point on that pay scale, enabling the organization to compare multiple grade groups to a single set of values. Typically, the employee receives a salary update when they move to another grade or step. This approach is often used by public-sector type organizations, for example, in the education and healthcare sectors.

The points on the pay scale map to values in one or more additional tables. If your enterprise records multiple rates for any single point on a pay scale, you use multiple tables.

The following graphic shows four grades in an organization (IT1, IT2, IT3, and IT4). Each grade comprises between two and four progression points. Each progression point maps to a point on the national pay scale. This organization needs to record both annual salaries and also its hourly overtime rate. Therefore the same pay scale is used by two different tables.

***Example: Group Pay - Common Pay Scale***




If your enterprise uses this model, you can use pay scales to create one scale rate (per table) to record multiple values for each grade step.

See: Non-automatic Step Progression Approach, page 2-32

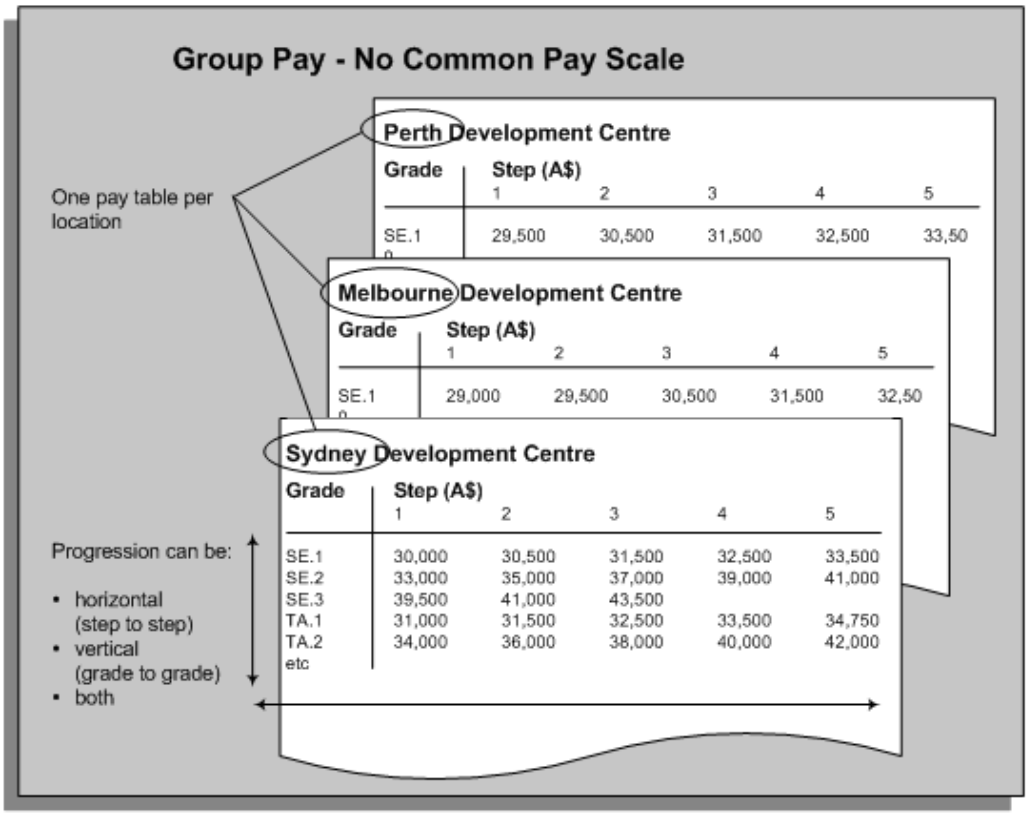
To progress your employees automatically (and make automatic salary updates when they move from one grade or step to another), use Grade/Step Progression.

See: Grade/Step Progression Approach, page 2-32

## Model 3: Group Pay - No Common Pay Scale

If you use this model, your enterprise uses multiple pay tables to record different rates of pay for people on the same grade. Typically, the employee receives a salary update when they move to another grade or step. Enterprises that use this model pay their employees differently according to predetermined factors. For example, the pay for employees on the same grade step may vary according to their location. The graphic illustrates how an organization uses multiple pay tables to differentiate grade pay by location. For example, Employee A is on the third step of the SE.1 grade in Sydney and is eligible for a different rate of pay from Employee B, who is on the same grade step, but located in the Melbourne office.

***Example: Group Pay - No Common Pay Scale***




In the example shown, each pay table uses only one criterion to differentiate the pay that people on the same grade step receive. There could be multiple criteria for a grade, for example, location and currency.

If your enterprise varies grade pay in this way, we recommend that you use Grade/Step Progression and *criteria salary rates* to combine multiple criteria, plus a value for each criterion, to record different rates of pay depending on an employee's individual circumstances.

See: Grade/Step Progression Approach, page 2-32

## Model 4: Criteria-based Pay

In this model, you can vary pay by multiple criteria (up to seven). You can select grade as one of the criteria. For example, you could enter pay rates for each performance rating, within each grade, for each job. Similarly, you could enter rates for each grade within each location and according to bargaining unit. You use an API to identify the appropriate pay rate from the rate matrix. There is no provision, in this model, for automatically progressing employees through grades.

See: Criteria-Based Rates for Variable Pay, *Oracle HRMS Compensation and Benefits*

*Management Guide*

# Implementing Grade Related Pay

Oracle HRMS provides alternative approaches that support the common grade and compensation models, see Recognizing Your Grade Implementation Model, page 2-28. You can use either the Non-automatic Step Progression or the Grade/Step Progression (GSP) approaches to implement grades and associate compensation and benefits to grades.

## Non-automatic Step Progression Approach

If you follow the Non-automatic Step Progression approach, you use *grade rates*, *pay scales*, *scale rates*, and *grade scales* to relate grades or sub-grades to pay.

Using *grade rates*, you can either enter a fixed value for each grade, or minimum, maximum, and mid-point values.

You may have a salary administration system in which the actual level of pay normally falls between a minimum and a maximum value for a grade.

See: Grade Rates to Relate Pay to Grades, page 2-33.

Using *grade scales*, you can associate each grade with several points on a pay scale, and enter compensation values for these points.

You may be using a step based system of progression points within grades, in which each point has a fixed value in a pay schedule or table. In Oracle HRMS this is a *pay scale*.

See: Pay Scales to Relate Pay to Grades, page 2-35

## Grade/Step Progression Approach

If you use the Grade/Step Progression approach, you use the *Grade Ladder* to group together grades (and grade steps) and then define system-based rules for their progression. Grade/Step Progression enables you to move large numbers of employees from one grade or grade step to the next, and update their salaries automatically. GSP also gives you the ability to vary employee pay depending on employees' individual circumstances through the use of criteria salary rates.

See: Grade/Step Progression, page 2-36

See: Administering Grade/Step Progression, page 2-53

## Non-automatic Step Progression and Grade/Step Progression - A Comparison

You may choose to use either of the above features to manage grades and pay depending on the requirements of your organization. This section gives a comparison of the two approaches.

If you choose to administer grades and pay in your enterprise without implementing grade ladders, you can:

- Manually increment grade step placements using the Grade Step Placement window from the Assignment window.
- Automatically increment grade step placements using the Increment Progression Points process. However, this process does not support predefined progression rules for progressing employees on grade steps. When you run the Increment process, you specify various parameters that restrict the assignments that the application should process.
- Use the salary element and a Payroll formula to update employee salary when there is a grade or step change. You cannot automatically update employee salary whenever there is a grade or step change.
- Automatically progress employees only up to the ceiling step of their current grades. You cannot automatically progress employees beyond the ceiling of their current grade, or the assignment ceiling that you have set for an individual employee.

Using the Grade/Step Progression approach, you can administer employee progression and salary management automatically. The Grade/Step Progression features support:

- Automatic progression of employees by using predefined progression rules.
- Automatic salary updates that synchronize with grade or step changes for an employee. You can use a salary element to update employee salary without using a payroll formula.
- Progression of employees beyond the ceiling step of their current grade to the next higher grade on the grade ladder.
- Variable rates of pay depending on an employee's individual circumstances.

## Grade Rates to Relate Pay to Grades

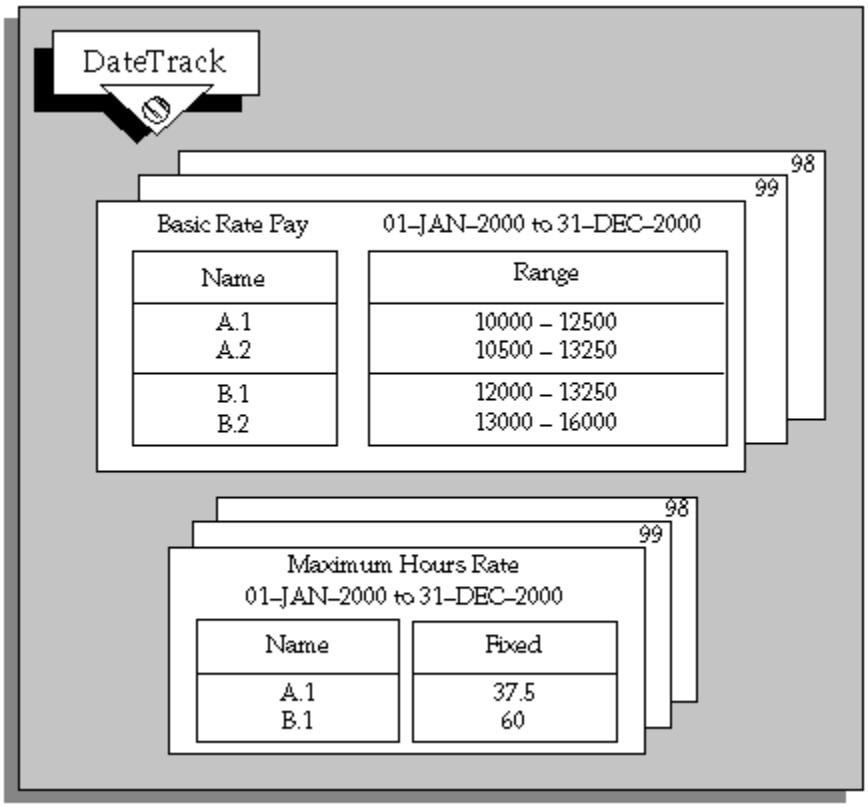
In Oracle HRMS, you can set up a table of values related to each grade. These are called *grade rates*. You can enter a fixed value or a range of valid values for each grade.

For example, you might define a salary rate and an overtime rate of pay for every grade, with minimum, maximum, and midpoint values. Both rates would be in monetary units. However, you can also define rates with non-monetary units, such as days, hours, or numbers.

These grade rates serve only as a guideline to validate that the salary you propose for an employee on a certain grade is appropriate for that grade. You typically use this approach if you do not follow the grade/step progression, page 2-36 approach to

grades and pay implementation. If you want to automatically update salaries using grade rates, you can use the grade/step progression process.

You can upload grade rate values that you created using the Grade Rate window to create default salary rates for grades in a grade ladder. However, once you have uploaded any existing rates, we recommend that you use the Total Compensation Setup Wizard to maintain salary rates for use in Grade/Step Progression, see: Setting Up Grade/Step Progression, page 2-42.




Grade rates are datetracked and this means that you can keep the history of the actual values you use. You can also set up rate values at a future date and be sure that this information will automatically take effect on the date you set, and not before.

You can use your grade rate values:

- As part of a QuickPaint report or inquiry
- To validate salary proposals
- To validate other compensation entries you make for employees

The salary administration process validates salary proposals automatically against the appropriate grade rate. You can use *formula validation* to check other compensation entries.

Grade rate values can be linked directly to currencies. When you enter a monetary value for a grade rate you can associate a currency with this value.

### Automatic Database Item Creation

When you save your definition, an automatic process creates corresponding *database items* that formulas can access.

See: Dynamic Database Items, *Oracle HRMS FastFormula User Guide*

## Pay Scales to Relate Pay to Grades

If you are involved in negotiating pay levels with staff or union groups, you may be using a system of grade steps or points with specific values of pay for each step, or point. For example, you may have negotiated different pay scales with different union groups. Or, you may have negotiated a single set of pay points for all of your employees.

Typically, employees are placed on a step within their grade. They move up the steps for the grade by a periodic incrementing process. This process might run automatically at a fixed time each year or it might be based on a review process specific to the employee.

In Oracle HRMS you set up a *pay scale* to show the separate points and the value negotiated for each point. You can set up any number of pay scales, for example for negotiated pay scales with different unions.

### Scale Rates

You create a rate and enter a fixed value for each progression point on a pay scale. You can create as many rates as you require, such as one for a shift allowance, and another for overtime. Notice that, unlike grade rates, you can only enter a fixed value for each point; you cannot enter a range of valid values.

The values are datetracked so that you can keep the history of the actual values you use. You can also set up rate values at a future date and be sure that this information will automatically take effect on the date you set, and not before.

You define rates in monetary units, or as integers, numbers, days, or hours, in various formats. For example, you can define a rate in hours to specify the maximum number of overtime hours that can be worked per week.

Scale rate values can be linked directly to currencies. When you enter monetary values for a scale rate you can associate a currency with these values.

### Automatic Database Item Update

When you define rates, an automatic process creates corresponding *database items* that formulas can access.

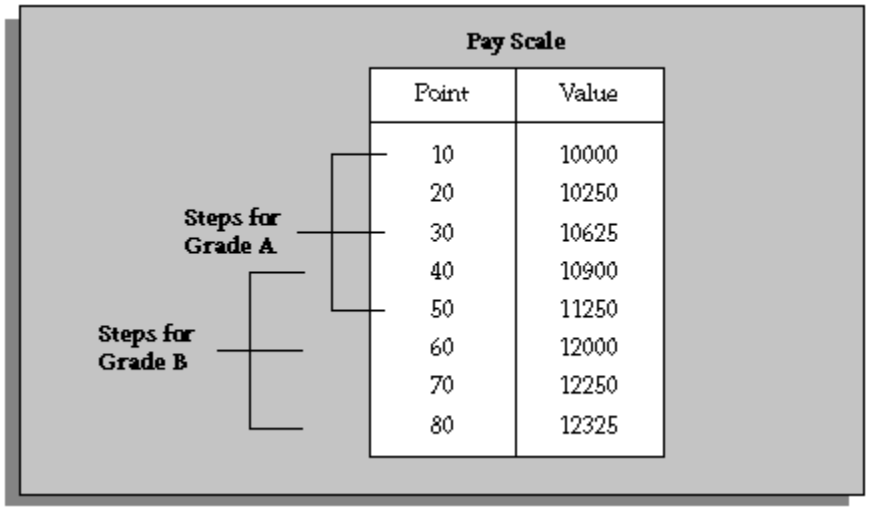
See: Dynamic Database Items, *Oracle HRMS FastFormula User Guide*

### Relate Grades to Progression Points

A pay scale defines a complete set of progression points. You can associate a subset of these points with each grade.

The group of points valid for a grade is called a *grade scale*. Each point in the grade scale is called a *step* because it represents the steps for incrementing an employee's pay. The steps must follow the sequence of points on the pay scale but they can jump several points, if appropriate to the specific grade.

**Note:** Grade scales are datetracked.




You can create pay scales and associate grades to progression points on a pay scale using either the Scale Rate and Grade Scale windows or the Total Compensation Setup Wizard depending on whether you implement the non-automatic step progression approach, page 2-32 or the grade/step progression approach, page 2-32 in your enterprise.

You can upload scale rate values that you created using the Scale Rate window to create default salary rates in a grade ladder. However, once you have uploaded any existing rates, we recommend that you use the Total Compensation Setup Wizard to maintain salary rates for use in Grade/Step Progression, see: Setting Up Grade/Step Progression, page 2-42.

## Grade/Step Progression

Grade/Step Progression is a business process that enables you to move large numbers of employees from one grade or grade step to the next, in an automated, bias-free way.

You do this by defining how employees become eligible for progression and the details of the grade or step to which they are eligible to progress (including the rate of pay associated with the proposed step or grade). Then, you run a pre-process to check which employees are eligible for progression according to your rules. This triggers a post-process that either progresses eligible employees automatically, or identifies them as eligible so that you can approve their progression manually (depending on how you set up Grade/Step Progression). If you have set up Grade/Step Progression to apply automatic salary updates, the application makes these salary changes and passes them to your payroll.

In order to understand Grade/Step Progression, you need to understand the following key concepts:

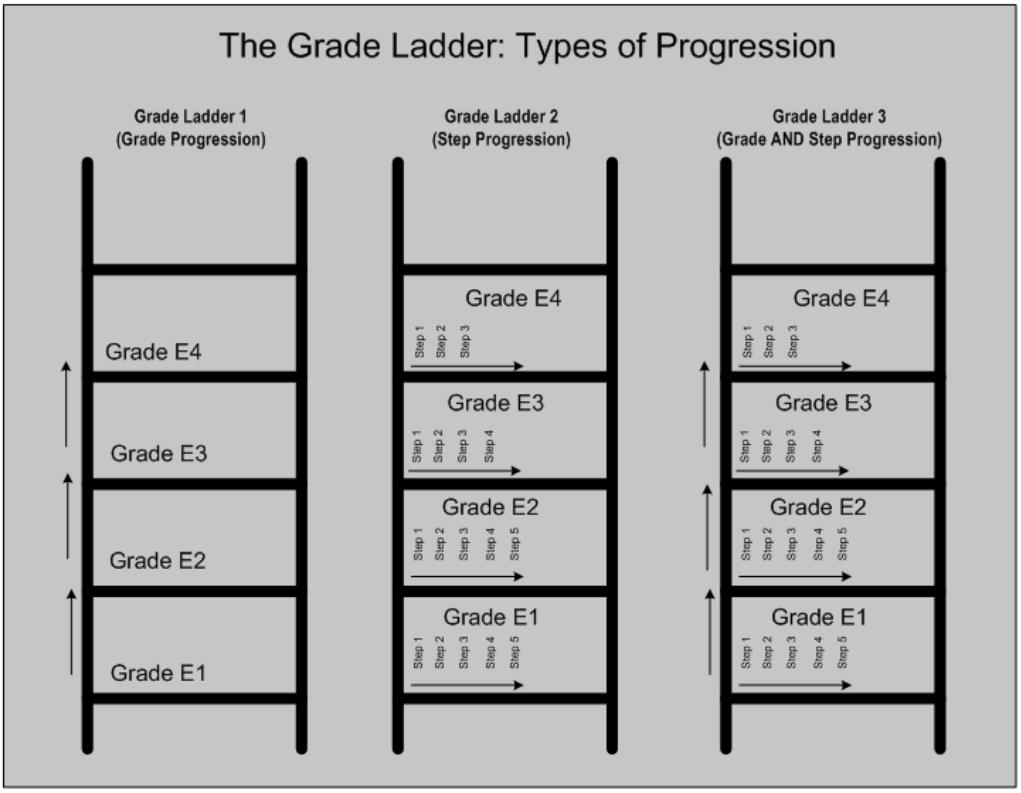
- Grade Ladder
- Salary Rates
- Progression Rules

## Grade Ladder

At the centre of grade/step progression is the *grade ladder*. You use the grade ladder to:

- Define, categorize and group your grades and steps in the sequence in which your employees typically progress. For example, you might decide to create three grade ladders for your enterprise: one for technical grades, another for management grades, and a third for administrative grades.
- Define the rules that determine an employee's eligibility for progression, and optionally add scores to the eligibility criteria to define the employees most eligible to progress, as guidance for manual approvals
- Specify pay administration rules for the grades and steps on the grade ladder. For example, define how salaries are updated and passed to payroll when an employee progresses from one grade to the next.
- Vary grade and step pay according to employees' individual circumstances.
- Determine the type of approval (manual or automatic) required to progress an eligible employee.

The graphic below illustrates the types of progression the grade ladder supports:




As shown in this graphic, you can set up a grade ladder to progress employees in one of the following three ways:

- From one grade to another. Example: Grade E1 to Grade E2.
- From one grade step to another grade step (on the same grade). Example: Step 3 on Grade E2 to Step 4 on Grade E2.
- From one grade step to another grade step (on another different grade). Example: Step 5 on Grade E2 to Step 2 on Grade E3.

> **Note:** You can only progress employees within the same grade ladder, and not across different grade ladders.

You set up the grade ladder using the Total Compensation Setup Wizard. This wizard guides you through the Grade Ladder setup pages and the tasks you must perform to create the grade ladder.

**French Users**

For a public sector type organization, you set up the grade ladder using the French Public Sector Corps business area in the Total Compensation Setup Wizard. When you create a grade ladder, Oracle HRMS creates a corps with the same name as that of the

grade ladder. You can then set up the corps details.

> **Note:** In a public sector type organization, the grade ladder is the corps and you can progress employees within and across different grade ladders.

## Salary Rates

Grade/Step Progression enables you to record the pay rates associated with grades and steps (and to make the necessary salary changes when an employee progresses from one grade or step to the next.)

If you are using Grade/Step Progression, these pay rates are known as *salary rates*. You can enter two types of salary rate:

- Default salary rates
- Criteria salary rates

**Default Salary Rates**

Default salary rates represent a single set of values for one grade. For example, if you enter minimum, maximum, and mid-value default salary rates for the grades on your grade ladder, the rate for every assignment on that grade must fall within the specified range. Or, if you are using grade steps, the default salary rate you define for each step applies to every assignment on that step.

**Criteria Salary Rates**

Criteria salary rates represent different sets of values for the same grade or step. If your enterprise compensates its employees using a group pay model (but without a common pay scale), then you can use criteria salary rates to vary the rates that you pay employees on the same grade.

See: Recognizing Your Grade Implementation Model, page 2-28

For example, your enterprise may use the same grades and steps in all its office locations. However, differences in cost of living mean that you pay your employees different amounts depending on where they work.

To enable you to vary grade and step pay in this way, you use *criteria sets* and *criteria salary rates*. If your enterprise varies pay by location only, you could create one criteria set for each location (for example, one for Melbourne, one for Sydney, and one for Perth). Each criteria set would include just one criterion (the location name). You can use any of the following criteria in your criteria sets:

- Bargaining Unit
- Full Time/Part Time

- Job
- Location
- Organization
- Performance Type (including Rating Type information)
- Person Type
- Rule
- Service Area

See: Eligibility Profile Criteria, page 1-140 for more information about these criteria

> **Important:** You can use the above criteria only to create criteria sets for use in Grade/Step Progression. If you use other criteria, the variable rate profile is available as a criteria set in the Total Compensation Setup Wizard, but it contains no criteria.

Having defined unique criteria sets, you can enter the salary rates for each grade and/or step that use different rates of pay.

The application identifies employees who are on the grades (or grade steps) that meet the criteria in your criteria sets. If they meet the criteria, they are eligible for the criteria salary rate. If they do not meet the criteria (for example, they work in the Auckland office, where grade pay does not vary by location), they are eligible for the default salary rate.

If your organization does not use variable rates of pay for the same grade, you need to use only default salary rates and do not need to define criteria salary rates.

**Reuse of Existing Grade Rates and Scale Rates**

You can upload grade rate and scale rate values created in the Grade Rate and Scale Rate windows to create default salary rates. However, once you have uploaded any existing rates, we recommend that you use the Total Compensation Setup Wizard to maintain salary rates for use in Grade/Step Progression.

> **Note:** If you are not using Grade/Step Progression, you can define grade and scale rates using the Grade Rate and Scale Rate windows only.

**French Users**

In a public sector type organization, Oracle HRMS derives salary rates from the pay scales that you define. It calculates the salary using the Grade and Step Rate method that uses the index values in the Global Table of Indices - Gross Index (IB) and

Increased Index (INM). For a grade, the application derives the salary rates from the increased index in the Global Table of Indices and the legal indemnity rates, in case of legislative pay scales. It uses the salary rate directly, in case of exception pay scales.

As you create the pay scales and then define the grade steps from the progression points, you do not have the option of using progression points for the grade ladder.

## Progression Rules

To progress employees using Grade/Step Progression, you need to define how a person becomes eligible for progression. You do this using *eligibility profiles*, which you can attach at grade ladder, grade, or step level:

- Grade ladder profiles apply to every grade or step in this grade ladder.
- Grade profiles apply to this grade (and its step, if used) in this grade ladder.
- Grade step profiles apply to this grade step in this grade ladder.

> **Note:** When you attach an eligibility profile to a grade, you can specify if you want the profile to apply to this ladder only, or to every other grade ladder using this grade. You can only attach step-level profiles to the selected grade ladder.

A profile contains one or more criteria that an employee must meet to become eligible for progression. If their current grade or step is associated with multiple profiles, they must meet the criteria in any mandatory profiles and at least one of the optional profiles

For example, you may want to specify that anyone on this grade ladder must have been on their current grade or step for at least two years before they are eligible for progression, and each grade has additional rules for progression. To address this, you could define the following two rules:

- A grade ladder profile that specifies the employee must have been on their current grade or step for a minimum of two years.
- Grade level profiles for rules that are specific to each grade.

You can reuse the same eligibility profiles in other grade ladders, grades and steps. You can define eligibility profiles using either the Participation Eligibility Profiles window or directly from the Total Compensation Setup Wizard, then attach them to grade ladders, grades, or steps in the Total Compensation Setup Wizard.

If you set up your grade ladder to rank employees on the basis of the eligibility criteria they satisfy, you must assign scores to the eligibility criteria, using the Participation Eligibility Profiles window. The application computes scores for people, on the basis of applicable eligibility criteria, to arrive at a rank for each person.

**Manual Approval**

An employee may be eligible for progression to one or more grades or steps. Based on the progression rules you defined, the application progresses the employee automatically to the appropriate grade or step.

If your grade ladder uses manual approval, and the employee is eligible for more than one grade or step, the application proposes the default progression and marks it on the Approvals page.

If you have set up your grade ladder to rank employees to determine the people you want to progress from a group of eligible employees, the application displays the ranks and the computed scores of employees of that grade ladder in the Approvals page.

If you have enabled Workflow for a grade ladder that uses manual approval, the application notifies the managers of the employee for approval of the proposed progressions.

The Grade/Step Progression process determines the default grade or step by applying the following rules:

- If you have not assigned a grade ladder to an employee and the employee's current grade is attached to the default grade ladder for the business group, then it uses the default ladder.

- If the employee has no current grade associated with their assignment, the process stops.

- If the default grade ladder uses both grade and step progression, the process proposes a step based on the Progression Style defined for the grade ladder. The proposal may be to the lowest step in the grade, the next grade (but no step), or to the step with the lowest increase in salary.

- If the default grade ladder uses grade progression, the process proposes the next grade in the grade ladder for which the employee is eligible. When grade ladders are set for automatic progression, the Grade/Step Progression process flags the proposed progression so that the post-process can complete this progression. If this grade ladder requires manual approval for all progressions, the default grade or step is shown on the Approvals page for you to reject or approve the progression.

**French Users**

In a public sector type organization, you can define progression within corps and across corps based on the career path and using the appraisal scores, ranks, and quota restrictions. You can move civil servants across corps if they satisfy all the eligibility conditions for the corps, and the seniority requirements defined for the career path.

## Setting Up a Grade Ladder

You set up a grade ladder using the Total Compensation Setup Wizard. The wizard guides you through the steps for creating a new grade ladder or updating an existing

grade ladder.

> **Caution:** You can perform many of the grade ladder setup tasks using either the regular application windows or the Total Compensation Setup Wizard. However, Oracle strongly recommends that you use the Total Compensation Setup Wizard unless there is a specific instruction to use an application window. You should use the application windows only if you have extensive knowledge of Total Compensation data model and experience in plan design setup. There are many dependencies in grade ladder design that you may set up incorrectly if you do not use the Total Compensation Setup Wizard. You can, however, use the Variable Rate Profiles window to set up variable rate profiles for use in Grade/Step Progression criteria sets.

You can save your work at any stage of the grade ladder setup process and make changes to a completed grade ladder at any point. Grade/Step Progression uses the grade ladder setup that is valid at the time of running the grade/step progression process. For example, if your existing grade ladder uses automatic approval and you change it to use manual approval on 01-JAN-2003, progression that occurs after that date uses manual approval.

The application does not, however, allow you to remove a step or a grade from a grade ladder if employees exist on that step or grade.

1. Using the Total Compensation Setup Wizard Welcome page, select the Grade/Step Progression business area.

2. Using the Search: Grade/Step Progression page, click Create Grade Ladder to open the Grade/Step Progression Task List page.

   If you want to make changes to an in-progress grade ladder, use this page to find the ladder and complete any of the following outstanding tasks.

3. Using the Grade/Step Progression Task List page, select the first task in the list to navigate to the Task 1: Grade Ladder page.

   > **Note:** If a Grade/Step Progression Plan Type does not already exist in your business group, you can create the plan type with an effective start date, not earlier than 01-JAN-1951, using this page. The application uses this date as the effective start date for the various compensation and benefits objects that it creates when you submit the grade ladder. The application also creates the Grade/Step Progression life events with this effective date, if they do not already exist in the business group.

   Using this page you can:

- Enter basic details about the grade ladder, such as its name, and its effective date.

- Specify if the grade ladder is the default grade ladder for the business group. You need not manually assign a grade ladder to assignments on grades that are part of the default grade ladder. The application treats them as assigned to the default grade ladder.

- Specify the Posting Style, which identifies if the application must automatically progress an eligible employee to the next grade/step or if you must approve the proposed progressions manually.

- Specify the Progression Style, which identifies how the employees progress on the grade ladder - next step or next grade or grade and step, or no progression at all.

- Use Progression Points if more than one grade uses the same sequence of steps.

- Specify the Progression date, which is the date when eligible employees on this grade ladder progress to their next step/grade on the ladder.

- If you have selected Manual as your Posting Style, you can:

  - Rank your employees to determine the people you want to progress from a group of eligible employees.

  - Use Oracle Workflow to notify managers for the approval of the proposed progressions.

4. Enter salary information for the grade ladder (Task 2: Salary Information) :

   - Specify the currency to use for grade and step rates, and if the application should update salaries automatically upon progression, based on pay administration rules.

   - If you have set up the grade ladder to update salaries automatically upon progression, you can also specify how you want the application to pass employees' salary to payroll. Use Salary basis if you use Salary Administration. Use the default Salary Element and Input Value, if you want the application to update the salary element entries directly.

     The application enables switching between salary basis and salary element and input value as the salary update method for an assignment. This feature offers you the flexibility to continue with automatic salary updates when you move a person from one grade ladder to another with a different salary update method, for example.

- You also specify if you can manually override system-updated salaries using the Salary page. You must choose this option if you want to update salaries manually in the Salary page.

Even if you are not linking salary updates to a grade ladder, but you use grade and step rates, you need to review the currency and rate information on this page.

Oracle recommends that you use the default currency that the business group uses.

if you are creating multiple grade ladders for the same business group, use the same rate period for each grade ladder. If you select different rate periods, there may be conflicting values for a grade that is shared across grade ladders.

5. Select or create grades to attach to this grade ladder and place them in sequence on the grade ladder (Task 3: Grades). You can attach existing grades that you created in the Grades window. However, we recommend that you use the Total Compensation Setup Wizard to create any new grades for use on grade ladders.

   **Note:** You can add a grade to a grade ladder only if the grade is valid on the grade ladder's effective date.

   You can reuse grades in other grade ladders, but the grade ladders must use the same Period. (You set this up as part of the grade ladder's salary information). Also, if the grade uses progression points, you can only add the grade to other grade ladders that also use progression points.

6. Optionally, create and add steps to the grades on the grade ladder and define the step ceiling for each grade (Task 4: Steps). A ceiling step is the highest step attached to a grade to which an employee may progress.

   If your grade ladder uses progression points, use this page to create (or reuse) pay scales and use those pay scales to create steps. Please omit this task if your grade ladder does not use steps.

7. Optionally, define the default and (if required) criteria salary rates for your grades or grade steps (Task 5: Rates). You can also set up variable rate profiles for use in Grade/Step Progression criteria sets using the Variable Rate Profiles window.

   See: Defining General Information for a Variable Rate Profile, page 5-156

   See: Defining the Criteria in a Variable Rate Profile, page 5-158

   As part of your ongoing administration, you can at any time update the grade/step rates on a grade ladder. To update all the rates you attached to a grade ladder in a single step, use the Mass Update region on the Update Rates pages.

   Please omit this task if your grade ladder does not link salary rates to grades.

8. Specify the progression rules for this grade ladder (Task 6: Progression Rules). Select the criteria (as an eligibility profile) an employee must meet to be eligible for

progression.

Define your eligibility profiles ensuring they are valid for the grade ladder start date. You define eligibility profiles using either the Participation Eligibility Profiles window or directly in the Total Compensation Setup Wizard. You can also reuse existing profiles. You attach an eligibility profile at the grade ladder, grade or step level.

See: Defining an Eligibility Profile, page 1-145

9. Review, save, and validate the grade ladder setup (Task 7: Review and Submit). When you are satisfied that your grade ladder is complete, you can activate it to make it available for employee progression.

## Defining a Grade

You define a grade in the Grades window.

If you intend loading historic assignment details into Oracle HRMS, make sure you enter valid start dates for your grades. You cannot assign an employee to a grade before the start date of the grade.

> **Tip:** Consider using a fixed date as a default for your initial setup, for example, 01-JAN-1901. This will simplify your data-entry.

### To define a grade:

1. Enter your grades in sequence number order.

   The sequence number can be any number from 1 upwards. The number indicates the rank order of the grade; 1 indicates the highest grade.

   This is the sequence in which the grades appear to users in lists of values.

   Consider sequencing each grade at intervals of 10 or more, to accommodate any future changes to grades.

2. Enter a unique name for the grade. If there is more than one segment in the grade name structure, a window opens when you enter the Name field. You must enter a unique *combination* of segments.

3. Enter a start date early enough to handle any historical information you want to enter.

4. Save your work.

## Deleting Grades

### To remove a grade from the list of grades to which employees can be assigned:

1. In the Grades window, enter an end date against the grade.

### To delete a grade entirely from the system:

1. Reassign anyone already assigned to the grade to another grade.
2. Highlight the grade in the Grades window and choose Row Delete.

   If you have historical records using the grade, you cannot delete it. You can only enter an end date to prevent further assignments to this grade.

## Defining a Grade Rate

You define grade rates in the Grade Rate window.

Grade rate values are DateTracked and you must ensure you use the correct date to create your initial set of values.

If you intend loading historic grade rate details into Oracle HRMS, make sure you enter the correct start date for all your history.

### To define grade rates:

1. Set your effective date to a date early enough for any historical information you want to enter.
2. Enter a name for the grade rate and select the units for measuring it. Save your new rate.
3. In the Grade Rate Values block, select the grades for which you want to define rates. For each grade, enter a fixed value or a minimum, maximum and mid value.

   To use this grade rate to validate salary proposals entered in the Salary page, you must enter a minimum and maximum value.

   To view comparatio values using this grade rate, you must enter a mid value.
4. Select a currency to link to the new rate. If you select a currency you must also enter a value in the Value field.
5. Save your work.

## Defining a Pay Scale

You define a pay scale, which is a set of progression points for compensation, in the Pay Scale window.

Pay scales are used commonly in government and regulated or unionized enterprises where actual values of pay are defined as a 'pay scale', a 'schedule', or a 'spine'. Characteristics of this functionality are:

- A single scale of points and values is used to establish the actual pay for a grade group.
- Each point in the pay scale has a single value.
- Grades can have a number of distinct *steps*, with each step given a single point in the pay scale.
- An employee assignment to a grade includes a point, or step value, and the point value determines the actual pay of the employee.

You can have any number of different pay scales in Oracle HRMS. Each scale has its own set of points which may be characters or numbers.

### To define a pay scale:

1. Enter a unique name for the pay scale.
2. Enter the Increment Frequency for this pay scale. For example, if you want to increment the placement of assignments on the pay scale once each year, enter 1 in the Number field and select Year in the Per Period field.

   **Note:** These values provide information only. You can use the Submit Requests window to set up automatic regular incrementing of grade step placements by the Increment Progression Points process.

   See: Incrementing Grade Step Placements, *Oracle HRMS Compensation and Benefits Management Guide*

   The Automatic Increment field shows the date of the last automatic increment.
3. Save the pay scale.
4. Enter the names of the points (or steps) of the scale. The Point names can be numeric or alphanumeric. Enter them in ascending order.
5. Enter a sequence number, in ascending order, for each point. The sequence

determines the progression order for the incrementing process. Then save the scale again.

> **Tip:** Enter sequence numbers in multiples of 5 or 10, for example 5, 10, 15, 20. This makes it easier to enter new points afterwards between existing points in the sequence.

## Defining Scale Rates

Use the Scale Rate window to define a scale rate.

Use the correct date to create your initial set of values. If you intend loading historic pay scale values into Oracle HRMS, you must use correct dates for all your history.

### To define a scale rate:

1. Set your effective date early enough to handle any historical information you want to enter.
2. Enter a unique name for the rate.
3. Select the units for measuring the rate, such as hours, money, or integer.
4. Select the pay scale for which you are defining the rate.
5. Save the rate.
6. In the Progression Point Values block, select the points for which you want to define rates. For each point, enter a fixed value.
7. Select a currency to link to the new rate. If you select a currency you must also enter a value in the Value field.
8. Save the rate again.

## Relating Grades to Progression Points

Use the Grade Scale window to relate grades to progression points.

A grade can have any number of steps. Steps do not always have the same interval as the pay scale points. For example, you may have a pay scale with points from 1 to 10, and a Grade which has 5 steps with points in the sequence 3, 5, 7, 8, and 9.

### To create a grade scale:

1. Set your effective date early enough to handle any historical information you want

to enter.

2. Select a grade, and select the pay scale from which you want to choose progression points.

3. Select the highest point (or *ceiling*) to which employees on this grade can be automatically incremented by the Increment Progression Points process. Save the grade scale.

   You can override this ceiling for individual employee assignments.

   The step in which the ceiling occurs is automatically displayed in the Step field.

4. In the Grade Steps block, select the points you want to include on this grade scale.

   When you save, the system sorts the points into ascending order by their sequence numbers (defined in the Pay Scale window).

### To delete a grade scale:

1. Query the grade scale you want to delete.

2. Click the delete button to delete the grade scale.

   **Warning:** When you delete a grade scale, the application deletes all the associated grade step records.

3. Click OK on the caution messages that appear.

4. Save your work.

# Grades and Pay Administration

## Grades and Pay Administration

Oracle HRMS enables you to implement grades and pay in your organization in two ways. Depending on the requirements of your enterprise you may use either the Grade/Step Progression approach or implement grades and pay without using grade ladders. Administration of grades and pay in your enterprise varies depending on the approach you have implemented.

### Administering Grades and Pay (Without Using Grade Ladders)

After you have manually set up your grades, grade rates, pay scales, and grade scales to suit your enterprise, you first assign employees to the appropriate grades using the Assignment window.

See: Entering an Assignment (Assignment Window), *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

If applicable, you can place the employee on a grade step on the associated grade scale, using the Grade Step Placement window, see: Placing an Employee on a Grade Step, page 2-57

These actions do not update employee salary with the appropriate grade rate or scale rate values. You would have to update the element entries separately or use the Salary page to propose and approve salaries.

See: Starting Salary and Salary Proposals, page 2-15

#### Incrementing Grade Step Placements

To manually increment grade step placements you use the Grade Step Placement window. To automate it, you run the Increment Progression Points process. In both cases the application does not update the salary element. You need to write an Oracle Payroll formula so that a change in grade step placements updates salary elements.

Before you run the process, you must select the Auto Increment box, in the Grade Step Placement window, for the Increment Progression Points process to process an assignment. You can also specify the number of steps that the assignment should increment by. You may choose to run the Increment Progression Points process in the report only mode before choosing whether to actually run the process.

The Increment Progression Point process does not progress an employee beyond the ceiling point of the current grade. If employees are eligible for increments beyond the grade scale ceiling, the application highlights these in the Employee Increment Exception report.

See: Increment Progression Points Process, page 2-56

### Updating Grade Scale in the Assignment Window

When you place an assignment on a grade scale and then set up grade step placements for that assignment, any actions you then take to update the grade scale in the assignment window, link to the grade step placement dates to ensure that the two records match. For example, an assignment has a grade scale valid from 1 January 2000, through until the end of time, with grade step placements starting on 1 January 2000, 1 January 2001, 1 January 2002. If on 1 February 2001, you update the grade scale, the grade step placement change on 1 January 2002 becomes invalid, as this refers to the old pay scale.

When placing an assignment on a new grade scale, the application automatically inserts an end date for the current grade step placement. The application places the assignment on the minimum grade step placement for the new grade scale, with the Auto Increment Number field left blank and the Auto Increment check box unchecked.

The application adjusts grade step placement end dates or warns you about future changes, when you update a grade scale using the assignment window in the following circumstances:

- There are no future changes to the grade scale or the grade step placement.

  **Note:** The application does not provide a warning in this circumstance.

- There are no future changes to the grade scale but there are future changes to the grade step placement.

- There are future changes to the grade scale and the grade step placement.

Should you choose to continue in these circumstances, the process inserts the new minimum grade step for the new grade scale

### Changing Grade Types for an Assignment

When updating an employee's assignment you can switch from a grade that is related to a pay scale, to one that is not. The application displays a warning message that indicates what you are about to do and asks you to confirm you want to proceed.

If you do proceed, then any future-dated grade step records for the assignment are deleted. This means that if you want the future records to remain then you must use the Grade Step Placement window to reinstate the future-dated grade step information.

**Note:** You cannot change grade types using the People Management templates.

### Scale Rates and Salary Administration

If you are holding salary values as a scale rate, you should not also enter them in a salary element using Salary Administration. Instead you view an employee's salary in the Grade Step Placement window, and change it by incrementing the grade step placement of the assignment. Such increments, or changes to the scale rate, would not affect salary element entries for employees. You would have to update these entries separately.

Use scale rates for employees whose salaries are determined by their grade step placement. Use Salary Administration for employees for whom you determine salary on an individual basis.

## Administering Grade/Step Progression

If you have implemented the Grade/Step Progression solution in your enterprise you perform the various tasks explained in this section as part of your grades and pay administration

Once you have set up your grade ladders and added all the existing grades to one or more grade ladders, you are ready to start the progression process.

See: Setting Up Grade/Step Progression, page 2-42.

### Employee Enrollment and Progression Process

To enroll your employees on the Grade/Step Progression process, you need to manually assign a grade ladder to employee assignments using the Assignments window.

See: Entering Additional Assignment Details (Assignment Window), *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

If the grades you have assigned to certain assignments are on the default grade ladder for your business group, then you need not manually assign a grade ladder to such assignments. You can run the Batch Enrollment - Grade/Step Progression process to update the appropriate assignment records with the default grade ladder name and create benefits enrollment records for employees who are on the default grade ladder.

See: Running the Batch Enrollment - Grade/Step Progression Process, page 2-59

You then run the Participation Process: Grade Step to begin the process for the progression of employees. Then, if your grade ladder is set up for automatic progression, and no errors are reported, this triggers the Grade/Step Progression post-process.

If your grade ladder uses manual progression, then you need to approve or reject eligible employees using the Approvals: Grade/Step Progression page and run a process to update employee assignments.

Before you manually approve or reject the proposed progressions, you can download the progression details into a spreadsheet to distribute it to managers for their opinion

or approval, for example. You can also modify the proposed rank, salary change date, and progression date for employees in the spreadsheet, and upload the modified information into the application using Web Applications Desktop Integrator (Web ADI).

If your grade ladder uses Workflow to notify managers for the approval of proposed progressions, you must run the post-process after the managers have approved the proposed progressions.

See:

Running the Participation Process: Grade Step process, page 2-60

Approving and Rejecting Grade/Step Progression, page 2-62

Processing Employees Progressed Manually, page 2-63

### Rank Employees for Grade/Step Progression

If you set up your grade ladder to rank employees to determine the most eligible employees to progress, then you must run the ranking process to determine the ranks of the employees on a grade ladder. The ranking process computes the ranks of all the employees on the basis of their total scores for the eligibility criteria they satisfy.

See: Running the Rank Employees for Grade/Step Progression process, page 2-61

### Perform Mass Updates of Grade and Step Rates

As part of your ongoing maintenance of a grade ladder you can update the existing grade/step rates on it. If you want to update all the rates you attached to a grade ladder by a specified percentage or amount, in a single step, you can use the Mass Update feature. All the Update Rates pages in the Total Compensation Setup Wizard have a Mass Update region where you can:

- specify the mode of the mass update (Increase/Decrease/Replace).
- specify the mass update option (percentage or specified amount).
- enter a specific value for the mass update.

You define the default and criteria salary rates for your grades or grade steps in Task 5: Rates on the Grade/Step Progression Task List, see: Setting Up a Grade Ladder , page 2-42.

### Synchronize Salary Rates with Underlying Grade or Step Rate Changes

You may want to update employee salary not only when the employee moves to a new grade or step but also when there is a change to the underlying grade or step rate, because of a cost of living adjustment, for example.

Using the Recalculate Participant Values: Grade/Step Progression process you can synchronize an employee's salary with the changes in the grade or step rates that apply

to the employee. This process applies only to those employees whose grade ladder supports automatic salary updates.

See: Running the Recalculate Participant Values: Grade/Step Progression process, page 2-64

## Clearing Temporary Data from the Staging Tables

During the grade ladder setup, the application stores temporary data that it uses to update and eventually create the grade ladder. Once you have created the grade ladder, the application moves the data to the Benefits HR table and you no longer require the temporary data. You can clean up the staging tables to save storage space, after you have created the grade ladder by running the Purge GSP Transactions in Staging Table.

See:Purge GSP Transactions in Staging Table Process., page 2-66

## Manual Progression and Salary Changes

You can make manual changes to an employee's grade step assignment using the Assignment window. If you did not set up your grade ladder to automatically update employee salaries with a grade or step change, you must make salary changes manually.

### Manual Removal of an Employee from a Grade Ladder

You may need to remove an employee from a grade ladder because they were on the wrong ladder. To do this, you just change their grade ladder in the Assignment window.

### Failed Progression due to Future-dated Salary Changes

If progression fails due to future-dated salary proposals, you must progress the employee manually in the Assignment window.

### Manual overrides of automatic progressions and system-updated salaries

To make manual overrides of automatic grade/step progressions, use the Assignment window. If you have set up your grade ladder to allow manual override of automatically updated salaries, you can override employee salaries using the Salary page. If you do not choose this option, you cannot update the system-updated salaries.

See:

Entering an Assignment, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

Entering Additional Assignment Details, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

# Increment Progression Points Process

You run the Increment Progression Points process to automatically increment the grade step placements of your employees. The process increments the grade step placement of an assignment only if:

- The current step of the assignment is below the ceiling point.
- You have selected the Automatic-Increment check box on the Grade Step Placement window for the assignment.

## Specifying the Assignments to Process

The parameters in the Increment Progression Points process enable you to be specific, when detailing the assignments to be included in the process. For example, you are able to specify that a particular organization hierarchy or part of that hierarchy is selected to be part of the process when it is run.

When you run the Increment Progression Points process, you can choose to update employee progression point information or run the process in report only mode. When you run the process in report only mode, no changes are made to employee information but you can see what would happen if the full process is run.

See: Incrementing Grade Step Placements, page 2-67

### Business Rules

You can select people to be incremented according to specific business rules. You can choose to enforce the following business rules to the increment process:

- Anniversary of joining
- Date of birth
- Latest hire date
- Adjusted Service date

For each rule, you specify a start and end date, for example, if you want to increment all those people who have a birthday in January and are between the ages of 18 and 21, you specify a date range of 01-JAN-2001 to 31-JAN-2001 and an age range of 18 to 21.

You enter a dependent date to specify the actual date that the increment is performed. The four dependent date categories are as follows:

- Business rule effective date
- Effective date

- Start of next month
- Start of next pay period

> **Note:** The dependent date, is used by the process to check if the assignment is on a grade scale and has a grade step. If the assignment has a grade step on the effective date but not on the dependent date, no increment is given.

See: Incrementing Grade Step Placements, page 2-67

### Increment Progression Points Reports

When you run the Increment Progression Points process two reports are automatically created. You may choose to run the Increment Progression Points process in Report Only Mode before deciding whether to actually run the process. Running the process in Report Only Mode enables you to see the process results before the process is actually run.

The two reports produced by the Increment Progression Points process are:

- **Employee Increment Results Report**, displays the actual or projected results of running the Increment Progression Points process.

  See: Running the Employee Increment Results Report, page 2-71

- **Employee Increment Exception Report**, displays persons within a group of employees, excluded from the Increment Progression Points process. The Exception report provides details of why employees have been excluded from the Increment Progression Points process and errors resulting from the process.

  See: Incrementing Grade Step Placements, page 2-67

  > **Important:** If you update an employee Point value in the Grade Step Placement window and run the Increment Progression Points process during the same day, the report will not give an accurate indication of the difference between the old Point value and the new Point value. The reason for this is that the report comparison displays differences on a day to day basis, meaning that you should try to avoid running the process on the same day and multiple times on the same day as making manual updates to employee Point values.

## Placing an Employee on a Grade Step

Use the Grade Step Placement window to place an employee on a grade step. When you

open this window, information about the grade, grade ladder, and scale appears automatically. By default, the ceiling point is the one you defined for the grade. However, you can enter a special ceiling point for individual employees in the Assignment window.

> **Note:** Placing an employee on a grade step does not automatically update the salary element

### To place an employee on a grade step:

1. Set your effective date to the date when the placement should come into effect.
2. Select the point or step on which to place the employee assignment.
3. Select a reason for entering a placement, if required.

#### Incrementing Placements Automatically (without using grade ladders)

If you want to automatically increment the employee's placement, follow steps 4 and 5, otherwise go to step 6.

4. Check the Auto-Increment check box to increment the employee's placement when you run the Increment Progression Points process.
5. Specify the number of steps by which the placement grade is to be incremented in the Increment Number field.
6. Save your work.

   The Grade Step Placement window displays the rates you have defined for the pay scale, and the values corresponding to the selected progression point.

#### Entering Further Grade Step Information (French Users Only)

7. Click in the Further Information field to display the Further Spinal Point Placement Information window.
8. Select the progression speed as average, maximum, or minimum. This shows the speed with which a employee progresses up the scale.
9. Save your work.

## Viewing Grade Comparatios

The View Employee Grade Comparatio window compares the compensation values you enter for employees with the minimum, maximum, and mid values you define for their grades.

### To view employee grade comparatio values:

1. Select an element and input value.

   The inquiry finds assignments that have an entry for this input value.

2. Select a grade rate and grade for which you have defined a range of valid values.

   The inquiry compares the minimum, maximum, and mid values for your chosen grade with the element entries of the list of assignments.

3. Choose the Find button to run the inquiry.

   The folder in the lower part of the window lists the assignments that match your selection criteria:

   - The *value* is the element entry value for each assignment.
   - The *comparatio* shows the assignment's element entry as a percentage of the mid-value defined for the grade rate.
   - The *percent of range* shows the position of the assignment's element entry between the minimum value for the grade rate (0%) and the maximum value (100%).

#### Part Time Employees

Employee are part time if the hours on their assignment's standard conditions are less than the work day hours entered for their organization. For part time employees, the system prorates the minimum, maximum, and mid grade rate values before calculating the comparatio and percent of range.

## Running the Batch Enrollment - Grade/Step Progression Process

If you have set up a grade ladder as the default grade ladder for your business group, then you can run the Batch Enrollment - Grade/Step Progression process to update the appropriate assignment records with the default grade ladder name and create benefits enrollment records for employees who are on the default grade ladder.

For the default grade ladder to apply to an assignment, the grade you entered for the assignment must be attached to the default grade ladder and you must not have assigned any other grade ladder to the assignment using the Assignment window.

Use the Submit Request window.

### To run the Batch Enrollment-Grade/Step Progression Process:

1. Select Batch Enrollment - Grade/Step Progression as the Name.

2. Enter the effective date on which you want to create the enrollment records.

3. Select the Default Grade Ladder for the business group.

4. Select a Person Name, Grade Name, or a Person Selection Rule to restrict the assignments you want to process.

   If you leave these fields blank and select just the default grade ladder, the application creates enrollment records for all unenrolled employees to whom the default grade ladder applies, and updates the assignment records with the grade ladder name.

5. Click OK and then Submit.

## Running the Participation Process: Grade Step

The Participation Process: Grade Step (the Grade/Step Progression pre-process) evaluates your employees one at a time, to determine the set of grades and/or steps to which an employee is eligible to progress (and marks the default grade or step when more than one eligible progression exists).

When the process completes, it triggers automatically a post-process that progresses employees to their new grade or step and makes the salary updates as required.

You can run this process retrospectively, but if you do so, the application does not process employees with future-dated salary proposal changes and they appear in an exception log. If you wish to process these employees, you must process them manually from the Assignment window by updating their grade or step, and salary.

See: Entering an Assignment, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide* and Entering Additional Assignment Details, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

We suggest that you run this process once a month. However, if you are an Advanced Benefits user with many life events triggered by person or assignment data changes, you may prefer to run the process more frequently.

You run this process from the Submit Requests window.

### To run the Participation Process: Grade Step

1. In the Name field, select Participation Process: Grade Step.

2. Change the runtime parameters if required.

   If you leave the Potential Life Events to Process Date field blank, the application assigns a dummy life event to any employee without a life event and processes all selected employees.

   If you enter a date in the Potential Life Events to Process Date field, the application processes only those employees with a life event on the date specified (which was triggered due to changes in person data or due to satisfying temporal life event

criteria.)

For information on other parameters, see Runtime Parameters for the Batch Participation Process, page 6-21.

3. Choose the Submit Request button.

## Running the Rank Employees for Grade/Step Progression Process

If your grade ladder uses manual approval of proposed progressions, you can set it up to enable ranking of employees so that you can select the most eligible employees from a group of people to progress. The ranking ability thus gives you a fair basis for selection of employees when there are more eligible people than you can progress.

If you set up your grade ladder to enable ranking of employees, you must run the ranking process for the employee ranks to appear in the Approvals: Grade/Step Progression page. The ranking process computes the ranks of all the employees on a ranking-enabled grade ladder, on the basis of their total scores for the eligibility criteria they satisfy.

You run this process after you have run the Participation Process and before you approve (or reject) the proposed progression using the Approvals page.

Use the Submit Request window.

### To run the Rank Employees for Grade/Step Progression process:

1. Select Rank Employees for Grade/Step Progression as the Name and click in the Parameters field to open the Parameters window.

   If you run this process without specifying any parameters, then the process computes ranks for all the employees proposed for grade/step progression, excluding those who have been approved or whose approvals are awaiting their managers' approval. The process runs in the report-only mode and does not save the ranks to the database.

2. Select a grade ladder name to compute ranks for all the employees on that grade ladder, and a grade name to restrict the process to that grade.

   If you have set up your grade ladder to enable computing of scores by grade ladder, the process computes ranks for the entire grade ladder, even if you select a grade in the parameters. Similarly, if you select a grade without specifying a grade ladder, the process checks how you have set up the computing option, that is, if it is by grade or grade ladder, and computes the ranks accordingly.

3. Enter a date range to restrict the process to GSP life events processed within that range.

   If you enter only the life events processed start date and no end date, the process

picks up all the GSP life events processed as on that date.

4. Specify a specific participation process, by selecting the request ID, to rank employees processed in that run of the participation process.

   If you select this parameter, the application ignores all the other parameters you selected, such as the grade ladder and grade, and processes all the progressions that the application processed in that participation process run.

5. Select the appropriate option in the Validate field. If you select Commit, the process saves the computed ranks for the employees. If you select Rollback, the process runs in report-only mode and does not save the employee ranks.

6. Specify if you want to include employees whose proposed progressions are awaiting their managers' approval. This parameter applies only if you have enabled Workflow for the grade ladder.

7. Click OK, and then Submit.

## Approving and Rejecting Grade/Step Progression (Manual)

When you create a grade ladder, you specify the type of approval it uses (its *posting style*):

- Automatic progression: the application automatically updates the assignments of eligible employees with progression changes on the date specified (provided there are no system errors)

- Manual progression: you must use the Approvals: Grade/Step Progression page to approve or reject eligible employees.

If you have set your grade ladder for manual approval, the Participation Process: Grade Step pre-process starts the Grade/Step Progression process, but you must then reject or approve the proposed progressions using the Approvals: Grade/Step Progression page.

Setting up your grade ladder for manual approval gives you the additional ability to rank your employees on the basis of their total scores for the eligibility criteria they satisfy, and to use Workflow to notify managers for their approvals for the proposed progressions.

If you set up a grade ladder to use ranking, the Approvals: Grade/Step Progression page displays the scores and ranks of all the employees who are on that grade ladder. You can check the ranks of your employees to determine the people you want to progress from all the proposed progressions. You must have run the Rank Employees for Grade/Step Progression Process, page 2-61 for the employee ranks to display in this page.

### To approve or reject progressions manually:

1. Using the Approvals: Grade/Step Progression page, enter search criteria for the proposed progressions you want to view. Only the Progression Date From and Progression Date To are mandatory criteria.

2. Select one or more employees to display the details of their current grade or step and the grade (or step) to which they are eligible to progress.

   If a grade ladder is set up to use ranking, you can check the scores and ranks for employees on that grade ladder before you approve those employees. You can also override the system-proposed ranks of employees.

3. Optionally, click Download to Spreadsheet to download the progression details into a spreadsheet. You can distribute the spreadsheet to managers for opinion or approval, for example. You can also modify the proposed rank, salary change date, and progression date for employees in the spreadsheet, and upload the modified information into the application using Web Applications Desktop Integrator (Web ADI).

   See: Data Download Using Web ADI, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

   See: Data Upload Using Web ADI, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

4. Review the details of each proposed progression and approve (or reject) one or more employees at a time. You can also make manual changes to the proposed progression, including changing the progression date and salary update date.

5. When you have finished approving or rejecting the proposed progressions, click Submit.

   This saves the status of the progression (A - Approved or R - Rejected) in the employee's Electable Choice records. If a grade ladder uses Workflow, the application notifies the managers of the employees on that grade ladder about the proposed progressions when you approve progressions on this page.

6. Using the Submit Request window, run the Process Employees Progressed Manually process. This updates the assignment records of the employees and makes salary updates where required.

## Process Employees Progressed Manually

If you set up your grade ladder to perform manual progression, then you need to run the Process Employees Progressed Manually process for the manual progressions to come into effect. You run this process after you have approved or rejected the proposed progressions using the Approvals: Grade/Step Progression page.

Use the Submit Request window.

### To run the Process Employees Progressed Manually process:

1. Select Process Employees Progressed Manually as the Name.
2. Click in the Parameters field to open the Parameters window.
3. Enter the date when you want the manual progressions to come into effect as the Effective Date.
4. Click OK and then Submit.

## Running the Recalculate Participant Values: Grade/Step Progression process

Using the Recalculate Participant Values: Grade/Step Progression process you can automatically update employee salary, if there is a change in the rates of the grade or step on which you placed the employee. This process applies only to those employees whose grade ladder supports automatic salary updates.

Use the Submit Request window.

### To run the Recalculate Participant Values: Grade/Step Progression process

1. Select Recalculate Participant Values: Grade/Step Progression as the Name.
2. Click in the Parameters field to open the Parameters window.
3. Enter an Effective Date on which you want to run the process.
4. Leave the default values in the Detect Temporal Events field.
5. Select the appropriate option in the Validate field. If you select Commit, the process saves the new rates to the employees' salary records. If you select Rollback, the process runs in report-only mode and does not update the salaries..
6. Select the appropriate values in the other parameters to restrict the assignments you want to process. For example, if you select a person name , the application processes only that person's assignments.

| Select a value for this parameter… | To... |
|---|---|
| Person Name | recalculate rates for a single person. |

| Select a value for this parameter… | To... |
|---|---|
| Person Type | recalculate rates only for a particular person type (such as employee). |
| Compensation Object Selection and Person Selection Rules | restrict process to the people or compensation objects returned by a formula. For example, you can write a formula to restrict person selection to those employees with a recent salary change. |
| Organization | restrict the process to an organization. |
| Benefits Group | restrict the process to a Benefits Group. |
| Location | restrict the process to the specified location. |
| Postal/Zip Range | restrict the process to the assignments that are within this postal or zip code range. |
| Reporting Group | process all persons associated with this Reporting Group. |
| Legal Entity | restrict the process to a legal entity. The legal entity field is available only for US users. |
| Payroll | restrict the process to run on a particular payroll. |
| Organization Hierarchy and Organization Top Node | restrict the process only to that part of the organization hierarchy. |
| Grade Ladder | process all the assignments you have assigned to this grade ladder. |
| Pay Scale | process all the assignments you have assigned to this pay scale. |
| Business Rule | restrict the process to apply to a business rule, for example, if you want to update rates for an employee on their anniversary of joining or on their birthday. |

| Select a value for this parameter… | To... |
|---|---|
| Business rule date from and Business rule date to | run the process for the specified business rule for a given date range. The effective date you entered must be between the business rule start date and business rule end date. |
| Business Rule Year from and Business Rule Year to | restrict the business rule to apply to the employees who are in the year range you give here. For example, if you select Anniversary of Joining as the business rule and then choose 2-5, as the Business Rule Year from and Business Rule Year to dates, then the process recognizes all those employees who completed their 2nd to 5th anniversaries, for applying rate recalculation. |
| Collective Agreement | restrict the process to a collective agreement. |
| Qualification Type and Status | restrict the process to run on the employees who have the specified qualification and type.<br><br>**Note:** You can select the qualification type without selecting the qualification status, but you cannot select the qualification status without selecting a qualification type. |
| People Group Flexfield | restrict the process to run on employees in the specified group. |

7. Click OK and then Submit.

## Running the Purge GSP Transactions in Staging Table Process

You run this process to clean up the staging tables of the temporary data, after you have created a grade ladder. During the grade ladder setup, the application stores temporary data that it uses to update and eventually create the grade ladder. Once you have created the grade ladder, the application moves the data to the Benefits HR table and you no longer require the temporary data.

Use the Submit Request window.

### To run the Purge GSP Transactions in Staging Table Process:

1. Select Purge GSP Transactions in Staging Table as the Name.
2. Click in the Parameters field to open the Parameters window.
3. Select Grade/Step Progression as the Transaction Type.

   **Note:** French Users: Select French Corps to clear temporary corps data.

4. Select the Status of the grade ladder you want to purge. The options are:
   - Complete
   - Save for Later
   - View
5. Enter the From and To Action Dates to restrict the process to apply to the data within the date range.
6. Click OK and then Submit.

## Incrementing Grade Step Placements (Without Using Grade Ladders)

If you have not implemented Grade/Step Progression in your enterprise, you can increment grade step placements manually, using the Grade Step Placement window, or automatically, by running the Increment Progression Points process. In each case, the actual salary element is not updated. You can use grade step placements to update salary elements but you need to write an Oracle Payroll formula to do this. However, you are advised not to use Salary Administration to confirm a grade step change, because this means that subsequent changes to the point values would require updates for all the salary records to which they apply.

If you run the Increment Progression Points process, you can specify if an assignment will be incremented and the number of steps that a placements grade step is to be incremented by.

Any employees who are due increments which are greater than the grade scale ceiling will be highlighted by the application. For example, you may have an employee on step 7 of a grade scale, with a ceiling of 10 steps. If the employee is due an increment of 4 steps, the Exception report shows that the assignment was incremented but a ceiling has been reached.

### To run the Increment Progression Points process:

**Note:** An assignment's grade step placement is incremented automatically only if all the following conditions are met:

- It is still below the ceiling point.
- The automatic increment check box on the Grade Step Placement window is checked for the assignment.

1. Navigate to the Submit Requests window.
2. Select the Increment Progression Points process in the Name field.
3. If the Parameters window does not open automatically, click in the Parameters field.
4. Enter the date on which the increment becomes effective.
5. If either Yes or No is selected in the Report Only Mode field, the process prints both the Employee Increment Results Report and the Employee Increment Exception Report. If you select Yes the increments are made and if you select No, then no increments are made.

   **Note:** The following parameters restrict the assignments, incremented by the Increment Progression process, to the categories you select and are optional. For example, if you select an organization, then only assignments with that organization will be included in the process.

6. Select an organization.
7. Select a legal entity.

   **Note:** In the UK the Legal Entity parameter is not available.

8. Select an organization hierarchy and select an organization top node, if you want to exclude part of an organization hierarchy.
9. Select values for some or all of the segments of your People Group flexfield, if required. This restricts the assignments incremented by the process to those in the group matching the values you enter.
10. Select the name of the pay scale.

11. Select a business rule if you want to enforce an additional rule to the increment process, otherwise go to step 15.

12. Enter a business rule date from and business rule date to.

    **Note:** The effective date, entered at step 4, must be between the business rule start date and business rule end date.

13. Enter a year from and year to date if you want to specify an age range for the people you want to receive the increment.

14. Select the dependent date category.

15. Select the name of the payroll.

16. Select a collective agreement.

17. Select a person name, if you want the process or report to run on an individual person.

18. Select the qualification type and status.

    **Note:** You can select the qualification type without selecting the qualification status, but you cannot select the qualification status without selecting a qualification type.

19. Choose the OK button.

20. Choose the Submit button.

## Running the Current and Projected Progression Point Values Report

Run this report before running the Increment Progression Points process, to assess its effects. This report shows what changes would be made by the Increment Progression Points process and how much it would cost for a particular scale rate, such as salary, or for all rates.

You run reports in the Submit Requests window.

### To run the Points Values Report:

1. Select Current and Projected Progression Points Values Report in the Name field.

2. If the Parameters window does not open automatically, click in the Parameters field.

3. Enter the date on which the increment becomes effective.

   **Note:** The following parameters restrict the assignments, incremented by the Increment Progression process, to the categories you select and are non-mandatory.

4. Select an organization.

5. Select a legal entity.

   **Note:** In the UK, the Legal Entity parameter is not available. UK users may proceed to step 6.

6. Select an organization hierarchy.

7. Select an organization top node, if you want to exclude part of an organization hierarchy. The process includes the top node selected and the remaining hierarchy below, within the organization hierarchy you previously selected.

8. Select values for some or all of the segments of your People Group flexfield, if required. This restricts the assignments incremented by the process to those in the group matching the values you enter.

9. Select the name of the pay scale.

10. Select the name of the payroll.

11. Select a collective agreement.

12. Select a person name, if you want the process or report to run on an individual person.

13. Select the qualification type and status.

    **Note:** You can select the qualification type without selecting the qualification status, but you cannot select the qualification status without selecting a qualification type.

14. Select the qualification status.

15. Choose the OK button.

16. Choose the Submit button.

## Running the Employee Increment Results Report

This report is available for you to run independently in circumstances where you have deleted the original report, produced by the Increment Progression Points process. You run this report after running the Increment Progression Points process. This report gives the actual results of running the process, depending on how you specify the process to run, allowing you to check employee progressions are successful. You run reports in the Submit Requests window.

### To run the Employee Increment Results Report:

1. Select Employee Increment Results Report in the Name field.
2. Enter the Parameters field to open the Parameters window.
3. Select a pay scale and the increment process run for which you want to see the results.
4. Restrict the scope of the report, if required, by selecting an organization, a group and a rate.
5. Choose the Submit button.

# Criteria-Based Rates

## Criteria-Based Rates for Variable Pay

If your enterprise assigns employees to different jobs, roles, or tasks according to a variable schedule, you can now calculate their pay from different rates for each role they perform in a time period. You can vary pay by other criteria too, such as location or length of service. You create a rate matrix to define rates against diverse criteria. For example, you could define base salary, overtime, and night duty allowance against combinations of job, location, and age. A person is eligible for a rate if their HR record, or overriding information they supply on their timecard, matches the rate's eligibility criteria.

You can use the supplied rate retrieval API to obtain the appropriate rates for a person or set of criteria. If you use Oracle Payroll, your payroll formulas can call a supplied function to retrieve the appropriate rate for each employee.

### Criteria

For each rate you can define up to seven eligibility criteria, including your own criteria or standard, predefined criteria such as length of service, position, and bargaining unit. For example, the criteria might be assignment to a specified organization or position hierarchy, or to a range of grades. You can define a criteria with two sub-criteria, if necessary, such as grades and locations.

When you define the criteria, you specify how the rate retrieval API should identify the criteria values for a person. There are three choices:

- Specify a table and column that stores the personal or assignment information
- Specify a formula rule that returns the criteria value
- Specify one of the above and enable overrides from timecards

### Criteria Rate Definitions

For each rate, you create a criteria rate definition such as base rate, hazard allowance, or pension. The criteria rate definition specifies the rate calculation method; you can:

- Enter the rates on the rate matrix
- Calculate a rate based on another rate (such as a percentage of the base rate)
- Specify a formula rule to calculate the rate

If you define your eligibility criteria in such a way that an employee may be eligible for

more than one rate value, you must specify the preferred rate, which can be the lowest, highest, average, or the rate returned by a formula rule.

You specify which elements derive their values from this rate definition. For example, if you are defining a salary rate, you might select a Regular Salary element, which is for people who have a criteria-based salary each month, and an Exception Salary element for people who have a criteria-based salary on an exceptional basis.

> **Note:** The rate retrieval API does not update the element with the criteria-based rates. If you want the element entries to show the rates for reporting, you must update them manually. Oracle Payroll users can report on values in the element run results.

## Rate Matrix

After you define the criteria and the rate definitions, you select them to build your rate matrix, which includes both eligibility criteria and rate columns from the rate definition. You select up to seven criteria and sequence them. For example, if you select Job then Location, the rate retrieval API checks a person's job first, then their location to find the appropriate rate. The following table shows an example of a rate matrix.

| Criteria 1: Union | Criteria 2: Job | Criteria 3: Grade | Base Rate: Default | Base Rate: Minimum | Overtime Rate (% of base rate) |
|---|---|---|---|---|---|
| Allied Shipbuilders | Welder | 1.A | 23.5 | 22 | 150 |
| Allied Shipbuilders | Welder | 1.B | 25 | 23.5 | 150 |
| Allied Shipbuilders | Equipment operator | 1.A | 21 | 20 | 150 |
| Allied Shipbuilders | Equipment operator | 1.B | 22 | 20 | 150 |

You can define rates for a single criteria value (such as organization = Sales East), or a range of values (such as age 18 to 21), or a group of values (such as grade = Senior or Principal).

## Retrieving Rates for Payroll

To use criteria-based rates in Oracle Payroll, you include the Rate by Criteria function in the payroll formula for the element that you want to calculate from the matrix. This

function calls the rate retrieval API to retrieve the appropriate rate for the person, based on their personal and assignment details or overriding information on their timecard.

For the setup steps to create a rate matrix and use it in Oracle Payroll, see: Setting Up a Rate Matrix, page 2-74

## Setting Up a Rate Matrix

Create a rate matrix to define rates of pay against combinations of criteria, such as base pay that varies by job, grade, age, and length of service, and overtime that is a percentage of base pay where the percentage varies by position.

> **Note:** Within a rate matrix, if base pay varies by job, grade, age, and length of service, and overtime is a percentage of base pay, then overtime can also vary *only* by job, grade, age, and length of service; in other words, you cannot vary rates by one criteria for one rate type and by another criteria for another rate type within one rate matrix.

### To set up a rate matrix:

1. Design your matrix by deciding which rates of pay are variable, and which criteria determine each rate. List the rates that are dependent on other rates so you can create them in the correct sequence.

2. Define one or more elements for each rate.

   To use timecards to specify a criteria value for a rate, create an input value to hold the criteria value. For example, if your workers can specify a location on their overtime timecard entries, create a location input value on the Overtime element. Use sequence 12 through 15 for these input values.

3. Link the elements. Typically you create open element links (with no assignment components) since you are not using the link to determine eligibility for the rates.

4. If you are using Oracle Payroll, ensure that the payroll formulas for your rate elements call the function RBC_Rate_Retrieval. See: Writing Formulas for Rate by Criteria Calculations, *Oracle HRMS FastFormula User Guide*

5. Review the predefined criteria. If you want to use timecards to specify a person's value for any predefined criteria, query the criteria on the Eligibility Criteria page and, in the Define Timecard Override region, enter the table and column holding the timecard information. If you are using Oracle Time and Labor, the table is pay_batch_lines, and the column is the element input value that holds the override information.

6. Define any additional criteria you require. To use a formula rule to determine the

criteria values for an employee (rather than retrieving the values from a table), you must write the formula first. Select the formula type *Eligibility Access Calculation*.

See: Defining Your Own Eligibility Criteria, page 1-148

7. If you are using Oracle Time and Labor and you want your workers to specify criteria override values on their timecards, modify the timecard layout to include the criteria you want, such as location. For a worked example of all the steps to use timecards to provide override values, see the white paper Setting Up the RBC/OTL/Payroll Integration, Metalink Note ID 369044.1.

8. Create your criteria rate definitions on the Criteria Rate Definition page, selecting the elements you created for the rate. To use a formula rule to determine how the application calculates or rounds the rate value, or selects the preferred rate when the employee is eligible for more than one, you must write your formulas first. Select the formula types *Compensation Calculation, Rounding,* or *Preferential Rate Calculation.*

9. Create your rate matrix by ordering the criteria and entering values for each rate definition against each combination of criteria.

## What's Next

You can test your setup by entering the rate element for an employee, running QuickPay, and checking the statement of earnings. If you are using timecard overrides, you must enter a timecard for the employee, transfer the timecard from OTL to BEE (batch element entries), and process the batch before you run QuickPay.

# Workforce Intelligence Key Concepts for Salary, Grades, and Pay Administration

## Key Concepts for Salary, Grades, and Pay Administration Intelligence

The Salary, Grades, and Pay Administration Intelligence reports enable you to compare and contrast salaries among employees working in different circumstances, such as different jobs or organizations, within your enterprise. You can also examine salary trends, or you can view salary details for individual employees. You can set Key Performance Indicators to alert you to critical changes in salaries.

> **Note:** These reports will not return data if you have not attached your Grade Rates to a Salary Basis.

To enable you to get the most out of the Salary, Grades, and Pay Administration intelligence reports, you need to understand the following key concepts:


- Salary Currencies, page 2-76
- Salary Annualization, page 2-76
- Grade Annualization, page 2-77
- Salaries and Assignments, page 2-77


### Salary Currencies

The Salary, Grades, and Pay Administration reports enable you to select the currency on which you want to report. If salaries exist that are not paid in the currency you select, you can include or exclude them from the report. If you include salaries that are not in the currency you select, the reports convert the salary using the general ledger (GL) daily rates. If the report cannot find a valid exchange rate, it ignores the salary.

For more information, see Entering A Conversion Rate Type, *Oracle HRMS Configuring, Reporting, and System Administration Guide*.

### Salary Annualization

Most of the reports display salary values as annualized figures. Reports use the salary basis set up for the assignment to calculate the annualized figure. Reports only include the salary values they can convert to an annualized figure.

## Grade Annualization

Reports display the minimum, mid-point, and maximum payments in a grade range as annualized figures. Reports use the grade annualization factor set up as part of the pay basis to calculate the annualized figure.

## Salaries and Assignments

The Salary, Grades, and Pay Administration reports show salaries for all assignments that satisfy the following criteria. For an assignment to be included in the reports, it must:

- Be active or suspended.

  **Note:** By including employees with a status of suspended, the reports ensure that employees on military leave, or those who have been temporarily suspended, are still included in the salary analysis.

- Have the latest approved salary proposal. Assignments with unapproved salary proposals are not included.
- Have all components of a salary increase approved.
- Have a performance rating related to a current approved salary, if you group by performance.
- Fit the criteria you enter. For example, if you enter a location, the assignment must be for that location.

Each assignment that matches the selection criteria appears on the report. If an employee has more than one assignment that matches all the criteria, the employee appears more than once on the report.

# Workforce Intelligence for Salary, Grades, and Pay Administration

## Employee Primary Assignment with Salary and Grade Rate Detail Workbook

This workbook enables you to report on employees based on their primary assignment. The workbook output is in a non-legislative specific format, which is useful for global reporting.

You can report on employee details, including:

- Current annual salary
- Previous annual salary
- Salary grade rates
- Date of birth
- Working hours
- Gender
- Age

### Worksheets

This workbook has the following worksheets:

- Organization Hierarchy
- Supervisor Hierarchy

### Organization Hierarchy Worksheet

This worksheet enables you to report on employee details based on the employee primary assignment (in a non-legislative specific format) for a given organization and its subordinate organizations.

#### Business Questions

*How much do my employees within each organization earn and how does that compare with their grade rate?*

### Worksheet Parameters

You must specify values for the following parameters:

- Organization Hierarchy
- Top Organization
- Effective Date

The worksheet includes those employees who held a primary assignment at the time of the Effective Date, and were employed in the selected organization hierarchy at the time of the Effective Date.

### Headings and Calculations

This report uses the following calculations:

- **Annualized Grade Minimum**

  Calculates the annualized minimum payment in a grade range. The calculation uses the grade annualization factor that is set up as part of the pay basis.

- **Annualized Grade Mid Value**

  Calculates the annualized mid value payment in a grade range. The calculation uses the grade annualization factor that is set up as part of the pay basis.

- **Annualized Grade Maximum**

  Calculates the annualized maximum payment in a grade range. The calculation uses the grade annualization factor that is set up as part of the pay basis.

- **Salary Increment**

  Calculates an employee's salary increment as a percentage of the previous salary.

- **Recent Years Service**

  Calculates the employee's length of service as the number of years since their most recent hire date.

## Supervisor Hierarchy Worksheet

This worksheet enables you to report on employee details based on the employee primary assignment (in a non-legislative specific format) for a given supervisor and his/her subordinates.

### Business Questions

*How much do the employees for a given supervisor earn and how does that compare with their*

*grade rate?*

### Worksheet Parameters

You must specify values for the following parameters:

- Supervisor
- Effective Date

The worksheet includes those employees who held a primary assignment at the time of the Effective Date, and were assigned to the selected supervisor at the time of the Effective Date.

### Headings and Calculations

This report uses the following calculations:

- **Annualized Grade Minimum**

  Calculates the annualized minimum payment in a grade range. The calculation uses the grade annualization factor that is set up as part of the pay basis.

- **Annualized Grade Mid Value**

  Calculates the annualized mid value payment in a grade range. The calculation uses the grade annualization factor that is set up as part of the pay basis.

- **Annualized Grade Maximum**

  Calculates the annualized maximum payment in a grade range. The calculation uses the grade annualization factor that is set up as part of the pay basis.

- **Salary Increment**

  Calculates an employee's salary increment as a percentage of the previous salary.

- **Recent Years Service**

  Calculates the employee's length of service as the number of years since their most recent hire date.

## Related Topics

Salary, Grades, and Pay Administration Key Concepts, page 2-76

# Employee Primary Assignment with Salary Detail Workbook

This workbook enables you to report on employee details based on employee primary assignment, in a non-legislative specific format. This is useful for global reporting.

Employee details include:

- Current annual salary
- Hire date
- Employment category

## Worksheets

This workbook has the following worksheets:

- Organization Hierarchy
- Supervisor Hierarchy

## Organization Hierarchy Worksheet

This worksheet enables you to report on employee details based on employee primary assignment, in a non-legislative specific format, for a given organization and its subordinate organizations.

### Business Questions

*How much do my employees within each organization earn?*

### Worksheet Parameters

You must specify values for the following parameters:

- Organization Hierarchy
- Top Organization
- Effective Date

The worksheet includes those employees who held a primary assignment at the time of the Effective Date, and were employed in the selected organization hierarchy at the time of the Effective Date.

## Supervisor Hierarchy Worksheet

This worksheet enables you to report on employee details based on employee primary assignment, in a non-legislative specific format, for a given supervisor and his/her subordinates.

### Business Questions

*How much do the employees for a given supervisor earn?*

### Worksheet Parameters

You must specify values for the following parameters:

- Supervisor
- Effective Date

The worksheet includes those employees who held a primary assignment at the time of the Effective Date, and were assigned to the selected supervisor at the time of the Effective Date.

## Related Topics

Salary, Grades, and Pay Administration Key Concepts, page 2-76

# Employee Salary Change Detail Workbook

This workbook investigates salary changes over specified periods of time within your organization. The resulting information allows you to:

- Compare salary changes for similar organizations
- Analyze employee salary by length of service
- Analyze salary change by gender
- Ensure employees are rewarded for high performance

## Worksheets

This workbook has the following worksheets:

- Summary
- By Years of Service
- By Gender
- By Performance Rating
- By Person

## Summary Worksheet

This worksheet enables you to view information about salary changes within your organization. The resulting information allows you to analyze salary changes across all organizations in a Business Group.

### Business Questions

*What are the details of the most recent salary changes for employees?*

### Parameters

You must specify a value for the following parameter:

- Salary Change Date

## By Years of Service Worksheet

This worksheet displays salary change information by years of service across organizations. The resulting information allows you to:

- Compare salary change across Business Groups and organizations.
- View salary change information by length of service.

### Business Questions

*What are the details of the most recent salary changes for my employees, by years of service?*

### Parameters

You must specify a value for the following parameter:

- Salary Change Date

## By Gender Worksheet

This worksheet enables you to analyze salary change within your organization, by gender. It enables you to analyze differences in salary changes between male and female employees across organizations.

### Business Questions

*What are the details of the most recent salary changes for my employees, by gender?*

### Parameters

You must specify a value for the following parameter:

- Salary Change Date

## By Performance Rating Worksheet

This worksheet enables you to investigate the effects of performance ratings on employee salary change across organizations. It enables you to ensure employees are rewarded for performance.

### Business Questions

*What are the details of the most recent salary changes for my employees, by performance?*

### Parameters

You must specify a value for the following parameter:

- Salary Change Date

## By Person Worksheet

This worksheet enables you to investigate salary changes for individual employees.

### Business Questions

*What are the details of the most recent salary changes for my individual employees?*

### Parameters

You must specify a value for the following parameter:

- Salary Change Date

## Related Topics

Salary, Grades, and Pay Administration Key Concepts, page 2-76

# Employee Salary Change Workbook

This workbook enables you to report on employee salary change details; for example, the latest salary increment, the effective date of a salary change, the salary level compared to the grade minimum, mid value and maximum value. The details can be shown for a chosen period of time.

## Worksheets

This workbook has the following worksheets:

- Organization Hierarchy
- Supervisor Hierarchy

## Organization Hierarchy Worksheet

The Organization Hierarchy worksheet enables you to report on employee salary change details by organization hierarchy for a given time period.

### Business Questions

*When did my employees' salaries change, and by how much?*

### Parameters

You must specify values for the following parameters:

- Organization Hierarchy
- Top Organization
- Start Date
- End Date

The worksheet includes those employees who held a primary assignment, were employed in the selected organization hierarchy, and had a salary change, during the period from your selected Start Date to your selected End Date.

You can also enter a value for the following optional parameter:

- Organization Hierarchy Effective Date

If you use the Organization Hierarchy Effective Date parameter, the worksheet will use the Organization Hierarchy Version effective on this date to display organization Hierarchy information.

This date will affect the output of your worksheet if your selected Start Date and End Date parameters cover more than one Organization Hierarchy Version for your selected Organization Hierarchy.

If you do not use the Organization Hierarchy Effective date parameter, the worksheet will default to the Organization Hierarchy Version effective on your selected End Date.

### Headings and Calculations

This report uses the following calculations:

- **Annualized Grade Minimum**

  Calculates the annualized minimum payment in a grade range. The calculation uses

the grade annualization factor that is set up as part of the pay basis.

- **Annualized Grade Mid Value**

  Calculates the annualized mid value payment in a grade range. The calculation uses the grade annualization factor that is set up as part of the pay basis.

- **Annualized Grade Maximum**

  Calculates the annualized maximum payment in a grade range. The calculation uses the grade annualization factor that is set up as part of the pay basis.

- **Previous Annual Salary**

  Calculates the previous annual salary amount for an employee.

- **Salary Increment**

  Calculates an employee's salary increment as a percentage of the previous salary.

## Supervisor Hierarchy Worksheet

The Supervisor Hierarchy worksheet enables you to report on employee salary change details by supervisor hierarchy for a given time period.

### Business Questions

*When did my employees' salaries change, and by how much?*

### Parameters

You must specify values for the following parameters:

- Supervisor
- Start Date
- End Date

The worksheet includes those employees who held a primary assignment, were employed by the selected supervisor, and had a salary change, during the period from your selected Start Date to your selected End Date.

### Headings and Calculations

This report uses the following calculations:

- **Annualized Grade Minimum**

  Calculates the annualized minimum payment in a grade range. The calculation uses the grade annualization factor that is set up as part of the pay basis.

- **Annualized Grade Mid Value**

  Calculates the annualized mid value payment in a grade range. The calculation uses the grade annualization factor that is set up as part of the pay basis.

- **Annualized Grade Maximum**

  Calculates the annualized maximum payment in a grade range. The calculation uses the grade annualization factor that is set up as part of the pay basis.

- **Previous Annual Salary**

  Calculates the previous annual salary amount for an employee.

- **Salary Increment**

  Calculates an employee's salary increment as a percentage of the previous salary.

### Related Topics

Salary, Grades, and Pay Administration Key Concepts, page 2-76

## Employee with Tenure Detail Workbook

This workbook enables you to report on current employee tenure details based on the employee primary assignment in a non-legislative specific format.

In addition to the basic employee primary assignment details, you can report on:

- Most recent hire date
- Original date of hire
- Total years of service
- Recent years of service

### Worksheets

This workbook has the following worksheets:

- Organization Hierarchy
- Supervisor Hierarchy

### Organization Hierarchy Worksheet

This worksheet enables you to report on employee tenure details (based on the employee primary assignment in a non-legislative specific format) for a given

organization and its subordinate organizations.

### Business Questions

*How long have my employees within a given organization hierarchy been working within my enterprise?*

### Parameters

You must specify values for the following parameters:

- Organization Hierarchy
- Top Organization
- Employment Category

The worksheet includes those employees currently employed within the selected organization hierarchy, and within the selected employment category.

### Headings and Calculations

This report uses the following calculations:

- **Recent Years Service**

  Calculates the employee's length of service since their most recent hire date as a number of years.

- **Total Years Service**

  Calculates the employee's length of service since their first hire date as a number of years.

## Supervisor Hierarchy Worksheet

This worksheet enables you to report on employee tenure details (based on the employee primary assignment in a non-legislative specific format) for a given supervisor and his/her subordinates.

### Business Questions

*How long have employees, reporting directly or indirectly to a given supervisor, been working within my enterprise?*

### Parameters

You must specify values for the following parameters:

- Supervisor

- Employment Category

The worksheet includes those employees currently employed by the selected supervisor, and within the selected employment category.

### Headings and Calculations

This report uses the following calculations:

- **Recent Years Service**

  Calculates the employee's length of service since their most recent hire date as a number of years.

- **Total Years Service**

  Calculates the employee's length of service since their first hire date as a number of years.

## Related Topics

Salary, Grades, and Pay Administration Key Concepts, page 2-76

# 3

# Compensation and Awards Management

## Compensation and Awards Management Overview

In an enterprise, you need to compensate and award benefits to eligible employees. Your enterprise determines who is eligible for compensation and awards, and who can allocate them. Most compensation cycles include or exclude certain employees, based on enterprise requirements. Compensation could include salary, bonus, allowances, vehicle mileage payments, and stock options. Allocation of compensation may depend on factors such as current salary, grade, position, time since last pay raise, and other factors. You also need to convey this compensation information to your employees easily.

### Managing Compensation and Awards Using Oracle HRMS

You can set up compensation and awards programs for managers to use to evaluate and make compensation decisions. Well-designed programs help you achieve your goals, retain qualified employees, and reward performance. Oracle HRMS helps you design a successful compensation program and convey compensation information to your employees.

See: Setting Up Compensation Workbench Plans, page 3-48

See: Setting Up Individual Compensation Distributions, page 3-111

See: Setting Up Compensation History, page 3-130

See: Setting up Total Compensation Statement, page 3-138

### Using Oracle SSHR to Manage Compensation and Awards

You can use Oracle SSHR to manage compensation effectively to maximize employee performance. Managers can make informed decisions and create budgets within established budget parameters. Employees can enter details about voluntary deductions such as charitable contribution plans, or store information such as the amount they

invest in savings plans.

See: Compensation Workbench Overview, page 3-8

See: Self-Service Individual Compensation Distribution, page 3-109

See: Total Compensation Statement Overview, page 3-134

See: Compensation History, page 3-123

See: Vehicle Repository, page 3-149

## Key Concepts

To use Compensation and Awards to suit your enterprise's requirements, you need to understand the following key concepts and activities:

- Key Decision Areas in Compensation Workbench, page 3-9
- Plan Design for Compensation Workbench, page 3-18
- Budgeting in Compensation Workbench, page 3-21
- Promotion and Rating in Compensation Workbench, page 3-22
- Standard Rates for Compensation Workbench, page 3-23
- Hierarchies for Award Allocations and Approvals, page 3-61
- Eligibility, Award Limits and Targets, page 3-64
- Access Levels in Compensation Workbench, page 3-62
- Switch Manager, page 3-63
- Approval Modes, page 3-63
- Self-Service Individual Compensation Distribution, page 3-109
- Compensation History Views, page 3-124
- Total Compensation Statement Overview, page 3-134
- Vehicle Repository, page 3-149

## Reporting on Compensation and Awards

To track compensation and awards activities in your enterprise, Oracle HRMS provides you a range of reports. For example:

- Managers use the Flexible Summary Report to view Salary, Bonus, and Stock Option totals for their direct reports. The report also includes values such as each manager's budget and the amount used.

- Managers or Administrators use the Employee Stock Options Total Position Report to view summary or detailed information about employee stock option grants, such as total shares granted, and total vested shares.

- Compensation Professionals use the Stock Option Download for Third Party Administration Systems to download stock option grant results for all participants in a plan in an enrollment period.

- Administrators use the Total Compensation Progress Report to check the progress of the compensation cycle for a specific availability period and plan.

See: Compensation and Awards Management, *Oracle HRMS Configuring, Reporting, and System Administration Guide* in Reports and Processes in Oracle HRMS.

## Compensation Awards Management: Requirements

Using Compensation and Awards Management, you can determine and allocate compensation and awards for your enterprise.

### Can managers view employee details from Compensation Workbench?

Yes, managers can view employee details for their direct reports and any employee further down in the reporting hierarchy. You can update certain employee information in Compensation Workbench, so you do not have to change functions while you are working in your compensation cycle.

### How are compensation allocations awarded?

A line manager uses the Allocate Compensation task to award compensation to any employee at a lower level in the reporting hierarchy. Line managers cannot allocate their own compensation.

### How are budgets prepared?

You can define a budget at the top-level of an organization hierarchy. A high-level manager in the hierarchy issues budgets to managers who have direct reports -- and these direct reports can be managers as well. You can issue monetary amounts or percentages of eligible salaries. You can also use the Allocation wizard to help you calculate the amount/percentages to issue.

Additionally, you can auto-issue a predefined budget (typically as a flat percentage of eligible salaries) to all allocating managers.

## Can other managers fill in for me if I am unavailable?

Using Switch Manager, you can act as another manager within your security profile, and view or make updates to another manager's worksheet.

## Can managers assign employees to their own worksheets?

The Employee Reassignment feature provides managers a facility to add an employee to their own worksheets as well as to assign employees to other managers' worksheets. The employee reassignment is valid for the selected compensation plan and enrollment period and does not affect the current supervisor relationship.

## Can managers promote and rate or assess employees at the same time as allocating salaries?

Yes, using the Promotion and Performance features, you can process a promotion or complete a performance rating and ranking in conjunction with processing a pay increase, bonus, or stock award. Self-service Compensation Workbench uses the same jobs, position, and grades as the compensation professionals use in the "back office."

## Does Compensation Workbench handle approving allocations, promotions, and employee performance ranking?

Oracle HRMS routes a completed worksheet for approval based on the Compensation Workbench hierarchy as specified in the enrollment requirements for the compensation plan. There is a single approval for the entire worksheet.

## Can I budget and allocate compensation based on salary components?

If you itemize a compensation plan into two or more components, for example Cost of Living and Performance, you can budget and allocate for each component. You can link compensation components to Oracle HRMS salary components.

## Can I budget and allocate compensation across business groups?

Yes, you can budget and allocate compensation across business groups, between different currencies, and plan types within the same compensation cycle.

## Can I download and save information visible on the worksheets?

Yes, you can download information available on the worksheets. Use the Download to Spreadsheet feature to download the default definition or download the custom definition of worksheet columns.

## Can I attach supporting documents in Compensation Workbench?

Yes. If your organization requires you to provide justification or supporting documents, then during the compensation process, you can attach files such as a Microsoft Word or Microsoft Excel spreadsheet to each employee record. Note that these attachments are specific to a plan and a plan period and are not automatically carried over to another plan or plan period.

If you do not want managers to attach supporting documents, you can hide the attachment feature using Self-Service Personalization.

## When I allocate compensation or prepare budgets, are there any guidelines that I can follow?

Yes, you can use Company Targets as a guideline when you prepare a budget or allocate compensation. Target amounts include an actual target and a range. You can also view the target percentage of eligible salary. You can use the Quick Fill feature to copy the target amounts into the compensation amount for a specific employee or for all employees displayed in the worksheet.

You use Budgeting Targets to view the aggregate of all employee level targets for a manager. For example, if you have two employees with a compensation target amount of 1000 US dollars, your target budget will display 2000 US dollars.

## What type of information can I view in Compensation History?

As a manager, you can get a complete view of the compensation, performance, ranking, and job history for all employees in your security group. This includes information about all in-progress transactions as well for salary changes, bonuses, basic or stock option history, ranking, jobs, and details of other non-monetary compensation.

## Can employees use Compensation History?

Yes. Employees can view all their compensation information. They can view information about current compensation data and previously processed salary changes, bonuses, basic or extended stock option history, and details of other non-monetary compensations. Employee ranking is hidden by default in the employee view but you can configure Compensation History to make it viewable. Employees can view their job details such as name, date of the job change, position, grade, people group, and reason for the job change.

## Are there any security features associated with Compensation History?

Yes - Oracle HRMS security features ensure that you view ranking history of employees within your security group. History includes in-progress transactions. This information is hidden from employees.

## To whom can I assign an Individual Compensation Distribution?

As a manager, you can assign an Individual Compensation Distribution only to those qualified employees who belong to your security group. In addition, participant eligibility profiles offer a further method to limit eligibility for those employees who are eligible to receive compensation.

## Does Individual Compensation Distribution use Approvals?

Yes. Oracle Self-Service HR provides a workflow approval process. This automatically sends a notification to the supervisor of the manager who distributes the award. The supervisor can either approve or reject the distribution.

## Can employees use Individual Compensation Distribution ?

Yes - if your enterprise configures employee self-service Individual Compensation Distribution for use by non-manager employees. Employees can use Self-Service Individual Compensation Distribution to contribute to charitable contribution plans, savings bond plans and so on.

## Can I view award information in a currency of my choice?

Yes, ICD enables you to view award amounts in your preferred currency to avoid having to convert the currency manually.

## What type of information can I record in the vehicle repository?

You can record the following information:

- Registration number
- Make and model
- Registration date
- Engine capacity
- List price and value of optional accessories fitted initially and added later
- Fiscal rating
- Status, and reason for Inactive status
- Whether the vehicle can be allocated to multiple users

## What type of information can I display in Total Compensation Statements?

You can configure Total Compensation Statement to display information based on your enterprise's requirements. You can tailor statements to display information for groups of employees in your enterprise. You can group compensation into categories such as benefits, cash compensation, company stock, stock options, retirement and savings, or create your own custom category. You can display information from various sources, including Oracle Payroll, third party payroll, element entries, and rules (fast formulas).

## Is the Total Compensation Statements feature applicable to contingent workers?

Yes, you can use Total Compensation Statements to configure and generate statements for contingent workers also.

## Can I customize the display of the Total Compensation Statements?

Yes, you can customize Total Compensation Statements to suit your enterprise's requirements. Besides configuring the items that display in the statement, you can use a rich text editor to format the welcome page for employees to view. You can also add graphs and links to your statements. Employees can print and view their statements in a pdf format at their convenience.

# Compensation Workbench

## Compensation Workbench Overview

Compensation Workbench is a flexible tool enabling line managers to publish compensation budgets, and allocate compensation awards and salary increases to their teams. Using Compensation Workbench for Administrators, compensation administrators can also monitor the progress of compensation cycles and perform overrides and exception processing, as required.

This topic provides an overview of what you can do using Compensation Workbench.

**Line Managers**

Your compensation administrator gives you access to a set of tasks for each compensation cycle, such as budgeting, allocating compensation, entering performance ratings, entering job changes, and approving the work of subordinate managers. For determining budgets and allocating compensation, you can enter values directly on a worksheet that enables you to see all your employees in a single view. Alternatively you can download information to a spreadsheet and work there, or you can use the Allocation Wizard to help you determine budgets and allocations according to the rules and criteria you choose.

If your manager or compensation administrator gives you a budget, you can choose to hold the entire budget yourself, or allocate it to your direct reports only, or to all your subordinate managers. If you use the Allocation Wizard to determine the budget, you can provide budget targets for each employee so your managers understand the criteria you used for creating their budgets.

See: Budgeting in Compensation Workbench, page 3-21

See: Promotions and Rating in Compensation Workbench, page 3-22

You can save your work at any stage, and submit it for approval when you are ready.

See: Hierarchies for Award Allocations and Approvals, page 3-61

You can use the online reports to view:

- Summary information for one or more compensation plans
- Compensation history for each employee
- Stock option history, including estimated walk-away values
- Changes made to an employee record by other managers in Compensation Workbench (Audit History)

See: Reports in Compensation Workbench, page 3-80

There are some additional features that your compensation administrator may give you access to:

- Overriding an employee's eligibility or ineligibility for an award
- Reassigning an employee to another manager, for the purposes of award allocation only
- Switching to subordinate managers to enter allocations on their behalf
- Generating a compensation statement for employees to communicate their award

See: Access Levels in Compensation Workbench, page 3-62

See: Eligibility, Award Limits and Targets, page 3-64

See: Configure Worksheet and Budget Sheets, page 3-65

See: Switch Manager, page 3-63

**Compensation Administrators**

You can use Compensation Workbench to perform all the tasks available to line managers, either for the whole workforce (if you decide not to delegate the task to line managers), or in place of individual managers, for example to cover absences. You have access to plan information for every employee within your security profile, including information about the progress each manager is making in distributing budgets and allocating awards. You can reprocess a single employee or change their eligibility, salary, or assignment information.

See: Key Decision Areas in Compensation Workbench, page 3-9

See: Plan Design for Compensation Workbench, page 3-18

You can use the Plan Administration page to override certain plan setup information for the current compensation cycle, such as period dates, budget information, tasks available to managers, and rates.

See: Maintain Compensation Workbench Plan Mid-cycle, page 3-93

See: Steps to Administer a Compensation Workbench Plan, page 3-95

You can use reports to monitor the progress of the compensation cycle, and to gather manager feedback.

## Key Decision Areas in Compensation Workbench

You must first design your plans and how you want the self-service pages to look, then you can begin to set them up. There are four main types of decision you must make, summarized in the table below and explored in more detail in subsequent topics.

| Decision Area | Questions to Ask Yourself | Setup Tools | Additional Information |
|---|---|---|---|
| Compensation Plan Design | Which awards do you handle together within the same compensation cycle? Which awards do you allocate from the same budget?<br><br>Do you want to promote, change jobs, and give ratings at same time as allocating awards, or separately? | Plans, Plan Enrollment Requirements, and Standard Rates windows.<br><br>Plan Administration page | See: Compensation Plan Design, page 3-18<br><br>See: Promotion and Rating in Compensation Workbench, page 3-22 |

| Decision Area | Questions to Ask Yourself | Setup Tools | Additional Information |
|---|---|---|---|
| Controlling Access, Eligibility, and Award Amounts | Do you make all allocations centrally or delegate to line managers?<br><br>Do you allocate each manager a budget centrally or give high-level managers a budget and let them decide how to roll it down?<br><br>Do you control who can receive awards with eligibility criteria? Do you let managers override the criteria?<br><br>What management hierarchy do you use for allocations, roll-down budgeting and approvals?<br><br>Do you want to restrict which managers have access to plans?<br><br>Which items do you give managers access to on their task list and what level of access do you give them? | Plans, Plan Enrollment Requirements, and Standard Rates windows.<br><br>Plan Administration Page<br><br>AME or FastFormula to define the rules for passing budgets down and approvals up the management hierarchy (unless you use standard supervisor or position hierarchies) | See: Budgeting in Compensation Workbench, page 3-21<br><br>See: Hierarchies for Award Allocations and Approvals, page 3-61<br><br>See: Access Levels in Compensation Workbench, page 3-62<br><br>See: Approval Modes, page 3-63<br><br>See: Eligibility, Award Limits and Targets, page 3-64 |

| Decision Area | Questions to Ask Yourself | Setup Tools | Additional Information |
|---|---|---|---|
| Worksheet and Budget Sheet Configuration | Which rates do you display?<br><br>Do you validate Jobs, Grades, and Positions?<br><br>Which flexfields do you include?<br><br>Which custom and dynamic columns do you configure?<br><br>Which columns do you want to display and what should the column headings be?<br><br>Do you enable upload/download using WebADI? | Self-service personalization to hide or display items, rename or reorder columns, or make them read-only. You can use personalization by plan to vary the worksheet layout between plans. | See: Configure Worksheet and Budget Sheets, page 3-65 |
| Reports and Notifications | Will you use the Employee Statements?<br><br>Do you need to personalize any of the reports or notifications?<br><br>Which plan do you want to use as context for the Salary Statistics and Employee Compensation History Reports? | Reporting from the self-service interface<br><br>Plan Administration Page | See: Reports in Compensation Workbench, page 3-80<br><br>See: Notifications in Compensation Workbench, page 3-83 |

## Compensation Workbench (SSHR Components)

For a full functional description of the Compensation Workbench, see: Compensation Workbench, page 3-8.

## Menu and Function Names

This module can be accessed from the following menus and functions:

| User Menu Name | Function Name |
|---|---|
| Manager Self-Service | Compensation Workbench |
| HR Professional | Compensation Workbench for Administrators |

## Workflow

Compensation Workbench uses the following workflows:

| Internal Name | Display Name |
|---|---|
| RECALL_PROC | Worksheet Recalled Process |
| ACCESS_NTF_SUB_PROCESS | Customizable Access Notification Sub Process |
| ACCESS_PROC | Access Process |
| BDGT_ISS_NTF_SUB_PROCESS | Customizable Issued Budget Notification Sub Process |
| BUDGET_ISSUED_PROC | Issued Budget Process |
| CWB_EMP_ELIG | CWB Employee Eligibility Main Process |
| CWB_NTF_FINAL_HOOK | CWB Notification Finalize Hook |
| CWB_NTF_INIT_HOOK | CWB Notification Initialize Hook |
| CWBFYINTF | Comp Workbench Notifications |
| HR_APPROVAL | HR Approval |
| RSGNNTFP | Employee Reassignment Notifications |
| RSGNP | Employee Reassignment Process |

| Internal Name | Display Name |
|---|---|
| WS_REJ_NTF_SUB_PROCESS | Customizable Worksheet Rejected Notification Sub Process |
| WS_REJECTED_PROC | Worksheet Rejected Process |
| WS_SUB_NTF_SUB_PROCESS | Customizable Worksheet Submitted Notification Sub Process |
| WS_SUBMITTED_PROC | Worksheet Submitted Process |

## Configurable Tips and Instructions

| Region | Tip Type | Message Name |
|---|---|---|
| Employee Reassignment: Employee Selection Page | Instruction Text | BEN_93088_CWB_RSGN_EMP_MSG |
| Allocation Budgets | Instruction Text | BEN_94021_CWB_SET_PREF_CURR |
| Allocation Budgets | Tip | BEN_92974_NO_EXCHANGE_RATE |
| Currency Switcher | Short Tip | BEN_94021_CWB_SET_PREF_CURR |
| Currency Switcher | Tip | BEN_92974_NO_EXCHANGE_RATE |
| Allocation Wizard - Component Selection Content | Instruction Text | BEN_93304_CWB_WIZ_OPTION_INSTR |
| Manager Selection | Instruction Text | BEN_92824_WIZ_MGR_SEL_HDR |
| Allocation Wizard Distribution Method Content | Instruction Text | BEN_92826_WIZ_DIST_MTHD_HDR |

| Region | Tip Type | Message Name |
|---|---|---|
| Allocation Wizard Distribution Method Content | Long Message | BEN_93136_WIZ_DIST_MATRIX_INFO |
| Allocation Wizard Distribution Method Content | Long Message | BEN_92862_WIZ_DIST_EQPCT_INFO |
| Allocation Wizard Distribution Method Content | Long Message | BEN_92838_WIZ_DIST_PRAMT_INFO |
| Allocation Wizard Distribution Method Content | Long Message | BEN_92839_WIZ_DIST_RCAMT_INFO |
| Distribution Method | Instruction Text | BEN_92826_WIZ_DIST_MTHD_HDR |
| Distribution Method | Long Message | BEN_93136_WIZ_DIST_MATRIX_INFO |
| Distribution Method | Long Message | BEN_92862_WIZ_DIST_EQPCT_INFO |
| Distribution Method | Long Message | BEN_92838_WIZ_DIST_PRAMT_INFO |
| Distribution Method | Long Message | BEN_92839_WIZ_DIST_RCAMT_INFO |
| Matrix - Content | Long Message | BEN_94000_CWB_WIZ_POP_TRG_AMTS |
| Matrix - Content | Long Message | BEN_93999_CWB_WIZ_BASIS_CALC |
| Details | Long Message | BEN_93999_CWB_WIZ_BASIS_CALC |
| Details | Long Message | BEN_94000_CWB_WIZ_POP_TRG_AMTS |

## Configurable FlexFields

Descriptive Flexfields display on their own flexfield worksheet group subtab within the

worksheet.

See: Configuring Flexfields, *Oracle HRMS Deploy Self-Service Capability Guide*

## Configurable Profile Options

Compensation Workbench provides the following configurable profile options:

| Profile | Configurable Levels | Values | Default |
|---|---|---|---|
| BEN: CWB Download Expire Seconds | All Levels | Positive Integer | 60 |
| BEN: CWB Encrypt/Decrypt Key | All Levels | String. (If you change this value, you cannot upload spreadsheets you have already downloaded. You must download the spreadsheets again with the new key.) | |
| BEN:CWB History Type Display | All Levels | Basic Stock Option History/Extended Stock Option History | |
| BEN: CWB Home Plans Displayed | All Levels | Positive Integer | |
| BEN: CWB Layout Lock Time | All Levels | Positive Integer | 10 |
| BEN: CWB Maximum Number of Layouts | All Levels | Positive Integer | 10 |
| BEN:CWB Reporting Plan Context | Site Level | Plan or Period | |
| BEN: CWB Wizard Compratio Range | All Levels | Positive Integer | 5 |
| BEN: CWB Wizard Years Worked Range | All Levels | Positive Integer | 1 |

| Profile | Configurable Levels | Values | Default |
|---|---|---|---|
| BEN:CWB Display Currency Type | All Levels | Employees' Local currency<br>Corporate currency<br>Preferred currency | Corporate currency |
| BEN:CWB Summary Level | All Levels | All Employees<br>Direct Employees | |
| BEN:CWB Table Population | All Levels | All Employees<br>Direct Employees | |
| BEN: CWB History Type Display | All Levels | Basic Stock Option History<br>Extended Stock Option History | Basic Stock Option History |
| BEN: CWB Estimated Market Price | All Levels | Any numeric value | |
| HR:FTE Factor | All Levels | Budget Full Time Equivalent<br>Budget Percent of Full Time<br>No Conversion<br>Based on Working Hours | No Conversion |

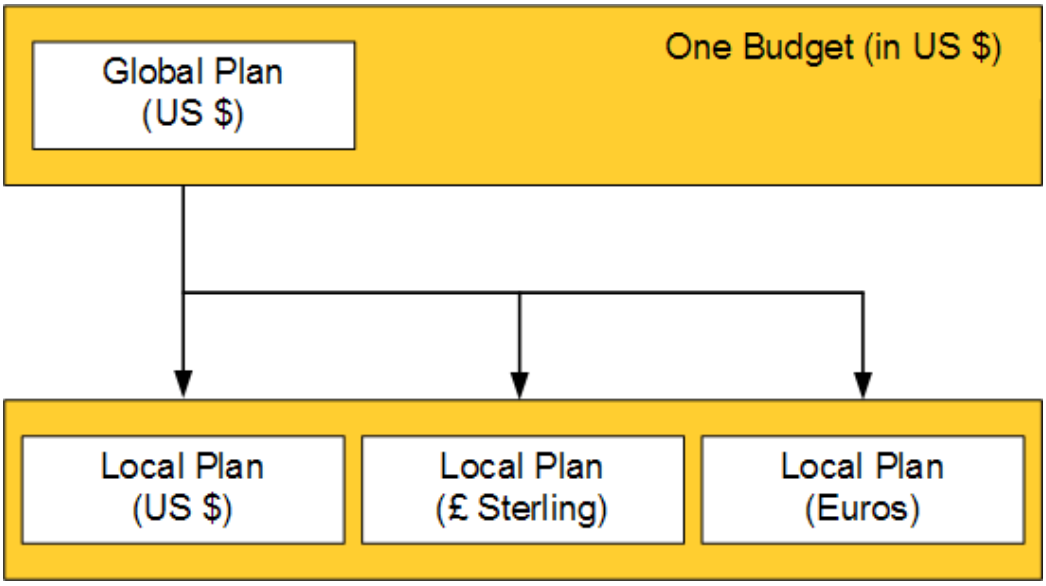
# Compensation Plan Design

## Plan Design for Compensation Workbench

### Which Awards Do You Want to Budget for and Allocate Together?

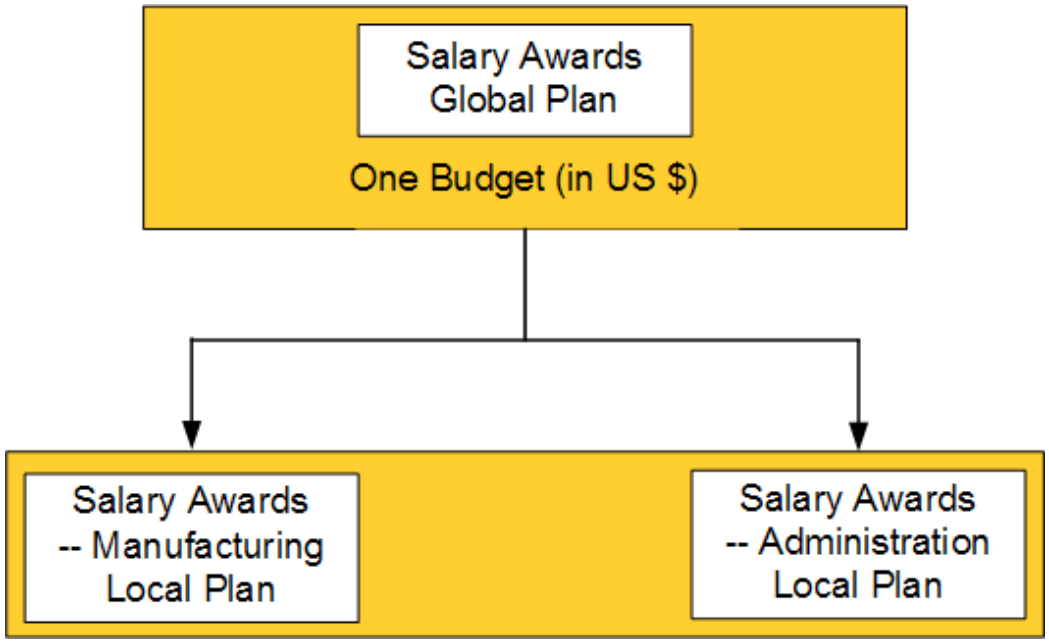
Your primary design decision is how many compensation plans to create. If you want to handle awards together on a single worksheet or allocate them from a single budget, you must set them up within the same plan or group of plans. You group plans by associating them with one global plan, even if the plans are defined in different business groups and using different currencies.

For example, if you want to allocate compensation across currencies or business groups, create a local plan for each business group and associate all the local plans with the same global plan, which uses your corporate currency. You create a single budget for the global plan, which you can distribute across the local plans in their local currencies. This is called a global basic plan structure.




If you are allocating in one business group, you can create a single standalone plan that acts as its own global plan. However, if you have several plans of the same plan type in your business group and you want to allocate money across the plans from one budget, you can group them under a single global plan using the global basic plan structure.

See: Setting Up a Basic Plan, page 3-30

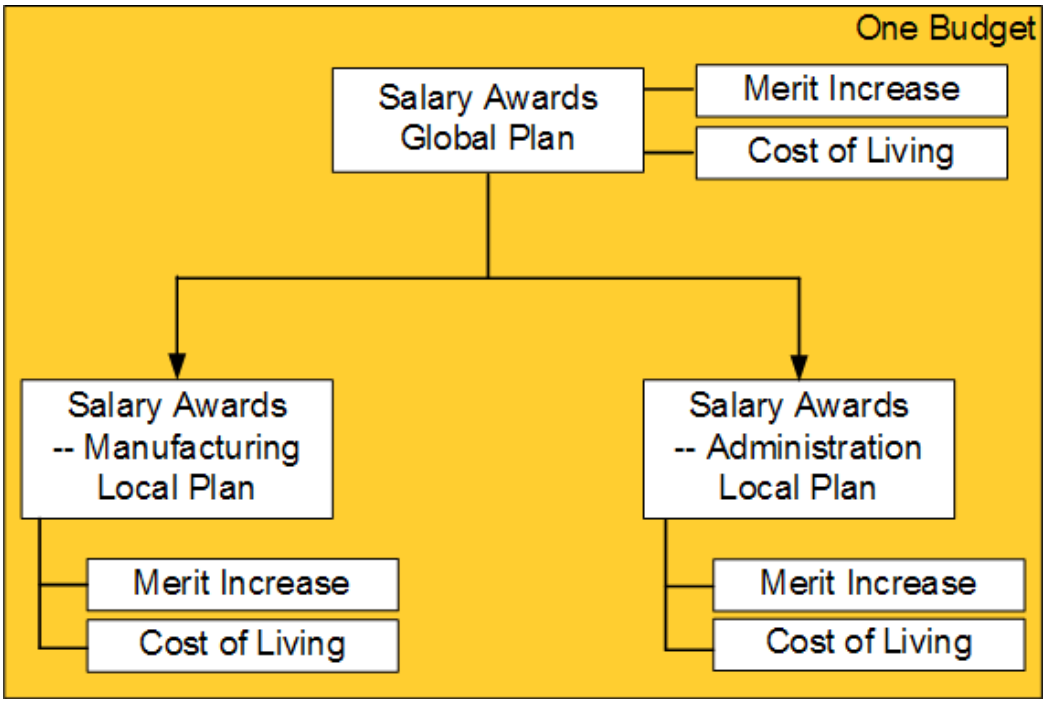



**Note:** Local plans do not have budgets. You always budget at the global plan level.

For all global and local plans, you can define up to four options.

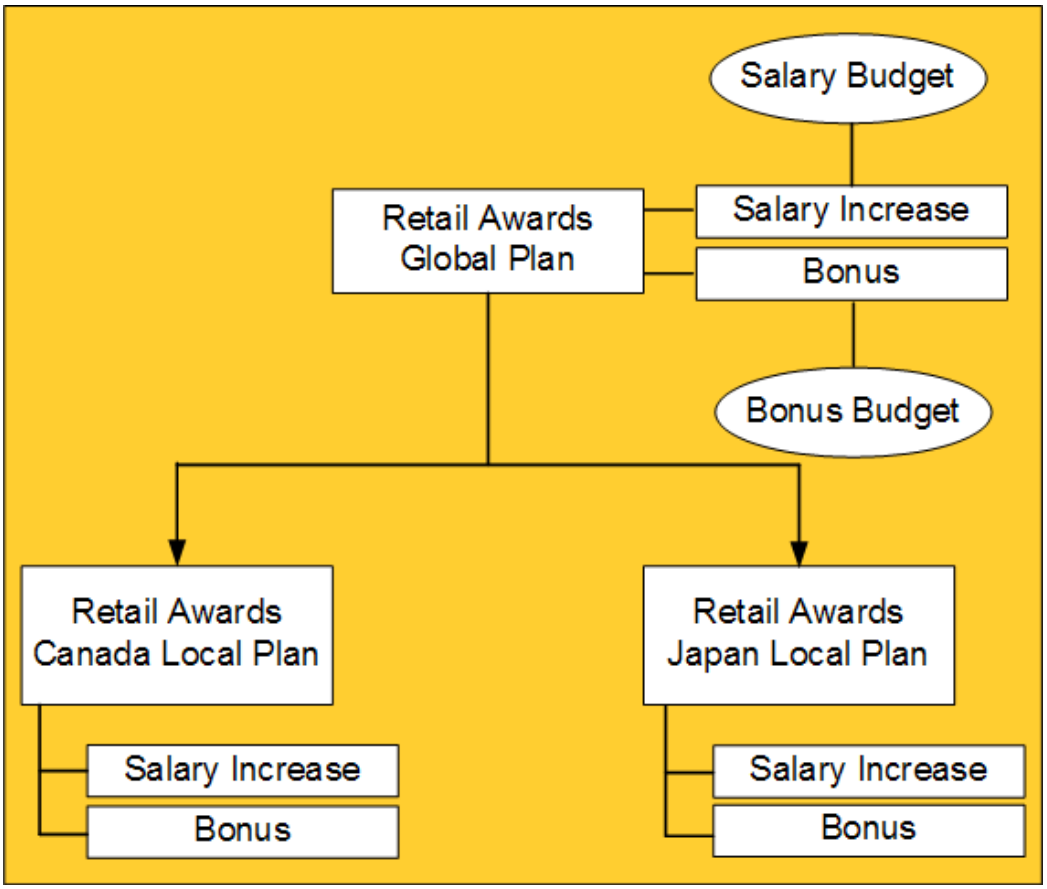
If you want to break down allocations into components such as cost of living increase and merit awards, select the same plan type, such as Salary Increase, for all the options (and the plans). These plans are called component plans. You can set up rates based on your business requirements. Decide whether you store your budgets as a percentage of eligible salaries or as amounts. For example, you can set up option level budgets for a component plan with 5% for merit, 2% for cost of living, and 3% for company performance or set up a plan for 10% to budget or allocate between salary increases and bonuses.

See: Setting Up a Component Plan, page 3-35




If you want to allocate different types of compensation (such as salary increases and bonuses) on the same worksheet, select different plan types for the options, and select Combination Plan as the plan type for the plan. You can publish a separate budget for each option in the global plan.

See: Setting Up a Combination Plan, page 3-41




Combination plans do not total options so you can create options with different units of measurement.

## Budgeting in Compensation Workbench

Compensation Workbench provides two general styles of budgeting:

- **Automatic Budgeting:** use this type of budget if you predetermine budgets prior to giving managers access. For example, you enter a budget of 7.5% for all managers in the west, and 10% for all managers in the east. Auto-issuing budgets gives the compensation professional control over the amount a manager can allocate to reporting employees and creates a uniform compensation distribution across the enterprise. You can set up variable rate profiles to vary the flat percentage or amount based on a variety of eligibility criteria such as location.

- **Roll-Down Budgeting:** use this type of budget if you predetermine the initial budget only, and line managers complete the budgeting task. As a compensation administrator, you publish the initial budget with the highest-level manager, or with multiple lower managers. Managers roll the budgets down the hierarchy by distributing the budget. Managers decide the level to which they want the budget

to trickle down by selecting the budgeting method on the Budget Task.

You include the budgeting task in the plan design only if you want to use roll-down budgeting. You can define budgets as monetary amounts or as a percentage of eligible salary in the Plan Enrollment Requirements window. You can also define the budget in non-monetary units such as Shares or Stock Options.

To configure the number of decimal places to display for budget and worksheet amounts that are expressed as a percentage of eligible salary, you must set the following profile options:

- BEN: CWB Budget as Percent of Eligible Salary Decimals – set this profile option to Yes to display budgets as percent of eligible salary
- BEN: CWB Allocation as Percent of Eligible Salary Decimals – set this profile option to Yes to display decimals for percent of eligible salary based on allocated amounts

You can decide how you store your budgets - either as a percentage of eligible salary or as an amount. You can also choose to maintain fixed amounts or to recalculate the budget based on a percentage.

If you have a combination plan, you must budget for at least one component, but you are not required to budget for each component of the plan.

# Promotion and Rating in Compensation Workbench

## Do You Want To Enter Promotions and Performance Ratings At the Same Time as Awards?

You can enter employee ratings and assignment changes during a compensation award cycle, or enter them separately, depending on how your business operates. You can:

- Create a plan that includes tasks for managers to enter performance ratings, job changes or promotions, and compensation awards at the same time.

  This plan design speeds up the annual review process because managers can submit, review, and approve all changes that affect a person's compensation at once. Doing these tasks together helps managers award compensation to employees in the position, job, or grade equitably, and reduces the amount of plan design setup required.

- Create a plan that only allows managers to process job changes and promotions.

  This plan design enables you to schedule a compensation period to only process job changes and promotions, before you process compensation awards. This is helpful when you base compensation limits or recommendations on an employee's assignment information.

Performance ratings and assignment changes can cross global plans. If you want the

values your managers enter in one plan to show in another plan, you enter the same effective date for ratings and assignment changes for each plan on the Timing tab of the Plan Enrollment Requirements window.

## Standard Rates for Compensation Workbench

You can define standard rates to meet a variety of business needs for a Compensation Workbench plan. Most rates display fixed or enterable amounts that appear as columns in the self-service interface. You can also base a rate on a multiple of compensation that uses a derived compensation factor you have defined.

The **activity type** you select when you define a standard rate determines how Compensation Workbench uses the rate.

When you define Compensation Workbench standard rates for certain global plan structures, you must alkso define a **compensation category**. You can choose from Salary Change, Bonus, Stock Option, Other, Combination Plan, and Option Level Component. You must define this because the worksheet, history page, and the Compensation Workbench Post Process use the compensation category to determine the type of compensation that you award under the plan. For example, if the application does not automatically calculate the new salary on the worksheet, then it is probably because you have not defined the compensation category.

For *Basic Plans*, when you define Standard Rates with the Activity Type of CWB Worksheet Amount or an Additional History Element, you must provide a Compensation Category of Salary Change, Bonus, Stock Option, or Other.

For *Component Plans*, the plan level CWB Worksheet Amount Standard Rate must have a Compensation Category of Salary Change, Bonus, Stock Option, or Other. You must define Option Level Component as the option level CWB Worksheet Amount Standard Rate.

For *Combination Plans*, you do not define a plan level CWB Worksheet Amount Standard Rate. The option level CWB Worksheet Amount Standard Rates compensation category must be either Salary Change, Bonus, Stock Option, or Other.

### Rate Types

#### CWB Worksheet Amount

This rate stores an employee's award amount.

If you attach an element and input value to the rate, then the Post Process Batch job will create an element entry in Oracle HRMS and pass the allocation as the entry value. Use this rate if you define a plan that allocates compensation of any type, for example Stock Options or Bonus. For salary plans or salary options, do not attach an element to this rate. You do not require this rate if the plan is non compensation plan, such as a Performance Appraisal Plan.

You can associate a minimum and maximum rule for rates with this activity type to set a range that managers can allocate to employees. If you select a Min Max Value Rule in the Standard Rates window, then when you run the participation process, the application automatically calculates the minimum and maximum values that managers can allocate to employees. If the Minimum, Maximum, or Default values vary based on Criteria, then attach the rate to a Variable Rate Profile.

You can use the Default value as an initial amount that appears on the worksheet. You can use this with a Calculation method of Multiple of Compensation. You can use a Calculation Method of Rule to default to the worksheet amount based on any fast formula. Use rules to supply the worksheet amount.

The Rounding Code is multi-functional, and rounds off the amount you enter. It also controls if the amounts display with decimals. To change the number of decimal places to which the application rounds all amounts, you configure the precision (number of decimal places) for a currency using the Define Currency window in Oracle GL. Rounding codes larger or equal to Round to the nearest One suppress the decimal amounts to display the amount as a whole number. You must ensure that the Increment and Rounding Codes are consistent. Use the Currency Precision field on the Plan Administration page to designate the number of decimal places to display when rounding salary amounts when converting the amount from pay frequency to plan frequency.

Compensation Category determines how rates display in history, as well as apply special processing logic required for Salary Plans such as calculation of the New Salary column on the worksheet.

### CWB Distribution Budget

This activity type stores the budget amount or percent of eligible salaries issued by a high-level manager to another manager.

If you auto-issue budgets, define the Distribution Budget rate so that it is equal to the Worksheet Budget rate. Leave the Enter Value at Enrollment and Enter Annual Value fields unchecked. Enter the auto-issue percent or amount in the Flat Amount field.

Use the Preserve Budget Column field on the Plan Enrollment Requirements window to set whether the application stores budgets as amounts or percents.

| | |
|---|---|
| **Required?** | Required if budgeting |
| **Maximum Defined Per Plan or Option** | One |
| **Assign on Enrollment Recommendation** | Clear |
| **Enter Value at Enrollment Recommendation** | Clear (Selected for auto-issued budgets) |

| | |
|---|---|
| **Override Recommendation** | Selected |
| **Unit of Measure Recommendation** | Shares or Blank if monetary |
| **Attach elements?** | No |

### CWB Worksheet Budget

The total monetary or share amount available to a manager to distribute to employees.

If you auto-issue budgets, define the Worksheet Budget rate equal to the Distribution Budget rate. Leave the Enter Value at Enrollment and Enter Annual Value fields unchecked. Enter the auto-issue percent or amount in the Flat Amount field.

| | |
|---|---|
| **Required?** | Required if budgeting |
| **Maximum Defined Per Plan or Option** | One |
| **Assign on Enrollment Recommendation** | Clear |
| **Enter Value at Enrollment Recommendation** | Selected (Clear for auto-issued budgets) |
| **Override Recommendation** | Selected |
| **Unit of Measure Recommendation** | Shares or Blank if monetary |
| **Attach elements?** | No |

### CWB Reserve

A reserve enables a manager to retain a certain amount of money or shares in a budget for distribution at a later time.

If you define distribution rates for components (options in plan), you must define reserve rates at the same level. If you auto-issue budgets, you should not define a reserve rate since managers will not have access to the Budget sheet to reserve any portion of their budget.

| | |
|---|---|
| **Required?** | Never required |
| **Maximum Defined Per Plan or Option** | One |

| | |
|---|---|
| **Assign on Enrollment Recommendation** | Clear |
| **Enter Value at Enrollment Recommendation** | Selected |
| **Override Recommendation** | Selected |
| **Unit of Measure Recommendation** | Blank or Shares |
| **Attach elements?** | No |

### CWB Eligible Salary

This activity type is required if you distribute budgets by percentage, and recommended for bonus and salary plans if you budget by amount.

If you define Worksheet Amount rates for components (options in plan), you must define Eligible Salary rates at the same level.

The Eligible Salary rate uses a derived compensation factor to determine an employee's eligible salary. You can prorate an employee's salary based on length of service using a FastFormula rule to determine their eligible salary.

| | |
|---|---|
| **Required?** | Required if distributing budgets by percentage |
| **Maximum Defined Per Plan or Option** | One |
| **Assign on Enrollment Recommendation** | Clear |
| **Enter Value at Enrollment Recommendation** | Clear |
| **Override Recommendation** | Clear |
| **Unit of Measure Recommendation** | Blank |
| **Attach elements?** | No |

### CWB Stated Salary

Use for salaries that can be converted to a different frequency than the one set in a person's pay basis. The stated salary is stated as of a specific date and is usually a multiple of a compensation factor. Use stated salary if you want an amount other than eligible salary. Unlike eligible salary, you cannot prorate stated salary.

| | |
|---|---|
| **Required?** | Never required |
| **Maximum Defined Per Plan or Option** | One |
| **Assign on Enrollment Recommendation** | Clear |
| **Enter Value at Enrollment Recommendation** | Clear |
| **Override Recommendation** | Clear |
| **Unit of Measure Recommendation** | Blank |
| **Attach elements?** | No |

### CWB Other Salary

Used when eligible and stated salary are not sufficient to display the result of a calculated derived factor in Compensation Workbench.

| | |
|---|---|
| **Required?** | Never required |
| **Maximum Defined Per Plan or Option** | One |
| **Assign on Enrollment Recommendation** | Clear |
| **Enter Value at Enrollment Recommendation** | Clear |
| **Override Recommendation** | Clear |
| **Unit of Measure Recommendation** | Blank |
| **Attach elements?** | No |

### CWB Misc Rate 1, 2, and 3

You can define miscellaneous standard rates to use for storing any numeric value in Compensation Workbench, for example, vacation hours, performance ratings, or length of service. Miscellaneous rates often require a FastFormula rule to derive a value. You can rename these columns in the self-service interface.

| | |
|---|---|
| **Required?** | Never required |
| **Maximum Defined Per Plan or Option** | One of each |
| **Assign on Enrollment Recommendation** | Clear |
| **Enter Value at Enrollment Recommendation** | Clear |
| **Override Recommendation** | Clear |
| **Unit of Measure Recommendation** | Blank if monetary, or use any value--this has no impact on processing |
| **Attach elements?** | No |

### CWB Recommended Amount/Target Amount

Displays minimum and maximum recommended compensation increases or awards on the worksheet. Often, recommended rates use variable rate profiles--based on a percentage of a multiple of compensation--to derive the recommend increase based on an employee's compensation.

You can associate a minimum and maximum rule for rates with this activity type to set a range that managers can allocate to employees. If you select a Min Max Value Rule in the Standard Rates window, then when you run the participation process, the application automatically calculates the minimum and maximum values that managers can allocate to employees. For example, if your calculation method is Multiple of Compensation, the Operator is Multiply By, select Default as the Target, and enter .01 as the minimum and maximum values, then the application calculates the target as 10% of compensation.

If you define Worksheet Amount rates for components (options in plan), then you must define Recommended Amount rates at the same level.

A manager can distribute a recommended amount using the Allocation Wizard.

| | |
|---|---|
| **Required?** | Never required |
| **Maximum Defined Per Plan or Option** | One |
| **Assign on Enrollment Recommendation** | Clear |
| **Enter Value at Enrollment Recommendation** | Clear |

| | |
|---|---|
| **Override Recommendation** | Selected |
| **Unit of Measure Recommendation** | Blank or Shares |
| **Attach elements?** | No |

### CWB Total Compensation

The total of a person's compensation stated as a monetary amount. You must define a derived factor that provides the total through a balance or a FastFormula rule. Attach this derived factor to the rate that uses this activity type.

| | |
|---|---|
| **Required?** | Never required |
| **Maximum Defined Per Plan** | One |
| **Assign on Enrollment Recommendation** | Clear |
| **Enter Value at Enrollment Recommendation** | Clear |
| **Override Recommendation** | Selected |
| **Unit of Measure Recommendation** | Blank |
| **Attach elements?** | No |

### CWB Additional Element History

Displays element entry history for compensation elements. The Compensation Category you define determines the history group in which the details display, for example, bonus, stock option or other compensation history.

Use this to display element entries that are not already linked to a Standard Rate. To do this, you must define a plan type called CWB History Plan Type, and a plan called CWB History Plan, and link the plan to the CWB History Plan Type. For each element entry, you want to display in history, define a standard rate with an activity type of CWB Additional History Elements. Ensure you define an element entry and an input value, and use a calculation method of No Standard Value Used. Define the Compensation Category as Bonus, Stock Option, or Other Compensation to determine the appropriate history grouping

## Setting Up a Basic Plan

This topic is a worked example of the steps for setting up a global basic plan structure across three business groups. Use this type of plan setup to allocate compensation across currencies or business groups for a single compensation award using a single budget. For example, you can award a single salary increase amount, a single bonus amount, or a single stock option amount to eligible employees.

This sample setup creates plans in US, UK, and Canadian business groups. You can replace these with business groups relevant to your enterprise. This sample setup is an example of how you can use three different business groups to create a global plan. In this example, the US business group is the master business group in which you define the global plan.

> **Note:** Ensure you use the business group in which you define the global plan to complete administrative processing.

> **Note:** You should have defined your business groups and set up conversion rates before you complete your plan design.

**Business Rules**

Use this sample setup if your business requirements are as follows:

- Each country has a country-specific currency
- You publish budgets in a single currency - in this example, we use US dollars
- You publish budgets as a percentage of eligible salary
- You administer bonuses annually.
- Your target bonus amount for eligible employees is a percentage of their eligible salary - in this example, we use 5% of eligible salary
- You limit access to plans for line managers for a specific period - in this example, they have access to the plan from January 1, 2006 until December 31, 2006
- You disallow updates to the plan beyond a particular date - in this example, this date is November 30, 2006
- You display all person-related information as of a specific date - in this example, we display all person related information as of January 1, 2006
- You use the Supervisor Hierarchy for Approvals

- You enable managers to submit worksheets for approval at any time.

1. Define Plan Years as follows:
   - 01-JAN-2005 - 31-DEC-2005
   - 01-JAN-2006 - 31-DEC-2006
   - 01-JAN-2007 - 31-DEC-2007
   - 01-JAN-2008 - 31-DEC-2008

   See: Defining a Program or Plan Year Period, page 1-120

2. Define a Life Event called Global Basic Bonus with Compensation as the Type.

   See: Defining General Characteristics of Life Event Reasons, page 5-63

3. Define another Life Event called US Basic Bonus with Compensation as the Type.

4. Define a Derived Factor called Stated Salary, where US dollar is the currency, Stated Compensation is the source, Annually is the Stated Compensation Periodicity, select the No Minimum and No Maximum check boxes, and As of Event Date as the Determination Code.

   See: Defining Derived Factors: Compensation Level, page 1-149

5. Define a Plan Type called Bonus Award, where Compensation Workbench is the Option Type and Comp-Bonus is the Compensation Category. Select the No Minimum and No Maximum check boxes.

   See: Defining Plan Types, page 1-100

6. Define a Plan called Global Basic Bonus Plan with Bonus Award as the Plan Type, May Not be in a Program is the Usage, US dollar is the Currency, and Annually is the Activity Reference Period.

   Add all the plan periods you defined to your plan, and add the following tasks:

| Task Type | Self-Service Task Name | Access |
|---|---|---|
| Set Budgets | Set Budgets | Full Access |
| Allocate Compensation | Award Bonuses | Full Access |
| Manage Approvals | Approve Awards | Full Access |

| Task Type | Self-Service Task Name | Access |
|---|---|---|
| Review and Submit | Review & Submit | Full Access |

7. Define a Plan called US Basic Bonus Plan with the same parameters as the Global Basic Plan.

   **Note:** For this plan you must also select the Restrictions tab and select Global Basic Bonus Plan as the Global Plan Name.

   See: Defining a Compensation Workbench Plan, page 3-53

8. Define Plan Enrollment Requirements for the Global Basic Plan as follows:
   - Select Explicit as the Method in the Enrollment alternate region.
   - On the Scheduled tab, select Compensation as the Enrollment Type.
   - In the General alternate region, enter 01-JAN-2006 as the Start and 31-DEC-2006 as the End as the Enrollment or Availability Period.
   - Enter 01-JAN-2006 as the Assigned Life Event Date.
   - Select Global Basic Bonus as the Life Event.
   - Select Processing End Date as the Close Enrollment Date to Use.
   - Select 01-JAN-2005 to 31-DEC-2005 as the Year Period.
   - In the Coverage alternate region, select Event as the Enrollment Coverage Start Date. Select 1 Day Before Event as the Enrollment Coverage End Date.
   - Select the Rates alternate region and select Elections as the Rate Start Date. Select 1 Day Before Event as the Rate End Date
   - In the Budget alternate region, select the Uses Budget check box if you use budgets. Select Store Budgets as Percentages in the Preserve Budget Column.
   - In the Miscellaneous alternate region, select Supervisor Hierarchy as the Hierarchy to Use. Select At Any Time as the Approval Mode of Submission. Enter 01-JAN-2006 and 30-NOV-2006 as the Self Service Worksheet Update Period Start and End dates. Select Full Access as the Default Worksheet Access and enter 01-JAN-2006 as the Freeze Date.

   See: Defining an Enrollment Method for a Plan, page 5-100

9. Define Plan Enrollment Requirements for the US Basic Plan with the same parameters as the Global Basic Plan.

   **Note:** For the US Basic Bonus Plan, select US Basic Bonus as the Life Event instead of Global Basic Bonus.

10. Define Standard Rates for the Global Basic Plan as follows:

    **For Distribution Budgets**

    - Create a new rate called Global Basic Bonus Plan - DB
    - Select Plan as the Level.
    - Select Global Basic Bonus Plan as the Compensation Object.
    - Select Not Applicable as the Tax Type.
    - Select CWB Distribution Budget as the Activity Type.
    - Clear the Element and Input Value Required check box.
    - On the Calculation Method tab, select Flat Amount as the Method, select the Enter Value at Enrollment and the Calculate for Enrollment check boxes. Enter 0 as the Minimum, 1000000000 as the Maximum, 1 as the Increment Amount, and 0 as the Default. Select Round to Nearest One as the Rounding Code.

    **For Budget Reserves**

    - Create a new rate called Global Basic Bonus Plan - BR with the same parameters as you define for the Distribution Budget.

      **Note:** For this rate, select CWB Reserve as the Activity Type.

    **For Worksheet Budgets**

    - Create a new rate called Global Basic Bonus Plan - WB with the same parameters as you define for the Distribution Budget.

      **Note:** For this rate, select CWB Worksheet Budget as the Activity Type.

    See: Defining Activity Rates for a Standard Contribution/Distribution, page 5-146

    See: Standard Rates for Compensation Workbench, page 3-23

11. Define Standard Rates for the US Basic Bonus Plan as follows:

    **Worksheet Amounts**

- Create a new rate called US Basic Bonus Plan - WA with the same parameters as you defined for the Distribution Budget except the following:
  - Select US Global Basic Bonus Plan as the Compensation Object.
  - Select Taxable as the Tax Type.
  - Select CWB Worksheet Amount as the Activity Type.
  - Select the appropriate Element and Input Value.
  - On the Processing Information tab, select Bonus as the Compensation Category.

#### Recommended Amount

- Create a new rate called US Global Basic Bonus Plan - RA with the same parameters as you defined for Worksheet Amounts except the following:
  - Select CWB Recommended Amount as the Activity Type.
  - Select Not Applicable as the Tax Type.
  - Clear the Element and Input Value Required check box.
  - On the Calculation Method tab, select Multiple of Compensation as the Method.
  - Enter .05 as the Multiplier and select Multiply by as the Operator.
  - Select Stated Salary as the Compensation Factor.

#### Eligible Salary

- Create a new rate called US Global Basic Bonus Plan - ES with the same parameters as you defined for Worksheet Amounts except the following:
  - Select CWB Eligible Salary as the Activity Type.
  - Select Not Applicable as the Tax Type.
  - Ensure to select the Calculate for Enrollment check box.
  - On the Calculation Method tab, select Multiple of Compensation as the Method.
  - Select the Enter Value at Enrollment check box.
  - Enter 1 as the Multiplier and select Multiply by as the Operator.

- Select Stated Salary as the Compensation Factor.

12. Repeat the steps (3, page 3-31, 7, page 3-32, 9, page 3-33, and 11, page 3-33) you used to create the US Basic Bonus Plan to set up your CA and UK plans.

## Setting Up a Component Plan

This topic is a worked example of the steps for setting up a component plan structure across three business groups. Use this type of plan setup to budget and award compensation based on different components or reasons. You can create up to four components of the same plan type for a single award. For example, you can budget and allocate a salary increase based on a merit component, cost of living component, and a company performance component. Although the award is based on different components, employees receive a single compensation award.

This sample setup creates plans in US, UK, and Canadian business groups. You can replace these with business groups relevant to your enterprise. This sample setup is an example of how you can set up a global component plan to award salary increases based on the following components: merit, cost of living, and company performance. In this example, the US business group is the master business group in which you define the global plan.

**Note:** Ensure you use the business group in which you define the global plan to complete administrative processing.

**Note:** You should have defined your business groups and set up conversion rates before you complete your plan design.

Use this sample setup if your business requirements are as follows:

- Each country has a country-specific currency
- You publish budgets in a single currency - in this example, we use US dollars
- You publish budgets as a percentage of eligible salary
- You enable line managers to update rankings and rate employee performance
- You enable line managers to view and update employee assignment information
- You administer salary increases annually
- You limit access to plans for line managers for a specific period - in this example, they have access to the plan from January 1, 2006 until December 31, 2006

- You disallow updates to the plan beyond a particular date - in this example, this date is November 30, 2006
- You display all person-related information as of a specific date - in this example, we display all person related information as of January 1, 2006
- You use the Supervisor Hierarchy for Approvals
- You enable managers to submit worksheets for approval at any time.

1. Define Plan Years as follows:
   - 01-JAN-2005 - 31-DEC-2005
   - 01-JAN-2006 - 31-DEC-2006
   - 01-JAN-2007 - 31-DEC-2007
   - 01-JAN-2008 - 31-DEC-2008

   See: Defining a Program or Plan Year Period, page 1-120

2. Define a Life Event called Global Component with Compensation as the Type.

   See: Defining General Characteristics of Life Event Reasons, page 5-63

3. Define another Life Event called US Global Component with Compensation as the Type.

4. Define a Derived Factor called Stated Salary, where US dollar is the currency, Stated Compensation is the source, Annually is the Stated Compensation Periodicity, select the No Minimum and No Maximum check boxes, and As of Event Date as the Determination Code.

   See: Defining Derived Factors: Compensation Level, page 1-149

5. Define a Plan Type called Component Plan, where Compensation Workbench is the Option Type and Comp - Salary Change is the Compensation Category.

   See: Defining Plan Types, page 1-100

6. Define an Option called Global Merit, where Component Plan is the Plan Type. The application automatically updates the Group Option field and the Group Option check box when you save your work.

7. Define two new Options called Global Company Performance and Global Cost of Living.

8. Define local options for US Merit, US Company Performance, and US Cost of Living. For each local option, in the Group Option field, select the corresponding

global option name.

See: Defining Options, page 1-118

9. Define a Plan called Global Component Plan with Component Plan as the Plan Type, May Not be in a Program as the Usage, US dollar as the Currency, and Annually as the Activity Reference Period.

   Add all the plan periods you defined to your plan, and add the following tasks:

| Task Type | Self-Service Task Name | Access |
|---|---|---|
| Set Budgets | Set Budgets | Full Access |
| Job Changes/Promotions | Update Assignment Information | Full Access |
| Performance Ratings | Rate Employee Performance | Full Access |
| Allocate Compensation | Award Bonuses | Full Access |
| Manage Approvals | Approve Awards | Full Access |
| Review and Submit | Review & Submit | Full Access |

   Attach the Global Merit, Global Company Performance, and Global Cost of Living options to the plan. Set the status to Active.

10. Define a Plan called US Component Plan with the same parameters as the Global Basic Plan.

    **Note:** For this plan you must also select the Restrictions tab and select Global Component Plan as the Global Plan Name.

    Attach the US Merit, US Company Performance, and US Cost of Living options to this plan.

    See: Defining a Compensation Workbench Plan, page 3-53

11. Define Plan Enrollment Requirements for the Global Component Plan as follows:

    - Select Explicit as the Method in the Enrollment alternate region.
    - On the Scheduled tab, select Compensation as the Enrollment Type.
    - In the General alternate region, enter 01-JAN-2006 as the Start and 31-DEC-2006

as the End as the Enrollment or Availability Period.

- Enter 01-JAN-2006 as the Assigned Life Event Date.
- Select Global Component as the Life Event.
- Select Processing End Date as the Close Enrollment Date to Use.
- Select 01-JAN-2005 to 31-DEC-2005 as the Year Period.
- In the Coverage alternate region, select Event as the Enrollment Coverage Start Date. Select 1 Day Before Event as the Enrollment Coverage End Date.
- Select the Rates alternate region and select Elections as the Rate Start Date. Select 1 Day Before Event as the Rate End Date
- In the Budget alternate region, select the Uses Budget check box if you use budgets. Select Store Budgets as Percentages in the Preserve Budget Column.
- In the Miscellaneous alternate region, select Supervisor Hierarchy as the Hierarchy to Use.
- In the Performance alternate region, enter 01-Dec-2006 as the New Ratings Become Effective date.
- In the Miscellaneous alternate region, enter 01-JAN-2006 and 30-NOV-2006 as the Self Service Worksheet Update Period Start and End dates. Select Full Access as the Default Worksheet Access and enter 01-JAN-2006 as the Freeze Date. Select Promotion as the Salary Change Reason.

See: Defining an Enrollment Method for a Plan, page 5-100

12. Define Plan Enrollment Requirements for the US Component Plan with the same parameters as the Global Component Plan.

    **Note:** For the US Component Plan, select US Component as the Life Event instead of Global Component.

13. Define Standard Rates for the global component plan as follows:

    **For Distribution Budgets**

    - Create a new rate called Global Component Plan DB - Merit.
    - Select Plan as the Level.
    - Select Global Component Plan – Global Merit as the Compensation Object.

- Select Not Applicable as the Tax Type.
- Select CWB Distribution Budget as the Activity Type.
- Clear the Element and Input Value Required check box.
- On the Calculation Method tab, select Flat Amount as the Method, select the Enter Value at Enrollment and the Calculate for Enrollment check boxes. Enter 0 as the Minimum, 1000000000 as the Maximum, 1 as the Increment Amount, and 0 as the Default. Select Round to Nearest One as the Rounding Code.

**For Budget Reserves**

- Create a new rate called Global Component Plan RB - Merit with the same parameters as you define for the Distribution Budget.

  **Note:** For this rate, select CWB Reserve as the Activity Type.

**For Worksheet Budgets**

- Create a new rate called Global Component Plan WB - Merit with the same parameters as you define for the Distribution Budget.

  **Note:** For this rate, select CWB Worksheet Budget as the Activity Type.

See: Defining Activity Rates for a Standard Contribution/Distribution, page 5-146

See: Standard Rates for Compensation Workbench, page 3-23

14. Define Standard Rates for the US Component Plan as follows:

**Worksheet Amounts**

- Create a new rate called US Component Plan WA - Merit with the same parameters as you defined for the Distribution Budget except the following:
  - Select US Component Plan – US Merit as the Compensation Object.
  - Select CWB Worksheet Amount as the Activity Type.
  - Clear the Element and Input Value Required check box.
  - Select the Enter Value at Enrollment and Calculate for Enrollment check boxes in the Calculation Method tab.
  - On the Processing Information tab, select Option Level Component as the Compensation Category.

**Eligible Salary**

- Create a new rate called Global Component Plan ES - Merit with the same parameters as you defined for Worksheet Amounts except the following:
  - Select CWB Eligible Salary as the Activity Type.
  - Select Not Applicable as the Tax Type.
  - Clear the Element and Input Value Required check box.
  - Ensure to select the Calculate for Enrollment check box.
  - On the Calculation Method tab, select Multiple of Compensation as the Method.
  - Select the Calculate for Enrollment check box.
  - Clear the Enter Value at Enrollment check box.
  - Enter 1 as the Multiplier and select Multiply by as the Operator.
  - Select Stated Salary as the Compensation Factor.

15. Follow the same steps to set up rates for Global Component Plan – Global Cost of Living and Global Component Plan – Global Company Performance.

16. To create the setup for the UK and CA plans, follow the steps you completed to define Plan Years, page 3-36, Derived Factors, page 3-36, and Life Events, page 3-36. Use Plan Design Copy to copy the rest of the setup.

    **Note:** Ensure you copy the US Component Plan and all its child records into your UK and CA business groups one at a time. Do not copy the global plan.

    To copy the US Component Plan, you must do the following:

    1. On the Plan Design Copy page, select the link to copy and enter UK Component as the Plan Name.
    2. Enter 01-Jan-1990 as the Effective Date.
    3. Select your US Component Plan.
    4. Select the Target Category as Different Business Group.
    5. Select your UK business group as the Target Business Group.
    6. Enter 01-Jan-1990 as the Effective Date to Copy.

7. Select Reuse existing objects if current name exists in target as the Reuse Method.

8. Enter a Prefix of UK.

> **Note:** Ensure that the Global Component Plan is the Global Plan and verify that the copied compensation objects names are updated to UK or CA as required. Also, ensure you change the currency for these local component plans as required.

> **Note:** Optionally, update the rate names as well.

See: Copying a Program or Plan, page 1-124

## Setting Up a Combination Plan

This topic is a worked example of the steps for setting up a combination plan structure across three business groups. Use this type of plan setup to use a single budget amount to allocate awards across different types of compensation. For example, you can allocate salary increases, bonuses, and stock option awards from the same budget, also on the same worksheet.

This sample setup creates plans in US, UK, and Canadian business groups. You can replace these with business groups relevant to your enterprise. This sample setup is an example of how you can set up a global combination plan to award salary increases and bonuses. In this example, the US business group is the master business group in which you define the global plan.

> **Note:** Ensure you use the business group in which you define the global plan to complete administrative processing.

> **Note:** You should have defined your business groups and set up conversion rates before you complete your plan design.

The Total column in the Compensation Summary table within the Allocate Compensation task does not provide a real total for each row of data. This is because you define budgets at the plan level in this sample setup. You can hide the option level columns (global merit and global bonus) using Personalization, so that managers will not be confused. The table displays an example of the data provided in the Compensation Summary table based on this sample setup.

| Compensation Summary | Total | Global Merit | Global Bonus |
|---|---|---|---|
| Eligible Employees | 100 | 100 | 100 |
| Employees Receiving | 95 | 95 | 95 |
| % Receiving | 95 | 95 | 95 |
| Total Eligible Salaries | 1,500,000 USD | 1,500,000 USD | 1,500,000 USD |
| Budget | 150,000 USD | 150,000 USD | 150,000 USD |
| Budget as % of Total Eligible Salaries | 10% | 10% | 10% |
| Total Allocated | 145,000 USD | 90,000 USD | 90,000 USD |
| Unused Budget | 5,000 USD | | |
| Average Allocated as % of Eligible Salaries | 9.67% | 6% | 3.67% |

Use this sample setup if your business requirements are as follows:

- Each country has a country-specific currency
- You publish budgets in a single currency - in this example, we use US dollars
- You publish budgets as a percentage of eligible salary
- You enable line managers to update rankings and rate employee performance.
- You enable line managers to view and update employee assignment information
- You administer salary increases annually
- You limit access to plans for line managers for a specific period - in this example, they have access to the plan from January 1, 2006 until December 31, 2006
- You disallow updates to the plan beyond a particular date - in this example, this date is November 30, 2006
- You display all person-related information as of a specific date - in this example, we display all person related information as of January 1, 2006

- You use the Supervisor Hierarchy for Approvals
- You enable managers to submit worksheets for approval at any time.

1. Define Plan Years as follows:
   - 01-JAN-2005 - 31-DEC-2005
   - 01-JAN-2006 - 31-DEC-2006
   - 01-JAN-2007 - 31-DEC-2007
   - 01-JAN-2008 - 31-DEC-2008

   See: Defining a Program or Plan Year Period, page 1-120

2. Define a Life Event called Global Combination with Compensation as the Type.

   See: Defining General Characteristics of Life Event Reasons, page 5-63

3. Define another Life Event called US Combination with Compensation as the Type.

4. Define a Derived Factor called Stated Salary, where US dollar is the currency, Stated Compensation is the source, Annually is the Stated Compensation Periodicity, select the No Minimum and No Maximum check boxes, and As of Event Date as the Determination Code.

   See: Defining Derived Factors: Compensation Level, page 1-149

5. Define a Plan Type called Combination Plan, where Compensation Workbench is the Option Type and Combination Plan is the Compensation Category.

   See: Defining Plan Types, page 1-100

6. Define an Option called Global Salary Increase, where Combination Plan is the Plan Type. The application automatically updates the Group Option field and the Group Option check box when you save your work.

7. Define another Option called Global Bonus.

8. Define local options for US Salary Increase and US Bonus. For each local option, in the Group Option field, select the corresponding global option name.

   See: Defining Options, page 1-118

9. Define a Plan called Global Combination Plan with Combination Plan as the Plan Type, May Not be in a Program as the Usage, US dollar as the Currency, and Annually as the Activity Reference Period.

   Add all the plan periods you defined to your plan, and add the following tasks:

| Task Type | Self-Service Task Name | Access |
|---|---|---|
| Set Budgets | Set Budgets | Full Access |
| Job Changes/Promotions | Update Assignment Information | Full Access |
| Performance Ratings | Rate Employee Performance | Full Access |
| Allocate Compensation | Award Bonuses | Full Access |
| Manage Approvals | Approve Awards | Full Access |
| Review and Submit | Review & Submit | Full Access |

Attach the Global Salary and Global Bonus options to the plan. Set the status to Active.

10. Define a Plan called US Combination Plan with the same parameters as the Global Combination Plan.

    **Note:** For this plan you must also select the Restrictions tab and select Global Combination Plan as the Global Plan Name.

    Attach the US Salary and US Bonus options to this plan.

    See: Defining a Compensation Workbench Plan, page 3-53

11. Define Plan Enrollment Requirements for the Global Combination Plan as follows:
    - Select Explicit as the Method in the Enrollment alternate region.
    - On the Scheduled tab, select Compensation as the Enrollment Type.
    - In the General alternate region, enter 01-JAN-2006 as the Start and 31-DEC-2006 as the End as the Enrollment or Availability Period.
    - Enter 01-JAN-2006 as the Assigned Life Event Date.
    - Select Global Combination as the Life Event.
    - Select When Elections Are Made as the Close Enrollment Date to Use.
    - Select 01-JAN-2005 to 31-DEC-2005 as the Year Period.

- In the Coverage alternate region, select Event as the Enrollment Coverage Start Date. Select 1 Day Before Event as the Enrollment Coverage End Date.
- Select the Rates alternate region and select Elections as the Rate Start Date. Select 1 Day Before Event as the Rate End Date
- In the Budget alternate region, select the Uses Budget check box if you use budgets. Select Store Budgets as Percentages in the Preserve Budget Column.
- In the Miscellaneous alternate region, select Supervisor Hierarchy as the Hierarchy to Use and select At Any Time as the Approval Mode of Submission.
- In the Performance alternate region, enter 01-Dec-2006 as the New Ratings Become Effective date.
- In the Miscellaneous alternate region, enter 01-JAN-2006 and 30-NOV-2006 as the Self Service Worksheet Update Period Start and End dates. Select Full Access as the Default Worksheet Access and enter 01-JAN-2006 as the Freeze Date. Select Periodic Review as the Salary Change Reason.

See: Defining an Enrollment Method for a Plan, page 5-100

12. Define Plan Enrollment Requirements for the US Combination Plan with the same parameters as the Global Combination Plan.

    **Note:** For the US Basic Bonus Plan, select US Combination as the Life Event instead of Global Combination.

13. Define Standard Rates as follows:

    **For Distribution Budgets**

    - Create a new rate called Global Combo Plan – DB.
    - Select Plan as the Level.
    - Select Global Combination Plan as the Compensation Object.
    - Select Not Applicable as the Tax Type.
    - Select CWB Distribution Budget as the Activity Type.
    - Clear the Element and Input Value Required check box.
    - On the Calculation Method tab, select Flat Amount as the Method, select the Enter Value at Enrollment and the Calculate for Enrollment check boxes. Enter 0 as the Minimum, 1000000000 as the Maximum, 1 as the Increment Amount, and 0 as the Default. Select Round to Nearest One as the Rounding Code.

#### For Budget Reserves

- Create a new rate called Global Combo Plan - RB with the same parameters as you define for the Distribution Budget.

  **Note:** For this rate, select CWB Reserve as the Activity Type.

#### For Worksheet Budgets

- Create a new rate called Global Combo Plan - WB with the same parameters as you define for the Distribution Budget.

  **Note:** For this rate, select CWB Worksheet Budget as the Activity Type.

#### Worksheet Amounts

- Create a new rate called Global Combo Plan - WA with the same parameters as you defined for the Distribution Budget except the following:
  - Select Global Combination Plan as the Compensation Object.
  - Select CWB Worksheet Amount as the Activity Type.
  - Clear the Element and Input Value Required check box.
  - Select the Enter Value at Enrollment and Calculate for Enrollment check boxes in the Calculation Method tab.
  - On the Processing Information tab, select Combination Plan as the Compensation Category.

#### Eligible Salary

- Create a new rate called Global Combo Plan – ES with the same parameters as you defined for Worksheet Amounts except the following:
  - Select CWB Eligible Salary as the Activity Type.
  - Select Not Applicable as the Tax Type.
  - Clear the Element and Input Value Required check box.
  - Ensure to select the Calculate for Enrollment check box.
  - On the Calculation Method tab, select Multiple of Compensation as the Method.
  - Select the Calculate for Enrollment check box.

- Clear the Enter Value at Enrollment check box.
- Enter 1 as the Multiplier and select Multiply by as the Operator.
- Select Stated Salary as the Compensation Factor.

See: Defining Activity Rates for a Standard Contribution/Distribution, page 5-146

See: Standard Rates for Compensation Workbench, page 3-23

14. Follow the same steps, page 3-45 to set up rates for US Combination Plan, US Combination Plan – Salary, and US Combination Plan – Bonus.

15. To create the setup for the UK and CA plans, follow the steps you completed to define Plan Years, page 3-43, Derived Factors, page 3-43, and Life Events, page 3-43. Use Plan Design Copy to copy the rest of the setup.

    **Note:** Ensure you copy the US Combination Plan and all its child records into your UK and CA business groups one at a time. Do not copy the global plan.

    To copy the US Combination Plan, you must do the following:

    1. On the Plan Design Copy page, select the link to copy and enter UK Combo as the Plan Name.
    2. Enter 01-Jan-1990 as the Effective Date.
    3. Select your US Combination Plan.
    4. Select the Target Category as Different Business Group.
    5. Select your UK business group as the Target Business Group.
    6. Enter 01-Jan-1990 as the Effective Date to Copy.
    7. Select Reuse existing objects if current name exists in target as the Reuse Method.
    8. Enter a Prefix of UK.

       **Note:** Ensure that the Global Combination Plan is the Global Plan and verify that the copied compensation objects names are updated to UK or CA as required. Also, ensure you change the currency for these local combination plans as required.

**Note:** Optionally, update the rate names as well.

See: Copying a Program or Plan, page 1-124

## Setting Up Compensation Workbench Plans

You set up Compensation Workbench plans using the Total Compensation data model. The windows you use to define a Compensation Workbench plan are a subset of those windows that you use to implement and administer Standard and Advanced Benefits.

Follow this process to set up plans for Compensation Workbench. Refer to the cross-references for further details.

For information about administering Compensation Workbench plans that you have defined, see: Compensation Workbench Processing, page 3-95

### To set up a Compensation Workbench plan:

1. Define one life event reason for each plan.
2. Define plan years for the Compensation Workbench plan.
3. Define a plan type, selecting a compensation category.
4. Optional: define participant eligibility profiles to limit the employees who are eligible for a Compensation Workbench plan.
5. Define the Compensation Workbench plan.
6. Link the plans and eligibility.
7. Optional: define a derived compensation factor if compensation awards are based on a stored or system calculated value, such as eligible or stated salary.
8. Optional: define options.
9. Optional: define elements if you want to transfer activity rates to Oracle Payroll or to third party applications. Link the elements.
10. Optional: define variable rate profiles if an activity rate can vary according to one or more factors.
11. Define standard activity rates.
12. Optional: define or load the GL Daily Rates if you enable managers to view amounts in different currencies.

### Compensation Life Event:

Set up a life event reason.

- Enter a life event Name that corresponds to your plan. Provide a life event name that identifies the compensation type, and--if you operate globally--the legislation of the plan. A naming convention helps you to identify the life event.

- Select a life event Type of Compensation.

  Compensation Workbench life events require no additional set up.

See: Defining General Characteristics of Life Events, page 5-63

### Plan Years:

You use the Program/Plan Years window to set up plan years that define the year--or period within a year--during which an employee earned their compensation. You can use this amount, if, for example, you award a bonus based on a percentage of compensation earned during the period.

> **Note:** The application requires year periods for life event processing.

- Enter the plan year start and end dates. This is the year in which the employee earned the compensation.

- For compensation types that you award more than once per year (such as quarterly bonus plans)--or for which the employee earning period is less than a full year--enter a **Within Year Period** that represents that period.

  Select the Unit of Measure that best represents your period. For example, select Semi-Year for compensation plans administered twice yearly.

### Compensation Plan Types:

Your plan requires a compensation plan type.

Select Compensation Workbench as the Option Type.

Select a Compensation Category from the list:

See: Defining Plan Types, page 1-100

### Compensation Workbench Plans:

You define a Compensation Workbench plan for a group of tasks that are a single collection, available to managers at the same time, processed at same time, and use the same hierarchy and approval chain.

Typical compensation plans include salary increases linked to a yearly focal review period, scheduled bonuses, and stock option grants.

You can also define plans for promotions/job changes and performance ratings.

See: Defining a Compensation Workbench Plan, page 3-53

See: Setting Up a Basic Plan, page 3-30

See: Setting Up a Component Plan, page 3-35

See: Setting Up a Combination Plan, page 3-41

### Compensation Components:

If you itemize your compensation plan, you can define components to represent each item (Cost of Living or Merit, for example). You should attach two or more components to an itemized compensation plan.

You define components as Total Compensation options. For each option, select a plan type you defined with an Option Type of Compensation Workbench.

You can link a salary increase component to a salary administration component. Run the Compensation Workbench Post Process to update salary component values for an employee who received an award or compensation increase.

You can attach the options to a global or a local plan. A group option belongs to a group plan and you can use it for global component or global combination plans. You maintain budgets at the group option level. Options you define for a group plan display on the same worksheet within Compensation Workbench. A local option belongs to a group option or to a local plan. You can define all rates, except budget rates, at the local option level. You can also define eligibility at the local option level.

See: Defining Options, page 1-118

### Plan Enrollment Requirements:

Set up plan enrollment requirements to determine the availability period of Compensation Workbench in Self-Service for a plan.

You also use plan enrollment requirements to enter items such as the:

- Assigned life event date
- Plan year or within year period for the compensation plan
- Close enrollment date
- Enrollment coverage and activity rate start and end dates
- Budget and worksheet characteristics and availability periods
- Supervisor or position hierarchy to use for budgets
- Dates on which performance ratings or job changes become effective

See: Defining Enrollment Requirements for Compensation Workbench Plans, page 3-55

### Elements:

Use elements to transfer activity rates to Oracle Payroll or to third party applications. Elements record items such as the compensation that a line manager distributes to an employee.

> **Note:** You do not need to define elements for salary plans, only for bonus and stock option plans. The application automatically updates the employee's salary basis on the Salary page.

If you have previously defined an element that you now want to use for a Compensation Workbench plan, you can use that element without defining a new one.

For Compensation Workbench, a typical element setup includes:

- A Primary Classification of Supplemental Earnings, for bonuses
- A Processing Type of Non-Recurring
- An Input Value of Pay Value in Units of Money
- For Stock Option plans with a unit of measure of Shares, select an element type of Information

See: Defining an Element, page 1-36

### Element Links:

You set up element links for Compensation Workbench plans as you would for Standard and Advanced Benefits.

See: Defining Element Links, *Oracle HRMS Compensation and Benefits Management Guide*

### Variable Rate Profiles:

Variable rate profiles are optional for Compensation Workbench plans.

You can use a variable rate profile, for example, if you provide an initial *recommended amount* for a compensation distribution. You could vary this amount based on a manager's demographics. A line manager can override the recommended amount within the guidelines of a minimum and maximum compensation range that you define.

Variable rate profiles are also useful if you auto-issue a fixed budget to all managers and you want to vary the issued amount based on a manager's demographics.

See: Defining General Information for a Variable Rate Profile, page 5-156

### Standard Rates:

You set up standard activity rates to record a variety of compensation amounts, such as:

- Distribution budgets
- Worksheet budgets
- Budget reserves
- Eligible or Stated Salary

You can use rules to configure the minimum and maximum values for standard rates. The Participation Process uses these rules to dynamically calculate the minimum and maximum values. You can also use a rounding code for any Compensation Workbench standard rate.

> **Important:** You can specify rule only for rates with an Activity Type of CWB Worksheet Amount or CWB Recommended Amount.

Each standard rate uses an *activity type* to control many of the columns that display in Compensation Workbench. You set up different activity rates--with different activity types--depending on the kinds of values you want to record in Compensation Workbench.

If you budget or allocate for a component, you must set up activity rates for the option in plan rather than for the plan. If you have multiple components, and you check the Uses Budget check box on the Plan Enrollment Requirements window, you must budget for at least one component.

See: Defining Activity Rates for a Standard Contribution/Distribution, page 5-146

See: Standard Rates for Compensation Workbench, page 3-23

### GL Daily Rates:

Setting up GL Daily Rates enables your managers to use Compensation Workbench to enter and view budget and worksheet distributions in a currency that differs from the currency set for the profile option BEN: Benefits Preferred Currency, or, if you do not set this profile option, for the currency defined for the business group.

Line managers can select their preferred currency--you should only enable those currencies for which you have conversion rates.

- You must use a GL Daily Rate Conversion Type of **Corporate** for each currency you want to use with Compensation Workbench.

> **Note:** Conversions are for display purposes only and do not affect actual paid amounts.

See: Entering Daily Rates, *Oracle General Ledger Users' Guide*

## Defining a Compensation Workbench Plan

Use the Plans window to define a Compensation Workbench plan.

> **Note:** You can also use the Plans window to define employee benefits plans. Compensation plans use only a subset of the features available on the Plans window.

1. Enter the plan Name.

   > **Note:** By using a generic plan name (one that does not include a particular year period), you can reuse the plan over multiple award periods.

2. Select a Status of Active.

   Change the status to inactive to make the plan unavailable in Compensation Workbench.

3. Select the Plan Type you created for this plan.

4. In the Plan Usage field, select May not be in Program.

5. Choose the Eligibility Rates tab.

6. Select the Track Ineligible Person check box to track ineligibility without having to rerun the Participation Process: Compensation Workbench to determine eligibility or rates.

7. Select the Participation Eligibility Override Allowed check box to enable managers to override eligibility requirements for the plan.

8. Select the Restrictions tab.

   By default, the Global Plan Name is the plan name you defined, and the Global Plan check box is selected. To link a different global plan to the plan you are defining, deselect the Global Plan check box, and select a different Global Plan Name.

9. Choose the Not in Program tab.

10. Enter the Sequence number of this plan if you want compensation plans to display in a particular order in Self-Service.

11. Select the Currency of your plan.

You must create a separate plan for each plan with a unique currency.

12. Leave the Enrollment Rate/Frequency field blank.

13. Select an Activity Reference Period that matches your most common pay basis.

    This determines the period for which the base salary is displayed, and the amount in which salary increases are entered.

    **Note:** If you select Hourly as the Activity Reference Period, ensure you have defined a value for the BEN:BEN HOURLY ANNUALIZATION FACTOR user profile option. This defaults to 2080, meaning that there are assumed to be 2080 hours in a year (8 hours * 5 days * 52 weeks).

14. Choose the Details button to open the Maintain Plan Related Details window.

15. Choose the Plan Periods tab.

16. Attach the plan years you defined to the plan.

17. Select the Compensation Workbench tab, and enter a sequence number for the first Task Type to add. You can attach any combination of the same or different tasks.

    **Note:** If you do not attach any tasks, then Self-Service defaults to show the Compensation Worksheet Group. Existing Compensation Plans do not require modification.

18. Select a Task Type from the list, enter a Self Service Task Name, and select the Site Level Access. The task name you specify appears on the Self-Service interface, and the access level you select determines the level of access managers have to the task.

19. Close the Maintain Plan Related Details window.

20. Choose the Plan Eligibility button if you want to link a participant eligibility profile to the plan.

21. Choose the Eligibility button.

22. Attach any applicable participant eligibility profiles that you created.

23. Close both the Eligibility window and the Maintain Plan Eligibility window.

24. Choose the Options button if you itemize this compensation plan.

25. Enter the sequence number of the first component.

26. Select the component in the Option field.

27. Select a Status of Active.

28. Check the Hidden check box if you want to hide this component from a manager's budget and worksheet.

29. Choose the Eligibility tab.

30. Attach any applicable participant eligibility profiles that you created.

31. Check the Track Ineligible Person field to enable eligibility overrides without having to rerun the Participation Process: Compensation Workbench.

32. Repeat steps 25, page 3-54 to 31, page 3-55 for each component in the plan.

33. Save your work.

## Defining Enrollment Requirements for Compensation Workbench Plans

Use the Plan Enrollment Requirements window to define the scheduled availability period for a Compensation Workbench plan and to establish certain budget and worksheet properties.

> **Note:** You can also use the Plan Enrollment Requirements window to define electability requirements for employee benefits plans. Compensation Workbench plans use only a subset of the features available on this window.

1. Query the plan for which you are defining enrollment requirements in the Plan field.

2. With the General tab and the Plan tab selected, select the Enrollment region.

3. Select Explicit as the enrollment Method.

4. Select Current, Can Keep or Choose; New, Can Choose as the Enrollment Code.

5. Select the Coverage region.

   > **Note:** By setting coverage and activity rate start and end dates at the plan level you will not have to update these codes for each availability period.

6. In most instances, select Elections as the Enrollment Coverage Start Date.

This starts the employee's coverage as of the effective date of the Compensation Workbench Post Process.

7. Required: select 1 Prior or Event as the Enrollment Coverage End Date.

   This ends the employee's coverage one day prior to the start of any subsequent coverage.

8. Select the Rates region.

9. In most instances, select Elections as the Rate Start Date.

   This starts the employee's rate--and element entry--as of the effective date of the Compensation Workbench Post Process.

10. Required: select 1 Prior or Event as the Rate End Date.

11. Choose the Timing tab and then the Scheduled tab.

12. Select Compensation as the Enrollment Type.

    You can only select this Enrollment Type if the option type of the plan type you attached to this plan is Compensation Workbench.

13. In the Enrollment or Availability Period Start and End fields, enter the date range for which Compensation Workbench is available in Self-Service for this plan.

    Availability periods for the same plan cannot overlap.

    > **Note:** Once you run the Participation Process: Compensation Workbench, you cannot change the availability period unless you back out the life event. Subsequent runs of the process must be *after* the previous life event has been closed for all individuals and the previous availability period has ended.

14. Enter the effective date of the compensation life event in the Assigned Life Event Date field.

    The assigned life event date sets the date on which the Participation Process: Compensation Workbench evaluates your plan design to determine eligibility, activity rates, and each employee's worksheet manager.

15. Select a previously defined compensation life event reason for this plan in the Life Event field.

    > **Note:** You can only have one life event per plan.

16. In the No further processing is allowed after field, enter the last date on which you

can make changes in the professional user interface to this compensation plan.

17. Enter a Close Enrollment Date to use code that determines the date when the life event status is changed from started to processed:

    - Processing End Date (Closed by the Close Compensation Enrollments Process on the No further processing date)
    - When Elections Are Made (**Recommended**--Closed by the Compensation Workbench Post Process on the effective date of the process)
    - When Enrollment Period Ends (Closed by the Close Compensation Enrollments Process as of the Availability Period end date)

18. Select the Year Period of this plan.

19. Select a Within Year Period if this plan uses a period of less than a year to determine available compensation.

20. **Budget Characteristics**

    **Note:** Because Budgets are not used for Promotion and Performance Plans, you must leave the budget tabbed region blank. For promotion and performance plans, skip to step *25.*, page 3-57

    Select the Budget region.

21. Select the Uses Budget check box to enable higher level managers to issue budgets to lower level managers.

    You must select this field to enable the use of budgets at any level in the application.

22. Optionally, select the Automatically Allocate Defined Budgets check box to update the allocation worksheet for all managers with a predefined budget amount after you run the Compensation Pre-Process.

23. Select whether to store budgets as percents or amounts in the Preserve Budget Column field.

    If you select percent (recommended), then the application automatically recalculates a manager's distribution budget and worksheet budget if an employee becomes eligible or ineligible or is reassigned from one manager's worksheet to another's.

24. **Worksheet and Budget Sheet Characteristics**

25. Select the Miscellaneous region.

26. Enter the date range for which a manager can access and update worksheets in the Self Service Update Period block.

    You can change the date range for the worksheet at any time without having to re-run Participation Process: Compensation Workbench for the change to take effect.

27. Select the Default Access to Tasks:

    - Full Access
    - Hidden
    - No Access
    - Read Only

    **Note:** You can override the default worksheet access for lower level managers within your hierarchy using the Plan Administration page.

28. Select the Freeze Date (Omit for Most Recent Data) to freeze and display person data as of this date. When you run the Compensation Workbench Refresh process, it displays data as of this date, if you do not specify an effective date when running the process, even if a person's data changes.

29. Enter an Assignment Changes Become Effective date to display assignment data as of this date.

    **Note:** To share performance ratings and assignment changes (job, position, grade, and group) across group plans, provide the same value for the New Ratings Become Effective field (to share performance ratings) and the Assignment Changes Become Effective field (to share proposed job, proposed position, proposed grade, or proposed group) for all plans between which data should be shared. Ranking values are automatically shared across plans.

30. Select a Salary Change Reason from the list to define a common salary change reason that the application uses in the Salary Proposal Page when you run the Compensation Workbench Post Process.

31. **Hierarchy and Performance Ratings**
    Select the Hierarchy region.

32. Select the Hierarchy Type to determine how you administer this plan.

You can choose from:

- AME Transaction

  If you select this hierarchy type, then application tests each employee against your AME definition and uses the Next Approver as the worksheet manager for the employee. When you create your AME definition, ensure there is only one Next Approver.

- Position Hierarchy

  If you select this hierarchy type, then the application checks for a manager's supervisor if it cannot find a position in the hierarchy above the manager's current level. This supervisor can be in a different business group.

  If you use position hierarchies--and you want an employee to report to a supervisor in a different business group for budget purposes--create a *placeholder* position above that employee in the hierarchy and do not assign a person to the position.

- Rule

  If you select this hierarchy type, then application returns the PERSON_ID of the worksheet manager for each employee. You must ensure that the formula builds a hierarchy that has no breaks, no one managing themselves, and no recursive relationships (where A reports to B, and B reports to A).

  > **Note:** If you define a formula with a recursive relationship, then the Participation Process: Compensation Workbench processes the rest of the organization unaffected by the recursive hierarchy and creates an error log that displays the employees within the recursive hierarchy so you can fix it.

- Supervisor Hierarchy

  If you select this hierarchy type, then you must select an approval mode. You can choose from:

  - Submission at any time
  - Submission only after approved

33. Select the Performance region.

34. If you maintain employee performance ratings in Oracle HRMS, and you want to display those rating in Compensation Workbench, select the Performance Rating Type to use for this plan.

    You can only display one performance rating type at a time for a compensation

plan in Compensation Workbench.

Enter the date in the New Ratings Become Effective field.

35. Save your work.

# Controlling Access, Eligibility, and Award Amounts

## Hierarchies for Award Allocations and Approvals

As you set up Compensation Workbench, you can choose which managers can use the tool, which plans they have access to, and which tasks are available to them for each plan.

### Who Enters and Approves Awards?

For a manager to use Compensation Workbench, they must have:

- Access to a Manager Self-Service responsibility
- Employees reporting to them who are eligible for an active plan with a current availability period.

You define the employees reporting to them for each plan by selecting a hierarchy type for that plan.

**Hierarchy Types**

The hierarchy determines:

- The employees and subordinate managers that managers see on their worksheets
- The managers to whom they can roll down a budget
- The approval chain when managers submit their worksheets: high level managers approve the worksheets of direct reporting managers. The high level manager's worksheet is a consolidation of the entries of lower level managers.

You select the hierarchy type for a plan on the Miscellaneous tab of the Plan Enrollment Requirements window. You can choose from the following types:

- Position hierarchy
- Supervisor hierarchy
- Hierarchy defined by a FastFormula of type Manager Hierarchy
- AME Transaction

**Using FastFormula**: During processing, the application returns the PERSON_ID of the worksheet manager for each employee. You must ensure that the formula builds a hierarchy that has no breaks, no one managing themselves, and no recursive relationships (where A reports to B, and B reports to A).

For a formula example see: Oracle FastFormula Reference Guide for Standard and Advanced Benefits Metalink Note ID 218059.1

**Using AME:** During processing, the application tests each employee against your AME definition and uses the Next Approver as the worksheet manager for the employee. When you create your AME definition, ensure there is only one Next Approver.

See: Approvals Overview, *Oracle SSHR Deploy Self-Service Capability Guide*

**Allocating Awards Centrally**

If you don't want line managers to have access to Compensation Workbench at all, you can define a hierarchy rule (using FastFormula) or AME transaction to create a hierarchy where all employees report to HR managers. Another approach is to use a hierarchy that involves line managers, but also define security profiles for HR managers that control which employees' records they can see. HR managers can then use the Switch Manager feature to perform allocations and other tasks for the managers within their security profile.

# Access Levels in Compensation Workbench

## Who Can Access Plans and Tasks?

**Access to Plans**

You set default (site) access for plans by setting a status code on the Plan Administration page:

- Active
- Inactive – only administrators can see the plan
- Closed – neither administrators nor managers can see the plan in Compensation Workbench
- Pending – neither administrators nor managers can see the plan in Compensation Workbench

For active plans, you can give managers No Access, Read Only Access or Full Access on the Employee Administration page. But managers can override the access level for their lower level managers if you make the Change Access link available to them.

**Access to Tasks**

You can use the Plan form or the Plan Administration page to define default access to each task for the plan, and you can vary the access level for individual managers using the Employee Administration page. You can set the access levels for tasks to:

- Hidden – managers cannot see the task on the Home Page

- No access – managers can see the task on the Home Page but cannot access it
- Read only – managers can view the task but cannot make any changes
- Full access – managers can view and update the task

You can change these access labels using the BEN_WS_ACC lookup type.

**Note:** Managers cannot override task access.

## Switch Manager

Managers can enter allocations and assignment changes for any employee who reports directly or indirectly to them, according to the selected hierarchy. If you make the Switch Manager feature available to them, they can view and edit the budgetsheets and worksheets of any manager within their security view (defined by the security profile attached to their responsibility). Switch Manager enables you to act as another manager or as a super-user and do everything that the manager can do except view their notifications. You can search for and select another manager to switch to even if you don't know the exact name, employee number or email address of the manager you want to switch to.

Compensation Workbench is delivered with Switch Manager enabled for the HR Professional and Manager Self-Service responsibilities. A system administrator can disable Switch Manager using the Form Functions window.

- Query Compensation Workbench Home for Administrators in the User Function Name field.
- Choose the Web HTML tab to display the following HTML Call:

OA.jsp?akRegionCode=BEN_CWB_HOME_PAGE&akRegionApplicationId=805&displayDate=N&displaySwitchManager=Y

## Approval Modes

Approval modes enable you to control when managers submit their worksheets to the next level for approval.

You can choose between two approval modes:

- Submission at any time – Managers can submit their worksheets at any time provided they have full access to the task and none of the worksheets of their direct reports has a Rejected status.
- Submission only after approved – In addition to the above limitations, managers must approve the worksheets of all lower managers before submitting their own.

Additionally, managers may not approve a lower manager's worksheet until the lower manager submits it.

You configure the approval mode on the Plan Enrollment Requirements form > Timing tab > Miscellaneous region. You can also change the approval mode using the Plan Administration form.

# Eligibility, Award Limits and Targets

## Who Receives Awards, Ratings, or Assignment Changes?

When you set up your Compensation Workbench plan, you can define participant eligibility profiles to determine if an employee is eligible to receive an award, a promotion, or even a performance evaluation. You can set different eligibility criteria for each option and for each local plan.

Compensation administrators can override eligibility results. You can give managers the ability to request a change in eligibility results too, and make these override requests subject to an approval process.

**Note:** Contingent workers cannot receive awards, ratings, or assignment changes through Compensation Workbench though they can participate as managers.

## Controlling the Value of Awards

When you define the rates to display on the Allocations worksheet, you can set company targets and impose minimum and maximum award amounts.

Notice that the application does not enforce budget limits. However, managers can reject worksheets when managers have allocated awards in excess of their budgets.

Compensation administrators can monitor allocations throughout the compensation cycle, and can override any awards that are outside of company policy.

# Worksheet and Budget Sheet Configuration

## Configure Worksheet and Budget Sheets

You can configure the worksheet and the budget sheet to determine which columns to display and how the column headings read. You can configure these sheets and other pages in Compensation Workbench to also hide or display links to other features such as reassigning employees, and Switch Manager.

### Which Columns Do You Want to Display?

The worksheet displays a variety of information about an employee that helps managers determine allocations. For example, you can display rank, rating, number of years employed, and historical compensation information for the employee.

You configure the worksheet using Personalization and select the columns that managers can view and update. You can make the following columns available for update:

- Assignment Change Reason (the reason that a promotion or job change has occurred) – You can restrict the change reasons available on the worksheet by creating codes containing "CWB" in the EMP_ASSIGN_REASON lookup type. Otherwise, all codes are available on the worksheet.
- Proposed Job
- Proposed Position
- Proposed Grade

You can make the following columns available for managers to view while promoting or changing assignment information:

- Employee Name
- Employee Full Name
- Job
- Position
- Grade

You can also rename column headings to suit your enterprise requirements.

See: Personalize By Plan, page 3-71

## Which Rates Do You Want to Display?

You can define rates to display amounts that appear as columns on the worksheet or budget sheet. Rates can be:

- Fixed
- Enterable
- Calculated as a multiple of compensation using a derived factor

For enterable rates you can display default values and specify minimum and maximum values so that Compensation Workbench displays an error if managers enter a value outside the range. You can include the minimum and maximum amounts as columns on the worksheet using Personalization.

The activity type you select when you define a standard rate determines how Compensation Workbench uses the rate. For example, you can display columns for the award amount, budget amount, eligible salary, stated salary, vacation hours, performance ratings, length of service, and so on.

See: Standard Rates for Compensation Workbench, page 3-23.

**Rounding Codes**

For each rate you can specify a rounding code, which applies to the amount, and not the percentage, of the award. For example, if you specify a rounding code for a salary award that is defined as a percentage of eligible salary, the application calculates the award using the percentage the manager enters, applies the rounding code, and then adjusts the percentage and new salary using the rounded amount. If you do not define a rounding code for a rate, the application uses the rounding rules defined for the plan currency, which you enter using a General Ledger responsibility.

> **Note:** The Currency Precision field on the Plan Administration page defines the number of decimal places the application displays for salary amounts it converts from pay frequency to plan frequency.

## Which Flexfields Do You Want to Display?

You can set up the Additional CWB Person Information flexfield to add up to 30 columns to the worksheet for managers to enter values. There are certain limitations to using flexfields:

- You cannot download Compensation Workbench flexfields to a spreadsheet.
- You can use only Compensation Workbench flexfields 1-6 as grouping criteria on the Allocation Matrix, Summary by Directs report, and the Stock Option History report.

- You cannot assign a default value for flexfields.
- You must not use multiple contexts when defining flexfield. Use only the Global context for the flexfield definition and disable all others. Hide the context and do not make any mandatory.

You store flexfield values in the BEN_CWB_PERSON_INFO table.

See: Configuring Descriptive Flexfields Within Compensation Workbench, page 3-72

## Which Custom Columns Do You Want to Configure?

You can use PL/SQL to create custom columns that you add to the worksheet using Personalization. These columns are read-only, and you can use them to group data or for reporting.

Some of the restrictions of custom columns are:

- You can retrieve values only using a batch process (Participation Process: Compensation Workbench or the Compensation Workbench Refresh Process.
- The values in custom columns are fixed and display only in Compensation Workbench. Line Managers cannot enter or update the values in these custom columns. To enable managers to enter or update values, use the Descriptive Flexfields in Compensation Workbench. You can change custom column values using the Employee Administration page.
- There are ten alphanumeric custom columns (Custom1-10) and ten numeric columns (Custom 11-20).
- Numeric columns are not formatted or subject to currency conversion when they display in Compensation Workbench. You can use Miscellaneous Rates for currency conversions.
- You cannot display numeric custom columns on the Budget Page. You can use Miscellaneous Rates to do this.
- You cannot use the same custom column for different items across plans because not all tables allow Personalization By Plan.

You store custom column values in BEN_CWB_PERSON_INFO table.

See: Configuring Custom Columns Within Compensation Workbench, page 3-75

## Which Dynamic Columns Do You Want to Configure?

You can add up to ten numeric and ten non-numeric columns that:

- Either display values calculated from other columns

- Or display fixed values depending on conditions you define with respect to the values in other columns.

For example, you could define a numerical column to show the percentage change from last year's bonus, or you could define a Yes/No column to show whether this year's bonus is greater than last year's. You do not have to display the columns on which you base the calculations or conditions (last year's bonus, in the example).

See: Configuring Dynamic Columns Within Compensation Workbench, page 3-73

## Which Other Features Do You Want to Make Available?

By choosing which links you display on each page, you can control which features you make available to managers. You can choose to enable:

- Reassignment, so managers can transfer employees between worksheets
- Upload/Download to Spreadsheet, so managers can manipulate budget figures and allocations in a spreadsheet
- Switch Manager, so managers can operate as other managers within their security profile
- Audit History
- Flexible Summary
- Allocation Wizard
- Validation of Jobs, Grades, and Positions in Compensation Workbench
- Configure targets

**Employee Reassignment**

Employee Reassignment enables managers to award compensation to employees who do not report to them, but who have performed some task for them that warrants compensation. The employee reassignment is valid for the selected compensation plan and enrollment period, and does not affect the current supervisor relationship.

You can require that reassignments gain approval. There are three delivered approvals, which use Workflow and AME:

- Approval 1: Party 1 – The manager whose worksheet is losing the employee must approve the reassignment.
- Approval 2: Party 2 – The manager whose worksheet is gaining the employee must approve the reassignment.
- Approval 3: Party 3 -- No approver is necessary

Both managers receive notifications if the request is approved or approval is not required. Only the requester (who may be a third party) receives notification if the request is rejected.

## Configuring the Home Page

You can configure the home page in the following ways:

- In the Plans window, select which tasks appear in the Task list. If you select the Employee Statements task, you must perform some additional setup.

  See: Configuring Employee Statements For Use by Managers Within Compensation Workbench, page 3-76

- Using Personalization, add a status column to the Task list, and choose whether to display status using an icon (the default) or text.

- Using the user profile option BEN: CWB Home Plans Displayed, you can limit the number of plans displayed on the home page

- Using Personalization, select which links to display to give access to additional features such as Switch Manager, and reports.

## Displaying Corporate Standard Format Names

If you are a global enterprise and you store employee names in a corporate standard format to avoid problems with displaying names using different character sets, you can display the corporate standard name in Compensation Workbench. You must add code to the custom column hook and set the system profile HR: Display Person Name at the site level to Custom Name.

For details about the package you need to configure, see: Global Employee Names in Compensation Workbench Family Pack J Enhancements and Clarifications, Metalink Note ID: 303198.1

## Validating Jobs, Grades, and Positions in Compensation Workbench

You can configure whether Compensation Workbench validates a proposed grade, job, or position based on the job or position an employee currently holds. This ensures that managers propose new jobs, grades, and positions for employees for which the employees are eligible. You can configure the worksheet to do the following.

- Display only valid grades – when a line manager proposes a new grade for an employee, the application displays only those grades for which the employee is eligible.

- Default the proposed grade based on proposed job or position

- Disallow a manager from proposing a new position if a proposed job exists for jobs and positions that are directly correlated
- Enable managers to select only from currently active and valid proposed jobs, grades, and positions based on the job, grade, position combination. The application displays these jobs, grades, and positions as a List of Values
- Make the proposed job, grade, and positions columns read-only if managers cannot change them. Alternatively, hide the job, grade, and position from the list of values

To validate grades, jobs, and positions in Compensation Workbench, you must set the following profile options:

- BEN: CWB Valid Grade Filtering – set this profile option to Yes to indicate that the application must display valid grades for a proposed job/position within the business group.
- BEN: CWB Validate Performance/Assignment Changes Online – set this profile option to Yes to validate assignment changes online.

## Configuring Targets

Worksheets display company target amounts. Managers can select the displayed minimum, maximum, or target values to populate the worksheet amount column with the amount selected.

When you select company targets from the list, it refreshes the page to display a table for the employees you select, and the amount and percent of their target minimum, actual target, and maximum. The worksheet also displays the worksheet amount and percentage of eligible salary column that you can modify. The target percentage columns display only if you define a Standard Rate for eligible salary and the corresponding target amount.

The application uses the following icons to indicate the target status for the worksheet amount:

- Circle – On target
- Green arrow pointing upwards – Above target
- Green arrow pointing downwards – Below target
- Red arrow pointing upwards – Above target maximum
- Red arrow pointing downwards – Below target minimum

Use the quick fill feature to select individual values and display them in the worksheet amount column. You can also do a mass selection for all eligible employees using links. These links are only visible for the respective target minimum, target, or target

maximum you define for the plan. The mass selection feature only applies target amounts to employees filtered and displayed in the target view.

## Personalize By Plan

Plan-level personalization allows you as a professional user to configure the worksheet groups and the information that managers are able to view and update. This enables you to use personalization to have multiple and different views of the same information.

For instance, you can configure worksheets so managers can:

- View compensation history
- View job information
- View previous employee performance ratings
- Perform employee evaluations
- Award allocations

You can use personalization to move columns into a more meaningful arrangement, choose to display or not display items, render columns read-only, and rename columns to match your business terminology. Use Plan Design Copy to copy plan personalization for custom and dynamic columns.

You enable self-service personalization through the System Profiles window using the System Administrator responsibility.

1. Navigate to Profile > System.
2. In the System Profile Values window, select either the Site or the Responsibility check box to enable personalization at the appropriate level.
3. In the Find field, search for the Personalize Self Service Definition Profile.
4. Select Yes for either Site- or Responsibility-level, as appropriate.

   **Important:** Your system administrator must bounce the Apache server before personalization is enabled in Self-Service.

   **Note:** Use Oracle SSHR to complete the following steps:

5. Log into the Manager Self-Service responsibility, and select Compensation Workbench.

6. On the Home page, select the plan, the allocate compensation task or the set the budgets task, and then the view you want to personalize.

7. Click the Personalize This Region for Benefits Plan Design link.

   **Note:** The left side displays all Available Columns you can choose to display in the view for the selected plan; the right side lists the Columns Displayed in the view for the selected plan.

8. Select items to add or remove by highlighting them in either column and using the appropriate left or right arrow on the slider. Additionally, you can reorder the sequence of columns displayed by using the up and down arrows on the slider.

9. To change the name of a column, click Rename. Select the item you want to rename and change the name.

10. Save your work.

11. Click Apply to save your changes to the view, or click Delete to cancel your changes.

    **Note:** Click Delete Customization to return to the original design of the view after changes have been applied.

## Configuring Descriptive Flexfields Within Compensation Workbench

You can configure thirty descriptive flexfields for use on the Worksheet Detail Table. System Administrators can define these descriptive flexfields also known as CPI flexfields. These flexfields enable managers to enter values within Compensation Workbench.

You cannot download data stored on Compensation Workbench flexfields to Microsoft Excel and this data is not a part of the grouping criteria on the Allocation page, Summary by Directs report, and the Stock Option History report. To create a default value for the flexfields, you must use the Custom Columns. The values of these flexfields are stored in the BEN_CWB_PERSON_INFO table.

You define the Descriptive Flexfields from the Access Descriptive Flexfield Segment window.

Define the flexfield, and the table query to add a Poplist or a List of Values. Avoid using multiple contexts when you define a flexfield - use only the Global context for the flexfield definition, and disable all others. Hide the context, and do not make any context mandatory. Include and Rename the Columns on the Compensation Detail report using Personalization by Plan. Configure the Downloads to have proper column heading names, and configure the view name for use in the Allocation Wizard,

Summary By Directs Report, and the Stock Option History Report. To do this, access the Lookup Type BEN_CWB_MATRIX_ROW_CRITERIA, and BEN_CWB_MATRIX_COLUMN_CRITERIA, and rename the Descriptive Flexfield or the Custom Column and disable any Descriptive Flexfields or Custom Columns you do not use.

### To personalize your views in the CWB user interface:

**Important:** Ensure that personalization links are turned on and that you have run the Participation Process: Compensation Workbench.

1. Select the Plan from the homepage and continue to the Worksheet
2. Click the Personalize Page link.
3. Choose a personalization level, and ensure that PelFlex is a displayed column.
4. Define the Flex Settings and apply.

   **Note:** In the Flex Segment List, you must enter the Segment Information using the following structure:

   ContextName|SegmentName1|SegmentName2|"ContextName2"|SegmentName3|SegmentName4

   Example: Global Data Element|Compensation Month|Misc Use

   **Important:** Spelling must match exactly as defined in the Flexfield.

## Configuring Dynamic Columns Within Compensation Workbench

Using dynamic columns, you can configure unique worksheet columns to display calculated values, or fixed values based on defined conditions. You can use dynamic columns to define calculations and conditions for 20 custom columns. Use custom attributes 1-10 for non-numeric values and 11-20 for numeric values. You use custom columns to display the results of calculations or conditions you define in dynamic columns.

For details about custom columns see Configuring Custom Columns Within Compensation Workbench, page 3-75

Configure dynamic columns to do the following:

*Calculation* - to display a fixed value based on other numeric columns that use basic math operations such as addition, subtraction, multiplication, and division. For example, New Salary + Bonus = Total Compensation Amount or Last Year Bonus/Bonus

Amount * 100 = Percentage Change from Last Year's Bonus

*Condition* - to display a fixed value based on values of other columns that the application determines based on your choice of multiple relational operators such as ends with, is between, is greater than, is less than.

### To configure dynamic columns:

1. On the Compensation Workbench Home page, select the plan to personalize. Select the Allocations task.
2. Click Personalize Dynamic Columns.
3. On the Dynamic Columns page, select the column to personalize and click the Define Column icon.
4. On the Define Dynamic Column page, select the type of dynamic column. You can choose Calculation or Condition.
5. Enter a value in the Execution Sequence field. The application uses the calculations or conditions in this sequence starting with the lowest number in the sequence.

   **If you select Calculation as the type of dynamic column in Step 4**, page 3-74**, then completeSteps 6 to 9.**, page 3-74
6. Select a Column, for example New Salary.
7. Enter a Fixed Value, for example 6.
8. Select an Operator, for example, Divided By.
9. Click Add Another Row and follow Steps 6 to 9, page 3-74 to enter more rows for the calculation. Click Apply to save and calculate.
10. **If you select Condition as the type of dynamic column in Step 4**, page 3-74**, then complete Steps 11 to 19**, page 3-74.
11. Enter a Column Result, for example 100.
12. Click the Conditions icon to display the Define Conditions page.
13. Enter a Sequence number. This is the order in which the application evaluates conditions.
14. Select a Column for example, Eligible Salary.
15. Select an Operator, for example, Is Between.
16. Enter a Value, for example 0. Ensure this value is the same as the value on the

worksheet.

17. Enter a Value, for example 100.

    **Note:** You need to enter this value if you select Is Between as an operator.

18. Optionally, select a value from the And/Or list.

19. Click Add Another Row and follow Steps 11 to 19, page 3-74 to enter more rows for the condition. Click Apply to save your work.

## Configuring Custom Columns Within Compensation Workbench

You can use custom columns to group data for view on worksheets or for reporting purposes.

### To configure custom columns:

1. Write your PL/SQL code to retrieve the values for a custom column and add this code to a custom column hook. This procedure is predefined blank and is called ben_cwb_custom_person_pkg. There are twenty separate functions in this for each corresponding custom column. These are called get_custom_segment1, get_custom_segment2, and so on.

2. Compile the package on the database. The application executes this logic when you run the Participation Process: Compensation Workbench or the Compensation Workbench Refresh process.

3. Configure the worksheet through Personalization to rename the column heading appropriately and include the column on any worksheet.

4. Optionally, configure the Compensation Detail report columns to include the custom column.

5. Configure the Downloads to have provide valid column heading names.

   See: Downloading to Excel using WebADI, *Oracle HRMS Configuring, Reporting, and System Administration Guide*.

6. Configure the correct grouping name for use in the Allocation Wizard Matrix, Summary By Directs Report, and the Stock Option History Report. To do this, access Lookup Type BEN_CWB_MATRIX_ROW_CRITERIA and BEN_CWB_MATRIX_COLUMN_CRITERIA and rename the Custom Column.

## Configuring Employee Statements For Use by Managers Within Compensation Workbench

You can configure and use Employee Statements to communicate with employees. Use this to inform employees about promotions, raises and any other information. Compensation Workbench uses Document Management and XML publisher to create an Adobe Portable Document Format (PDF) file of these employee statements, which you can generate and print.

### To configure employee statements:

1. Create an Employee Statement template in Microsoft Word or WordPad.
2. Format the statement including any text and data tags based on your requirements. Data tags are placeholders for employee specific data that the application merges into the individual statement for each employee. You can use any text for the tag name. Ensure you format the tag <?tagname?> , for example, <?NEW_SAL?>
3. To display your company logo, paste a .jpg file in the template.
4. To display text conditionally, use the <?if: and <?endif?> tags. The application displays any data you enter between these tags if the condition is met.

   See: Metalink Note ID 311702.1 for more information on available tags.
5. Save the template as a .rtf file.
6. Log into Oracle HRMS using a Super HRMS Manager responsibility that has the Document Management menu item associated with it.
7. Navigate to the Document Management page.
8. Click Create Group to create a group to contain the document you created.
9. In the Define Group page, enter a Group Name and a Short Name.
10. Click Apply.
11. In the Map Documents to Group page, click Create Document.
12. In the Define Document page, enter a Document Name.
13. Select Compensation Workbench as the Document Category.
14. Enter a Short Name for the document.
15. Select an effective date for the document.

16. Select Upload a new file, and browse to select the .rtf template you created.

17. Click Continue.

18. In the Define Document: Attribute Mapping page, map all the tags you defined to the appropriate data attribute.

19. Click Finish.

20. In the Map Documents to Group page, search for, select your document and click Go.

21. In the Define Document Properties page, click Finish.

22. Navigate to the Plans window.

23. Query the plan for which you created the statement template, and click Details.

24. Select the Compensation Workbench tab.

25. Add Employee Statement as a new Task Type.

26. Use the HR Professional responsibility and navigate to the Compensation Workbench Home page.

27. Click Plan Administration.

28. Select the plan for which you created the employee statement and click Continue.

29. In the Plan Hierarchy page, click the Details icon for the group plan.

30. Select the group that you defined for your template from the Employee Statement Template list.

31. Click Apply Updates.

32. Run the Participation Process: Compensation Workbench. Line managers will see a new task Employee Statement for the group plan to which you added the employee statement. They can select one or more employees and click Generate Statements. They can click Open to view the employee statement, and print or email it.

## Related Topics

Document Management, *Oracle HRMS Deploy Self Service Capability Guide*

## Capturing Grant Price With a Stock Option Element Entry

You can capture grant information of any type (Grant Price, Vesting Schedule, Expire Date, Lot Number, etc.) in the same element entry as a separate input value.

To set up extra stock option input values for use in Compensation Workbench, do the following:

### Define a formula:

1. Navigate to the Formula window.
2. Enter a Name for the formula.
3. Select Extra Input as the formula type.
4. Click Edit.
5. In the Edit Formula window, enter the formula values as shown in the example that follows:

```
GRANT_PRICE = 24.13
GRANT_DATE = "01-MAR-2005"
VEST_SCHED = "YEARLY = 4 YR"
LOT_NAME = "A45B19"
EXPIRE_DATE = "01-MAr-2015"
GRANT_TYPE = "ISO"
GRANT_TICKER = "ORCL"
```

6. Click Verify.

### Define an element and input values:

1. Navigate to the Element window.
2. Enter the Name for the element.
3. Select Supplemental Earnings as the Primary Classification.
4. Click Input Values.
5. In the Input Values window, create input values that represent the amounts to display in Compensation Workbench. Ensure you include input values for the values you defined in the formula.
6. Save your work.

### Link the element and formula to the CWB Amount Standard Rate:

1. Navigate to the Standard Rates window.
2. Query the CWB Worksheet Amount Standard Rate.
3. Select the Element and Input Required check box.
4. Select the Element you defined for the stock option plan.
5. Select the Input Value to display in Compensation Workbench, for example, Shares.
6. Select the formula you defined in the Extra Input Rule list.
7. Click Extra Inputs.
8. In the Extra Input Values window, map the remaining input values to the appropriate formula return variables you defined.
9. Run the Compensation Workbench Participation Process.

# Reports and Notifications

## Reports in Compensation Workbench

Compensation Workbench includes the following reports:

| Report Name | Use | Further Information |
|---|---|---|
| Compensation Detail | Managers use this report to view details of a compensation plan in a single report. The report displays a summary of employees receiving compensation under the plan, details about their award, and assignment information. | You can download data using Web ADI for this report.<br>See: Compensation Detail Report, page 3-84 |
| Combined Plan View | Managers and administrators use this to compare results of different compensation plans in one report | See: Combined Plan View Report, page 3-85 |
| Employee Stock Option History Report | Managers and administrators use this report to view stock option history for current employees, including an estimated walk-away value at a summary and employee level. | • Load the BEN_CWB_STOCK_OPTN_DTLS table<br>• Set the system profile BEN: CWB History Type Display to Extended Stock Option History to display this report<br>See: Employee Stock Option History Report, page 3-85 |
| Flexible Summary | Managers use this to view summarized compensation information for each direct report. Use this to view allocations you made for example, allocations for a country, or a job. | You can download data using Web ADI for this report.<br>See: Flexible Summary Report, page 3-86 |

| Report Name | Use | Further Information |
|---|---|---|
| Administration Progress Report | Administrators use this report to obtain a progress report for any global plan after running the Participation Process: Compensation Workbench , during the allocation period, or after running the compensation post process. | See: Administration Progress Report, page 3-86 |
| Employee Compensation History Report | Managers use this to view the compensation history for an employee irrespective of the current compensation period. | See: Employee Compensation History Report, page 3-87 |
| Audit History Report | Administrators use this report to track changes managers make to records in CWB. The report tracks changes such as Update Stated Salary and Update Performance Rating. | See: Audit History Report, page 3-88 |
| Manager Feedback Report | Administrators use this report to view consolidated manager feedback about the Compensation Workbench system. The report provides a summary region that provides the count of managers who rated Compensation Workbench. | Configure the ratings using the BEN_CWB_SUBMIT_FEEDBACK lookup type.<br>See: Manager Feedback Report, page 3-89 |
| Salary Statistics Report | High-level managers and HR Professionals use this report to get an insight into the details of the enterprise's salary expenses. The report provides details of the total salaries, mean and median salaries, growth of salaries over time. The report also displays how salaries line up against defined measures such as grade ranges or market data. | Use the BEN: CWB Plan Context for Stock Option Reporting profile to configure the group or local plan for which you want to view salary statistics.<br>See: Salary Statistics Report, page 3-89 |

| Report Name | Use | Further Information |
|---|---|---|
| Post Process Run Reports | Compensation administrators use this report to view details of the Compensation Workbench: Post Process, including the following additional reports:<br>• Post Process Audit Report - displays all successes and failures on the post process, showing local and corporate currency amounts.<br>• Post Process Summary Report - displays a summary of data proposed in CWB versus the actual data posted to Oracle HRMS. | You can download data using Web ADI from the Post Process Audit report.<br>See: Post Process Run Reports, page 3-91 |

If you need to see additional reporting information, you can create other reports using Discoverer (which requires an HR Intelligence license). All Compensation Workbench tables are available to System Extract and the Discoverer end-user layer.

**Web ADI**

You can download several of the reports, the Budget worksheet, and the Allocation worksheet to an .xls file using Oracle Web Applications Desktop Integrator (Web ADI) a Self-Service application accessed using a browser. Managers do not need to install Web ADI on their own computer. Processing takes place on the server rather than on the individual's machine.

When you select a report, Web ADI generates an .xls document on your desktop and downloads the data from the report. You can edit and modify the document if necessary, and upload from Web ADI into Compensation Workbench. You can download and upload CPI flexfield attributes, amounts, ranking, and rating data using Web ADI.

For information on how to configure Web ADI see Configuration of Data Download and Upload Using Web ADI, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

See also: Data Download Using Web ADI, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

Data Upload Using Web ADI, *Oracle HRMS Configuring, Reporting, and System*

## Notifications in Compensation Workbench

The following events trigger notifications within Compensation Workbench:

| Notification | Use |
|---|---|
| Publishing a Budget | The application sends this FYI notification to lower managers receiving a budget |
| Submitting for Approval | The application sends this FYI notification to the manager one level up |
| Recalling Your Worksheet | The application sends this FYI notification to the approving manager |
| Rejecting the Worksheet | The application sends this FYI notification to the manager whose worksheet you reject |
| Manager's Change of Access | The application sends this FYI notification to the manager whose access levels you change |
| Request for Reassignment | The application sends this action-required notification (AME defined) to the manager one level up from the initiating manager. Alternatively, you can configure this notification so it is approved automatically. |
| Request for Eligibility Change | The application sends this action-required notification (AME defined) to the manager one level up from the initiating manager. |

None of the transactions performed within the Administration pages trigger notifications.

See: Creating Mass Notifications for Compensation Workbench, page 3-105

**Final Notification From Highest Level Approver**

To receive a notification when all approvals are complete, define an HR role using Transaction Maintenance, choosing a role type of Compensation Administrator, and selecting the appropriate person in the User field.

## Compensation Detail Report

You can configure the Compensation Detail report to determine which columns to display within the report, such as:

- List of group plans to which you have Read Only or Full Access
- The manager to whom employees report
- The employees to include - direct or all
- Date range of transactions - pending transactions or historical transactions
- Amount range - you can choose from converted currency, local currency, base salary, eligible salary, new salary, or percentage of eligible salary, or a range of amount
- Other - you can choose to display only whole values for currency and each supervisor's hierarchy in rows.

Several columns are hidden by default, including:

- Employee Full Name
- Person Flex
- Today's Employment Status
- Job Segment 1
- Job Segment 2
- Job Segment 3
- Worksheet Manager Full Name
- Level 2 Manager Full Name
- Level 2 Manager
- Level 2 Manager Full Name

The hidden columns indicate the full range of available reporting attributes.

You can download the Compensation Details report to a spreadsheet using Oracle Web ADI.

## Combined Plan View Report

Managers and administrators use this to compare results of different compensation plans in one report.

You can configure this report to view up to six compensation plans in a single report. You can only select those plans for which you have Read-Only or Full Access, and which contain rates.

Before using this report, the administrator must set the BEN: CWB Plan Context for Reporting profile option to the name of the group or local plan for which you want to view this report.

See: BEN: CWB Plan Context for Reporting, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

You can personalize the following columns:

- Employee Country
- Employee Job
- Latest Performance Rating
- Latest Ranking
- Eligible Salary
- Amount as a percentage of the eligible salary
- Allocation Amount
- Currency
- Base Salary
- New Salary

## Employee Stock Option History Report

You can use this report only if you upload the BEN_CWB_STOCK_OPTN_DTLS table, and set the system profile BEN:CWB History Type Display to Extended Stock Option History. Additional profile options that affect the display of the report are:

- **BEN: CWB Estimated Market Price** - Configure this profile at the site level to store the estimate market price to calculate the walk-away value of stock option grants.
- **BEN: CWB Plan Context for Reporting** - Use this profile to configure the plan and

period to use to obtain employee related information for summarizing such as Job or Performance Rating.

The report contains the following tabs:

- Employee Information: displays data for direct employees only, all employees, or all employees of a direct reporting manager.

- Summary Information: displays data for a group of employees, who meet the selection criteria for the parameters you select.

You can view the walk-away value which is the value the employee would forfeit if they were to leave today. The walk-away value is the Estimated Market Value Grant Price multiplied by the number of unvested shares.

## Flexible Summary Report

Use this report to display summarized compensation information for each manager's direct reports. You access this report from the Compensation Allocations worksheet.

Managers can change the context of the report to further break down results by country, grade, job, or performance rating for example. This report enables managers to verify that allocations have been distributed in a fair manner across all direct reports.

The report displays the following tabs:

- General Summary - provides a summary of amounts budgeted and allocated, the number of eligible employees and the number of employees who actually received compensation.

- Advanced Statistics - provides statistical information such as the mean and median of amounts allocated as well as the standard deviation of the highest and lowest amount allocated for the plan.

- Grade Statistics - if you use grades and grade ranges, then this tab displays the number of employees in each quartile based on their new compensation and the compensation immediately before the current award. It also displays the number of employees above or below their range, and median comparatio.

## Administration Progress Report

As an administrator, you use this report to obtain a progress report for any global plan. You can access this report from the Administration Page for any plan after you run the Participation Process: Compensation Workbench, during the allocation period, or after running the compensation post-process. The report displays data dynamically based on real-time data, and contains the following sections and information:

| Section | Information |
|---|---|
| Manager Status | Provides a summary of all tasks for all managers and displays how many are complete, in progress or not started; number of worksheets submitted or not submitted; number or worksheets approved, pending approval, rejected, processed; summary of manager access levels. |
| Employee Event Status | Displays group and local plan names, life event names, and number of life events started, processed, and backed-out. |
| Employee Eligibility Status | Displays local plan and option names and number of employees eligible and not eligible. |
| Worksheet Rate Summary | Displays a list of all eligible employees, local plan and option names, and a total of all worksheet amounts, number of employees with compensation, total eligible salaries, total compensation, and so on. |
| Budget Rate Summary | Displays information about all local plans and options, eligible employee count, manager count, total worksheet budget, currency or units of awards. |
| Performance Rating Summary | Displays a list of employee count and percentage of total of each rating type. |
| Assignment Change Summary | Displays the employee count and percentage of total of each assignment change reason. |
| Post Process Results | Displays a summary of all posted element entries, posted salary or pay, and posted assignment change or performances. |

## Employee Compensation History Report

This report displays the full compensation history for an employee irrespective of the current compensation period, and enables managers to view all compensation, supported by compensation history, such as Pay Rate, Bonus, Overtime, Commissions, and Other. The report displays the pay value of the element entry associated with the

CWB Worksheet Amount Standard Rate and the Compensation Category specified on the rate in each pay period.

The report enables managers to:

- View compensation history for multiple employees at one time, in a corporate currency, the employee's local currency, or their preferred currency for consistency and ease of comparison
- View details of compensation for previous years
- View all employees in their team, directs only, or a subset of employees
- Isolate employees from the search results to display compensation history only for those employees
- Compare compensation history of up to five employees in a single line graph.
- Use annualize amounts converted to a common currency

## Audit History Report

Since multiple managers can make changes to the same compensation plan in Compensation Workbench, use Audit History to review those changes. You can view these changes based on audit types for a specific plan and plan period or a specific employee.

You enable audit types in the BEN_CWB_AUDIT_TYPE lookup type to define the changes the report tracks.

You can view updates to the following:

- Compensation Amounts
- Eligible Salary
- Stated Salary
- Recommended Amount
- Eligibility Status
- Budget Amount
- Performance Rating

## Manager Feedback Report

Administrators use this report to view consolidated manager feedback for Compensation Workbench. When managers submit their work for approval, a notification prompts them to supply feedback. Administrators use this feedback to improve future compensation cycles and to make the entire process more effective and user friendly.

You access this report from the Compensation Workbench Administration Home page. You can run this report for any group plan to see how managers fared using Compensation Workbench. The report displays a summary region that provides:

- The count of managers who rated Compensation Workbench. The rating options are Excellent, Good, Poor and two configurable ratings that you configure using the BEN_CWB_SUBMIT_FEEDBACK lookup type
- The percentage of managers who gave those ratings

The report also displays this information in graphical format.

In the details section of the report, you can view manager feedback by rating type or for all ratings. The report provides the following details for the manager giving the feedback:

- Date
- Time
- Manager name
- Business group
- Rating
- Comments

You can also view employee number and email address of the managers if you enable these using Self-Service Personalization. By default, these are hidden. You can also choose to view only feedback that includes comments.

## Salary Statistics Report

As a high-level manager or as an HR Professional, you can use the Salary Statistics Report to get an insight into the details of your enterprise's salary expenses. You can view the total salaries, mean and median salaries for your enterprise, and even growth of salaries over time. The report displays how salaries line up against defined measures such as grade ranges or market data. The report enables you to group salary data, so you can compare data against different grouping criteria.

Before using this report, the administrator must set the BEN: CWB Plan Context for Reporting profile option to the name of the group or local plan for which you want to view salary statistics. Note that the Combined Plan View Report also uses this profile option.

See: BEN: CWB Plan Context for Reporting, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

If you use annualized values, then the administrator must set the HR: FTE Factor profile option.

See: HR: FTE Factor, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

When you run the report, you can set three parameters – country, type of employees to include, and the currency to view amounts. These parameters apply to all regions of the report and do not change when navigating from one region to another in the report.

This report displays:

- Analytics such as total salary, mean salary and median salary
- Salaries against grade rates and market data when available.
- Data in tables and graphs
- Data by groups of employees such as hourly and salaried, hourly only, or salaried employees only who receive compensation for the plan. For global plans, the report also displays data by country and currency for global plans.

The report organizes data into the following regions that display dynamically based on the information available. These are:

- **Statistics** – this region displays the total pay, low, median and high pay a well as the standard deviation for the selected plan. It enables you to group data by certain criteria such as country, job, grade, etc. You can choose to use full-time equivalents and display annualized values.
- **Grade Ranges** – if you use grades, then this region provides a list of all grades held by the employees receiving compensation in the plan. It provides grade data as well as statistics for employees in each of those grades.
- **Quartiles** – if you use grades and have defined grade rates, then this region displays the number and percent of employees in each quartile. You can also view counts by quintiles and deciles
- **Comparatios** – this region displays comparatios by 5, 10 and 15% increments. This region enables you to group data by criteria such as country, job, or grade.
- **Pay Growth Rate** - if you award employees compensation in this plan in prior periods, then this region displays the change in total pay over time. You can view

the change over 1, 3 and 5 years.

## Post Process Run Reports

Compensation administrators use this report to view an online list of the Compensation Post Process runs and access the Summary, Audit Log, and Error Reports generated by the post process. You use this information to correct any errors that might occur during the compensation cycle.

You can view the following reports:

- **Audit Log Report** - this displays all successes and failures on the post process, showing local and corporate currency amounts for employees. This also displays any employees that the application did not process because they were part of a recursive hierarchy. You can access the report only if you have security access to see the data. This report
  - Provides a full and accurate picture of all amounts and assignment changes proposed in CWB as well as those posted in the HR system.
  - Organizes data into tabs, which display processing statuses, allocations at the plan or option level, assignment, and performance rating changes.
  - Provides additional parameters to filter the report – the selection you make on the Audit Log Report page apply to all the tabs for the report
  - For global plans that use multiple currencies, displays amounts in local and corporate currencies
- **Summary Report** - this displays the parameters executed by the process, and a summary of the employees evaluated, compensation life events open and closed, as well as the number of employees whom the process did not process. This report:
  - Provides a full and accurate picture of all amounts and assignment changes proposed in CWB as well as those posted in the HR system.
  - Organizes data into tabs, which display processing statuses, allocations at the plan or option level, assignment, and performance rating changes, assignment changes, and error summary.
  - Provides additional parameters to filter the report – the selection you make on the Summary Report page apply to all the tabs for the report
  - For global plans that use multiple currencies, displays amounts in local and corporate currencies
- **Error Report** - this lists any persons evaluated by the process that erred or warned

and the accompanying error message.

# Plan Administration

## Maintain Compensation Workbench Plans Mid-Cycle

Use Plan Administration to administer your Compensation Workbench plans after you define them in Oracle HRMS using the Total Compensation data model.

Use the Plan Administration page to make updates to plans for the specific compensation period. To make permanent changes, you must update the original plan definition.

> **Note:** The changes you make using the Plan Administration page are not carried over to other plan periods and are lost when you run the Compensation Workbench Back-out Life Events Process.

You can select any group plan to update. If you select a plan containing options, then the plan hierarchy displays all the options separately. The application does not display a hierarchy for Global Basic or Global Stand Alone plans.

You can make the following changes:

- Plan and Option names
- Plan status (Active, Inactive, Closed)
- Task types, names, sequences, and access levels
- Self-Service availability period
- Effective date of performance ratings or assignment changes
- Standard rate details
- Currency exchange rates
- Hide Options/Components
- Rounding/Formatting Codes

  > **Note:** To configure the number of decimal places to display for budget and worksheet amounts that are expressed as a percentage of eligible salary, you must set the following profile options:
  >
  > - BEN: CWB Budget as Percent of Eligible Salary Decimals – set this profile option to Yes if the application displays budgets as

percent of eligible salary

- BEN: CWB Allocation as Percent of Eligible Salary Decimals – set this profile option to Yes if the application displays decimals for percent of eligible salary based on allocated amounts.

- Add new rows to refresh exchange rates for those currencies

  **Note:** You must always run the Refresh Summary Batch process after you change exchange rates.

You cannot do the following:

- Add a new rate
- Update rate calculation definitions
- Update eligibility definitions
- Add a New Local Plan
- Add a New Option
- Add a New Task
- Change the Hierarchy Type Definition

  **Note:** You can use this page to update details only after you run the Participation Process: Compensation Workbench. All changes affect only the specific period and do not affect the original plan definition. Plan changes made here act as temporary overrides. The changes you make here are lost and overridden during subsequent runs of the Participation Process: Compensation Workbench for the same plan and period.

You can also use the Plan Administration page to:

- View the entire hierarchy above an employee
- View an employee's extended job information
- Update performance information and ranking
- Update promotion and assignment change information

- Update Compensation Workbench Flexfield information
- Refresh person data from Oracle HRMS at any time
- Update an employee's Base Salary
- Run the Participation Process for a single person
- See a complete audit trail of all changes made in Compensation Workbench
- Include new custom attributes
- View pending eligibility changes made in (Self-Service) Compensation Workbench. Force approve pending changes
- View pending worksheet manager changes made in (Self-Service) Compensation Workbench. Force approve pending changes
- View when a manager was processed only as a placeholder in the Single Person Participation Process.
- Personalize Administration pages

## Steps to Administer Compensation Workbench Plans

Use the following process to administer your Compensation Workbench plans after you define them in Oracle HRMS using the Total Compensation data model.

For information about implementing compensation plans, see: Setting Up a Compensation Plan, page 3-48

1. Run the Participation Process: Compensation Workbench.

   Run this process prior to the availability period of Compensation Workbench to prepare the Self-Service interface for data entry by your line managers.

   The process assigns the compensation life event to a person and determines eligibility and rates.

   If you auto-issue budgets, the process updates the allocation worksheet for all managers with a predefined budget amount that cannot be updated.

   See: Opening a Compensation Workbench Award Cycle, page 3-97

2. If you do not auto-issue budgets, use roll-down budgeting to publish the initial budget with the highest-level manager, or with multiple lower managers.

   The highest level manager can then use Compensation Workbench to issue budgets to lower level managers.

You include the budgeting task in the plan design if you do not auto-issue budgets. You can define budgets as monetary amounts or as a percentage of eligible salary in the Plan Enrollment Requirements window. You can also define the budget in non-monetary units such as Shares or Stock Options.

See: Budgeting in Compensation Workbench, page 3-21

3. Run the Compensation Workbench Back-out Life Events process to remove the results of the Participation Process: Compensation Workbench for a compensation life event in the case of errors or changes in plan design. If you need to back-out a compensation life event, you run this process before you run the Compensation Workbench Post Process. You can, however, run the process any time before a payroll run has processed your results.

   See: Backing out a Compensation Workbench Plan, page 3-99

4. If you need to run the participation process for employees not previously selected for processing, new or terminated employees, or employees who had a status of life event started, or for managers who are now eligible for awards, then run the participation process for an individual even after you run the Participation Process: Compensation Workbench for a plan. The Single Person Participation process determines a person's eligibility for the plan and rates, and places the person in the correct position in the hierarchy.

   You run the Single Person Participation process for a single participant using the Submit Requests window, or the Compensation Workbench Administration Home page.

   See: Adding an Individual into a Started Compensation Workbench Cycle, page 3-101

5. Line managers use Compensation Workbench to enter compensation awards.

6. Run the Progress Report to monitor the progress of the compensation cycle for a specific availability period and plan. You can run the report at any time after you run the Participation Process: Compensation Workbench, during the allocation period, or after running the Compensation Workbench Post Process. The report results differ depending on when you run it during the compensation cycle. You can run this report using the Submit Requests window or from Compensation Workbench Administrators Home page.

   See: Administration Progress Report, page 3-86

7. To update plan information mid-cycle, use the Plan Administration page.

   See: Maintain Compensation Workbench Plans Mid-Cycle, page 3-93

8. Run the Compensation Workbench Refresh Process to refresh employee or plan design data in Compensation Workbench.

See: Refreshing Compensation Workbench Data, page 3-103

9. Run the Compensation Workbench Mass Notification Process to generate approval notice and other notifications.

   See: Creating Mass Notifications for Compensation Workbench, page 3-105

10. Run the Compensation Workbench Post Process.

    Run this process *after* all worksheet allocations have been approved to write the distribution totals to enrollment results. This also posts assignment changes, performance ratings and rankings.

    See: Writing Allocated Amounts from the Compensation Workbench Cycle, page 3-102

11. Optionally, perform enrollment overrides.

    If necessary, use the Enrollment Override window to override an amount for a person after you run the Compensation Workbench Post Process.

    **Note:** Values you enter in this window update element entries for bonus and stock option plans. However, for salary plans, overrides you enter on this window do not update the Salary page.

    See: Overriding Enrollment Results for a Plan, page 6-75

12. Run the Close Compensation Enrollments Process.

    Typically, you run this process for a bonus plan if you set the Close Enrollment Date code to Processing End Date. This process *closes* the compensation life event for one or more persons as selected by the batch process parameters.

    You can run the Compensation Workbench Post Process to close the compensation life event if you set up the processing end date as 'When elections are made.' Typically, you run the Post Process for salary and stock option plans.

    You do not need to run the Close process if you set up the Compensation Workbench Post Process to close the compensation life event.

    However, future-dated enrollments always require you to run the Close Compensation Enrollments Process.

    See: Closing a Compensation Workbench Award Cycle, page 3-106

## Opening a Compensation Workbench Award Cycle

You run the Participation Process: Compensation Workbench *before* the availability period of a compensation plan. The process determines eligibility, calculates rates, and assigns the compensation life event to each eligible person.

If you auto-issue budgets, then the process updates the allocation worksheet with a predefined budget amount for all managers.

If you do not auto-issue budgets, you use roll-down budgeting to publish the initial budget with the highest-level manager, or with multiple lower managers. The highest level manager can then use Compensation Workbench to issue budgets to lower level managers. You include the budgeting task in the plan design if you do not auto-issue budgets. You can define budgets as monetary amounts or as a percentage of eligible salary in the Plan Enrollment Requirements window. You can also define the budget in non-monetary units such as Shares or Stock Options.

Publish the budget for a plan so that managers can access the budget task.

You run this process from the Submit Requests window.

### To run the Participation Process: Compensation Workbench:

1. Select Participation Process: Compensation Workbench in the Name field.
2. Enter the Parameters field to open the Parameters window.
3. Set the effective date of the process to a date on or after the assigned life event date.
4. Select Commit - Database will be updated or Rollback - Database will not be updated in the Validate field.

   Select Rollback to check your results before committing them to the database. It is easier to correct errors before you commit results.
5. Select the compensation plan in the Group Plan Name field.
6. Select a year Period.
7. Select a Person Selection Rule to run the process for persons who match the criteria of your rule.
8. Select a Benefits Group to limit the search to a benefits group.
9. Select Yes in the Audit Log to create a file that lists the eligibility results for each person evaluated by the process.

   **Note:** If the Participation Process: Compensation Workbench detects a recursive hierarchy exists, then it processes the rest of the organization unaffected by the recursive hierarchy and creates an error log that displays the Person IDs in the order Employee A, Employee B, Employee C, Employee A in the format ~A~B~C~A to identify the location of the error. You fix the error using Employee Reassignment.

If you select Yes, you should periodically run the Participation Audit Activity Purge process to purge the audit log tables.

10. Click OK, and click Submit to complete the batch process request.

## Publishing a Budget

Publishing the budget enables managers to access their budget tasks. Until you publish the budget for a plan, the budget task is disabled and managers may not access the task. You typically publish the budget with the highest-level manager, although you can publish the budget at any level in the hierarchy. You can also publish more than 1 budget for a plan with multiple managers.

Use the Employee Administration link on the Compensation Administrators Home Page to publish budgets.

### To publish a budget:

1. On the Compensation Administrators Home Page, click Employee Administration.
2. Search for and select the manager for whom you want to publish the budget.
3. Click the Details icon for the plan for which you want to publish the budget.
4. Select the Manager Information tab.
5. Enter either the Total Budget Amount (Published) or the Total Budget as % of Eligible Salaries (Published), and the Budget Published Date in the Budget Summary region.
6. Click Update to publish the budget.

## Backing out a Compensation Workbench Plan

You run this process to remove the results of the Participation Process: Compensation Workbench for a compensation life event in the case of errors or changes in plan design.

If you need to back-out a compensation life event, you run this process *before* you run the Compensation Workbench Post Process. You can, however, run the process any time before a payroll run has processed your results.

> **Note:** Use caution if you run this process. Persons selected by the process lose all rates assigned during the selected period--including amounts they entered on a budget or worksheet, or an award distributed to the person by another manager.

If you run the Compensation Workbench Back-out Life Events Process after running the Compensation Workbench Post Process, then the application backs out salary proposals but does not back out the performance ratings and assignment changes.

As an alternative to backing-out the compensation life event, use the Enrollment Override window to override an activity rate result for a person, or use the Plan Administration page.

You run processes from the Submit Requests window.

### To run the Compensation Workbench Back-out Life Events Process:

1. Select Compensation Workbench Back-out Life Events Process in the Name field.
2. Enter the Parameters field to open the Parameters window.
3. Enter the effective date of the process.

   Typically, this is the same as the To Occurred Date in step 6.
4. Select Commit - Database will be updated or Rollback - Database will not be updated in the Validate field.

   Select Rollback to check your results before committing them to the database.
5. Select the compensation Life Event to back out.
6. Enter the date range for which you want to back out results in the From Occurred Date and To Occurred Date fields.
7. To further limit the persons evaluated by the process, select one or more of the following parameters.
   - Organization
   - Location
   - Person Benefit Group
   - Legal Entity
   - Person Selection Rule
8. Choose the OK button.
9. Complete the batch process request and choose Submit.

## Adding an Individual into a Started Compensation Workbench Cycle

Run the participation process for an individual even after you run the Participation Process: Compensation Workbench for a plan. The Single Person Participation process determines a person's eligibility for the plan and rates, and places the person in the correct position in the hierarchy. Run this process from the Administrator's page in Oracle Self-Service Human Resources. The application processes the individual based on one of the following Detected Processing Methods:

- **Normal Processing** - processes participants who were not selected for the run previously

- **Special Processing** - processes participants who were not current employees as of the plan design freeze date or the life event occurred date, for example, new employees or terminated employees. You must select a valid override date that the application uses to calculate eligibility and for employee data.

- **Reprocess** - processes participants whom Compensation Workbench has already processed with a started life event status. This process backs out and reprocesses the person. The application reevaluates eligibility and recalculates rates.

  **Note:** When you run this process, you lose any progress made within Compensation Workbench for this person.

- **Placeholder to Normal** - processes managers who are now eligible for the award. For example, as a manager, the person was not eligible for compensation, but at least one of their lower employees was eligible. The application creates a placeholder record for the manager to enable the manager to log into Compensation Workbench and perform duties as a manager. This process converts the placeholder to an eligible employee. This person now appears on another manager's worksheet for compensation activities to begin.

  **Note:** This process may result in loss of budget amounts previously issued to the manager within Compensation Workbench.

  The application creates a placeholder record for managers who are not eligible to receive compensation under the plan, but who have employees under them who are eligible.

### To run the single person participation process:

1. Click Employee Administration on the Compensation Workbench Home page.

2. On the Employee Search page, enter the parameters to search for an employee.

3. Select an employee from the search result, and click Continue.

4. On the Plan Overview page, click Run Participation Process to run the participation process for the selected employee.

## Writing Allocated Amounts from the Compensation Workbench Cycle

You run the Compensation Workbench Post Process *after* line managers have approved all budget and worksheet entries.

The process updates the database and writes the allocated amounts to an employee's salary proposal record or to an element entry--for salary changes--or to element entries for other activity rates (such as bonuses) if you attach an element to the applicable rate when you define the rate.

You run processes from the Submit Requests window, or from the Compensation Workbench Administration Home page.

### To run the Compensation Workbench Post Process:

1. Click Run Post Process on the Compensation Workbench Administration Home page.

2. On the Run Post Process: Select Group Plan and Period for Processing page that displays, select the plan to run the post process.

   **Note:** You select the group plan here.

3. Select the Period to run the post process and click Next.

4. On the Run Post Process: Select Local Plans for Processing page that displays, select the local plans to run the post process.

5. On the Run Post Process: Compensation Element Types and Effective Date Overrides page, enter the effective date.

   **Note:** For Non-Salary plans, you can override the Element Type and Input Value. For salary plans, the application automatically updated the element entries associated with an employee's pay basis. You can override the dates that the Compensation becomes effective. For Salary Plans, this is the Salary Change Date, for Element Entries, this is the Effective Start Date.

6. On the Run Post Process: Assignment and Performance Effective Date Overrides page, enter the Assignment Effective Date and the Performance Rating/Ranking

Effective Date.

> **Note:** If your setup does not allow assignment changes within Compensation Workbench, then leave that column blank. If your setup does not allow performance ratings or rankings within Compensation Workbench, then leave that column blank.

7. On the Submit Request: Parameters page, enter the following details:
    1. Select Commit - Database will be updated or Rollback - Database will not be updated in the Validate field.

        > **Note:** Select Rollback to check your results before committing them to the database. It is easier to correct errors before you commit results.

    2. Select Yes in the Audit Log to create a file that lists the results for each person evaluated by the process.

        > **Note:** If you select Yes, you should periodically run the Participation Audit Activity Purge process to purge the audit log tables.

    3. If you select Yes in the Audit Log field, then select a Debug Level from the list.
    4. Select the name of a specific person in the Specific Employee Only list to run the process for one person, or to test the process.
    5. Select a manager's name from the Process Employees Under Manager list to run the process for all employees in that manager's hierarchy.
    6. Select a business group from the list of Employees in a Business Group to run the process for all employees in that business group.
8. Click Submit.

## Refreshing Compensation Workbench Data

Use the Compensation Workbench Refresh Process to refresh employee or plan design data in Compensation Workbench. Administrators can also run this process to recalculate summary data and to consolidate summary totals into a single row. You run the Compensation Workbench Refresh Process from the Submit Requests window to refresh employee or plan details. You can also run these processes from the

Compensation Workbench Administration Home Page as follows:

- Use the Employee Administration page to refresh employee details for a selected employee
- Use the Plan Administration page to refresh plan design details for a selected plan

### To run the Compensation Workbench Refresh Process:

1. Select Compensation Workbench Refresh Process in the Name field.
2. Enter the Parameters field to open the Parameters window.
3. Select the Group Plan to refresh data for the plan.
4. Select the Period to refresh data for that period.
5. Enter the effective date of the process. If you do not set an effective date, then the process uses the Freeze Date you specified in the Plan Enrollment Requirements window.
6. Select Yes in the Refresh Summary list to run this process to recalculate summary data. The summary data that is stored in BEN_CWB_SUMMARY table is the same data that appears at the top of the budget sheet and worksheet pages. If summary data is out of synch due to manual changes in the database, then you can run this process to correct the data. By default, this is set to No.
7. Select Yes in the Refresh Person Info list to refresh Compensation Workbench BEN_CWB_PERSON_INFO table with the latest Base Salary or Current Job information details. By default, this is set to No.
8. Select Yes in the Refresh Plan Design list to refresh plan design data in the BEN_CWB_PL_DSGN table. By default, this is set to No.

   **Note:** If you want to make plan design changes after running the Participation Process: Compensation Workbench, then you should use the Plan Administration pages and make the updates manually.

9. Select Yes in the Consolidate Summary list to consolidates all summary totals into a single row. A single summary amount may consist of multiple records due to simultaneous updates in the system. You do not need to run this process in conjunction with the recalculation process, as both processes consolidate automatically.
10. Select Yes in the Initialize Rankings list to delete current ranking records in CWB.

11. Select Yes in the Refresh Exchange Rates list to refresh the exchange rates for the plan.

12. Click OK in the Parameters window.

13. Click Submit in the Submit Request window.

### Restrictions

The Compensation Workbench Refresh process only overwrites previously stored person and assignment data from Oracle HRMS into Compensation Workbench. The process does not:

- Retain changes that you made using the Plan or Employee Administration pages
- Reevaluate eligibility
- Change the number of people processed by the Participation Process: Compensation Workbench

## Creating Mass Notifications for Compensation Workbench

Use this process to generate approval notice and other notifications as follows:

- All Approvals are obtained - to managers
- Compensation Period Commences - to managers
- Compensation Period is Ending - to managers
- Period Has Ended - to managers
- Mass Eligible Employee Notifications - to employees

> **Note:** Ensure you select Oracle Advanced Benefits as the application, when you create messages for the Compensation Workbench Mass Notification process.

Use the Compensation Workbench Administration Home page to run Mass Notifications.

#### To run the Compensation Workbench Mass Notification Process:

1. Click Run Mass Notification on the Compensation Workbench Administration Home page.

2. On the Schedule Request: Parameters page, select the Group Plan Name and the Period.

3. Enter a Message Title. This is the title of the notification you send.

4. Select a Message Name and the Target Population.

5. Select an access level from the Managers with Access Level list to send the notification to managers who have the selected access.

6. Select a Target Population Selection Rule from the list to send the notification to select people based on the criteria specified in the rule.

7. Select Yes to Include Link to Compensation Workbench. By default, this is set to No.

8. Select Yes to Resend If Previously Sent. By default, this is set to No.

9. Select a name from the Send a Notification to Username list to send a test mail.

10. By default, the Withold Notification (Report Only) list displays Yes, and the application does not send the notification to the population that is to receive the notification. This is useful to test the notification before you actually send it.

11. Click OK in the Parameters window.

12. Click Submit to run the process.

## Closing a Compensation Workbench Award Cycle

This process closes the compensation life event for the selected persons when the following conditions exist:

- The availability period for the compensation plan is passed
- The final processing date for the plan is passed

You must run this process for each local plan that you define. You cannot run this process for a group plan.

You must run this process only when the Close Enrollment Code for your plan is Processing End Date as is used for bonus or stock option plans.

If you set the Close Enrollment Date code for a plan to When Elections are Made (such as for a salary or stock option plan), you do not need to run this process. Run the Compensation Workbench Post Process to close the life event.

You run processes from the Submit Requests window.

### To run the Compensation Workbench Close Enrollment Process:

1. Select Compensation Workbench Close Enrollment Process in the Name field.
2. Enter the Parameters field to open the Parameters window.
3. Enter the effective date of the process.
4. Select the Program Name from the list.
5. Select the compensation plan in the Plan Name list.
6. Select a Location to close the compensation life event for persons who work in a specific location.
7. Select the compensation Life Event to close.
8. Select an Assigned Life Event Date to close a life event that was assigned on a particular date.
9. Select the name of a specific person from the Person Name list to run the process for one person.
10. Select a Person Selection Rule to run the process for persons who match the criteria of your rule.
11. Select Commit - Database will be updated or Rollback - Database will not be updated in the Validate field.

    Select Rollback to check your results before committing them to the database.
12. Select Yes in the Audit Log to create a file that lists the results for each person evaluated by the process.

    If you select Yes, you must periodically run the Participation Audit Activity Purge process to purge the audit log tables.
13. Select a Close Mode.
    - **Force Close** always closes the life event.
    - **Normal Close** closes the life event based on the close enrollment date.
    - **Preserve Pending Transaction Close**closes life events only for participants with no pending approvals. This process does not close life events for participants with pending approvals. You can view the process log to identify the list of these participants by the status Life Event is not closed due to pending approvals.

14. Choose the OK button.

15. Complete the batch process request and choose Submit.

# Individual Compensation Distribution

## Self-Service Individual Compensation Distribution

Managers and other employees responsible for distributing compensation use Self-Service ICD to assign one-time or recurring awards, bonuses, and allowances to qualified employees such as housing allowances, spot bonuses, and company cars. Employees use Self-Service ICD to enter voluntary contributions, such as savings plans, charitable organizations, and company perquisites.

Using Oracle HRMS, you can give managers throughout your enterprise the authority and ability to assign one-time or recurring awards, bonuses, and allowances to qualified employees and other individuals using Oracle Self-Service Human Resources.

### Components

Compensation Managers use the Oracle HRMS professional user interface to define components of the award or allowance. They also configure employee self-service ICD for use by non-manager employees. The manager or the employee uses Oracle SSHR to assign the award. Compensation Managers set up the following:

- Plan Design - plan types, plans and options
- Enrollment Requirements for the Plan - coverage/rates start and end dates, action items and certifications
- Activity Rates and Coverage Calculations for the Plan

You can also configure *employee self-service* ICD for use by non-manager employees. For example, if your enterprise offers a charitable contribution plan or a savings bond plan to which employees contribute at their own discretion, you can enable the contribution through the self-service interface.

Using elements, you can process the distributions through Oracle Payroll. For recurring distributions, you can define the distribution end date, or, using FastFormula, enforce the total maximum distribution you allow in a period.

### Security Features

Security features in Oracle HRMS ensure that managers can assign a distribution only to employees and contractors within their security group.

Participant eligibility profiles offer a further way to limit distributions to eligible employees based on a range of criteria, such as assignment data.

### Workflow Approval

Oracle SSHR seeds a workflow approval process that automatically sends a notification to the supervisor of the manager, or the manager of the employee who assigned the distribution. The supervisor or manager can either approve or reject the distribution.

## Individual Compensation Distributions (SSHR Components)

The Individual Compensation Distributions (ICD) module enables managers to assign compensation distributions to employees. Use ICD for both one-time and recurring awards, such as bonuses or allowances to employees.

You can also set up ICD for non-manager employees if your enterprise offers discretionary contribution plans, such as a charitable contribution or savings bond plan.

The Benefits or Compensation administrator needs to define the individual compensation distribution plans using Oracle Advanced Benefits or the standard benefits features in Oracle HRMS.

See: Self-Service Individual Compensation Distributions, page 3-111

### Menu and Function Names

This module can be accessed from the following menus and functions:

| User Menu Name | Function Name |
|---|---|
| Manager Self Service | Individual Compensation Distributions |

See: Defining User Access and Menus, *Oracle HRMS Deploy Self-Service Capability Guide*

### Workflow

The workflow details for this module are listed below:

#### Workflow Process Display Name:

Compensation Distribution

#### Configurable Workflow Attributes:

Not applicable

### Configurable Tips and Instructions

| Region | Tip Type | Message Name |
|---|---|---|
| Comp Plan Selection | Benefits Communication Type | CPS.PLAN_SELECTION_CONTENT |
| Compensation Update Mode Selection Content | Long Message | BEN_92737_COMP_UPD_MD_INSTR |
| Compensation Details Content | Benefits Communication Type | CPD. COMP_DETAILS_CONTENT |
| Compensation Review Content | Benefits Communication Type | (Review Page): CPC.COMP_CONFIRM_CONTENT (Confirmation Page): CPR.COMP_REVIEW_CONTENT |

See: Adding Instructions to Web Pages, *Oracle HRMS Deploy Self-Service Capability Guide*

### Configurable FlexFields

Not applicable

### Configurable Profile Options

Not applicable

## Setting Up Individual Compensation Distributions for Employees and iRecruitment Applicants

As a compensation manager, you set up individual compensation distribution (ICD) plans to define the components of an award or allowance. The line manager uses the self-service interface to assign the award - setting the start and end date of the distribution - while the back-office maintains control of the plan's administration. You can set up compensation plans so that hiring or line managers assign benefits components to applicants when they create or update offers in iRecruitment.

Follow these process steps to set up a variety of plans for ICD and iRecruitment offers, such as:

- Periodic or spot bonuses
- Sponsored allowances
- Resettlement compensation
- Severance Payments
- Relocation
- Sign-on bonus
- New hire stock
- Other periodic or recurring awards

As a compensation and benefits administrator, you define plans for individual compensation distribution and iRecruitment using the features of standard benefits or Oracle Advanced Benefits following the guidelines in these sections.


- Define Plans, page 3-112
- Define Enrollment Requirements for the Plan, page 3-115
- Set Up Activity Rates and Coverages for the Plan, page 3-117
- Configure Web Pages, page 3-120
- Enter People for Test Purposes, page 3-120
- Set Up Employee Self-Service Access to ICD, page 3-121


## Define Plans:

You set up plans for individual compensation distribution and iRecruitment by defining the characteristics of the plan and any electable options in the plan. If necessary, you can define participant eligibility profiles to limit the participants who are eligible for the plan or option.

### To set up plans for self-service individual compensation distribution and iRecruitment

1. Define the Plan Year start and end dates for the compensation plan. Set up several plan years to account for future plan years.

   See: Defining a Program or Plan Year Period, page 1-120

2. Optional: define a participant eligibility profile to control eligibility for the compensation plan.

If you do not define a participant eligibility profile:

- ICD finds all employees and contractors reporting to the manager eligible for the distribution.
- iRecruitment finds all applicants eligible for the compensation plans defined for applicant offers.

> **Note:** Set the participant eligibility profile status to active if you define a profile.

See: Defining an Eligibility Profile, page 1-145

3. Set up one or more Plan Types to group the compensation plans you administer.
   - Required: select an Option Type of Individual Compensation Distribution to enable a manager to distribute the award or assign benefits to applicants. When you define Plan Types for iRecruitment, select Enterable Amount or Select List as the option for Self Service Display format. Currently the other self-service options do not apply for iRecruitment plans.
   - Optional for ICD: select a Compensation Category of Compensation for reporting purposes or for system extracts.

   You can choose to set up a single plan type for all your compensation plans, or you can define multiple plan types for groupings of plans (Bonus, Allowance, Severance, and others).

   > **Note:** You should base the number of plan types you define on your reporting requirements.

   See: Defining Plan Types, page 1-100

4. Required for iRecruitment: Define reporting groups to group the compensation plans for iRecruitment. Select the purpose as iRecruitment to display the plans on the Compensation page of iRecruitment.

   See: Defining a Reporting Group, page 1-130

5. Optional: define the options in the compensation plan.
   - Enter a user friendly option name to display in the self service web page.
   - Select the corresponding plan type of each option.

   > **Note:** Use options when there is a logical grouping of choices

within a plan, such as a car allowance plan with options of BMW, Honda, and Ford. For bonus plans, severances, and allowances, set up each compensation type as a separate plan.

See: Defining Options, page 1-118

6. Define compensation plans for ICD and iRecruitment

   - Enter a user friendly plan name to display in the self service web page.
   - Select the plan type of the plan.
   - Set the plan status to active. You can update the status to inactive if you need to temporarily disable the plan.
   - Select a Plan Usage code of May Not Be In a Program.

   In the Not in Program tabbed region:

   - Enter a sequence number that indicates the order in which the plan displays in the self service web page relative to other plans in the plan type.
   - Select the currency of the plan for monetary distributions. You do not enter a currency for non monetary allowances, such as cars.
   - Select the Activity Reference Period of the plan. For recurring awards, the activity reference period is the period the manager sees when distributing the award, for example, $100 per period.

   For non recurring awards, you can select any activity reference period.

   **Note:** For an iRecruitment plan, ensure that you select frequency specific values such as Per Month or Per Year as the Enrollment rate/frequency. As applicants are not assigned any payrolls, if you select values such as Per Pay Period no plans will be displayed to hiring managers when they create or update offers.

   See: Defining a Benefits Plan, page 1-102

7. Link the Plan Years to the plan that you defined in Step 1.

   See: Maintaining Plan Related Details, page 1-111

8. If you defined options in Step 5, link the options to the plan.

   - Set the status for each option to active. You can update the status to inactive if you need to temporarily disable an option.

See: Associating Options with a Plan, page 1-109

9. Link a participant eligibility profile to the plan if you limit eligibility for the plan.

10. For iRecruitment: Define a single life event reason with the iRecruitment type. Oracle iRecruitment uses this life event type to process compensation plans for applicants.

    See: Defining General Characteristics of Life Event Reasons, page 5-63

### Define Enrollment Requirements:

You use the Plan Enrollment Requirements window to control the enrollment method.

ICD only: You can also set up required certifications that the individual must provide before Oracle Payroll distributes the award.

#### To define enrollment requirements for ICD and iRecruitment plans

1. Define enrollment requirements for the plan.

    - Query the plan you defined in step 6 above.
    - Select an enrollment method of Explicit.
    - Check the Allows Unrestricted Enrollment check box.
    - Select Current, Can Keep or Choose; New, Can Choose as the Enrollment code.

    **For ICD Plans**

    - If you define coverages, select a Coverage Start Date code of Enterable if you want to let the manager enter the coverage start date. The application distributes the award to Payroll following the date. If you do not want the manager to enter the start date, select any other coverage state date code.
    - Select a Coverage Start Date code of Event to set the start date to the system date when the manager enters the self service web page. Use this code for non-recurring awards. The application distributes the award to Payroll in the following payroll period.
    - Required: select a Coverage End Date code that corresponds to your Coverage Start Date code.
    - Activity Rate Start and End Date codes function similarly to coverage codes. Choose Enterable for recurring allowances; for non-recurring allowances, choose Event.

    **For iRecruitment Plans**

    You must define enrollment requirements by specifying coverage and rates start

and end codes.

**General Tab**

1. With the General tab and the Plan tab selected, select the Coverage tabbed region.

2. Enter the enrollment coverage start and end dates to specify when the coverage begins and ends for participants in the plan. For example, select Event as the start date and 1 Day Before Event as the end date code.

3. Select the Rates tabbed region.

4. Enter the rates start and end date codes to specify when the activity rates start and end for participants in this plan. For example, select Event as the start date and 1 Day Before Event as the end date code.

When you set up compensation plans for iRecruitment offers, you must associate the plans with the iRecruitment life event. When a hiring manager completes the basic details of an offer and clicks Continue on the Basic Details page, the application detects that the iRecruitment life event has occurred for the applicant assignment and runs the Participation process. The Participation process evaluates the eligibility for the applicant and displays the appropriate benefit plans in the Compensation page.

**Timing Tab**

Define the following iRecruitment Life Event in the Life Event region of the Timing tab to allow users to make or change elections.

- Select Enrollment Type as the life event.

- Select iRecruitment Life Event as the life event.

- Select a Coverage Start Date code of Event and select the corresponding code 1 Day Before Event as the end date code.

- Select Event as the Rate Start Date and select the corresponding code 1 Day Before Event as the end date code.

- Select As of Event Date as the Enrollment Period Start date code and select a Enrollment Period end date that corresponds to the Period start date such as Thirty Days After Event Date or Sixty Days After Event.

For information on compatible start and end codes, see the white paper, *Oracle Applications HRMS Compatible Start & End Date Codes, Metalink* Note ID: 247317.1

See: Defining Enrollment Requirements for Not in Program Plans, page 5-106

2. Optional for an ICD plan: for Advanced Benefits users, link one or more

certifications to the plan if you request or require certification from the participant before you make the distribution.

Oracle HRMS supplies the certification types available with the application.

> **Note:** If you require a certification, the application suspends the payroll distribution of the award until the participant returns the certification. A message displays to the issuing manager indicating that the distribution is suspended.

See: Defining Certifications for Enrollment in a Plan, page 5-119

See: Defining an Action Item Due Date (Advanced Benefits), page 5-83

3. Optional for ICD: for Advanced Benefits, you can define communication types that the application generates to inform the participant of a suspended distribution.

   You set up a system extract to write the applicable information from the communication type to a text file. You can then merge the data from the text file into the body of the participant communication.

   See: Defining Communication Types, page 5-180

### Set Up Activity Rates and Coverages for the Plan:

You set up activity rates to define:

- The amount of a distribution (for fixed rate distributions) or to indicate that the manager enters the distribution amount when the award is assigned in the self-service web page.

  > **Note:** You can set up multiple activity rates for an ICD plan; however, you can choose only one rate to display on enrollment to the self-service user.

- The amount ranges that hiring managers can assign when they create or update offers for applicants in iRecruitment

#### To set up activity rates for a plan

1. Optional: set up an activity rate for an ICD/iRecruitment plan or option in the following cases:

   - You do not use coverages.
   - You offer a monetary award and you want to distribute the amount of the award to payroll.

- You create element entries for the award.
- You award a non monetary gift (defined as a coverage) and you need to keep records of the taxable benefit.
- You want to control the maximum amount that can be distributed for a recurring element.

  **Note:** In order to control the maximum distribution amount, you must configure Oracle Payroll using FastFormula.

Follow these guidelines when setting up the activity rate:

- Set the activity rate status to active.
- Indicate if the activity rate applies to a plan or to an option in a plan.
- Select any Activity Type code.
- Select a Usage code of Standard Contribution/Distribution.
- Select a Unit of Measure if the award is non monetary.

  **Note:** If the Unit of Measure is monetary, do not select any unit of measure.

- For ICD only: Select a rate certification type if you want to suspend the rate until the appropriate certification is received and approved.

Define the calculation method for the activity rate.

- If the award is a flat amount, enter the value of the award.
- If the award is not a flat amount, check the Enter Value at Enrollment check box. For recurring awards, the value the manager enters at enrollment is per the activity reference period defined for the plan.
- Check the Assign on Enrollment and Display on Enrollment check boxes.

See: Defining Activity Rates for a Standard Contribution/Distribution, page 5-146

**Note:** Steps 2 - 3 do not apply to iRecruitment plans.

2. Optional for ICD: define a variable rate profile if the activity rate varies according to one or more factors, such as the assignment of the person to whom the manager distributes the award.

You can also use variable rate profiles to define minimum and maximum distributions, increments, and default rates.

See: Defining General Information for a Variable Rate Profile, page 5-156

3. Optional for ICD: create a taxable benefit rate for use with non monetary coverages.

   You set up a taxable benefit rate for non monetary coverages like you define a standard activity rate, with the following exceptions:

   - Leave the Unit of Measure field blank.
   - Select a Calculation Method of Multiple of Coverage.
   - Uncheck the Enter Value at Enrollment field.
   - Define a multiplier where the number represents the value of one non monetary award.
   - Select a Coverage Operator of Multiply by.
   - Select a Rounding Code of Round to Nearest Hundredth.
   - Uncheck the Display on Enrollment check box.

     **Note:** You may have to define your coverage first before saving this rate.

4. Optional for ICD and iRecruitment: create a Maximum Distribution Rate to accompany the standard rate.

   You set up a Maximum Distribution Rate like you define a standard activity rate, with the following exceptions:

   - Select an Activity Type of Total Distribution Limit.
   - Leave the Unit of Measure field blank.
   - Leave the Recurring field blank.

5. Optional for ICD: define coverages for the plan if:

   - The award is non monetary and you do not want element entries created for the non monetary award.
   - The award is a non monetary gift (which is defined as a coverage) and you need to keep records of the taxable benefit.

- You do not define standard activity rates.

See: Defining a Coverage Calculation, page 5-161

Follow these guidelines when you set up a coverage definition:

- Enter a name for the coverage.
- Select a coverage type.
- Select a Unit of Measure if the Type is not Coverage.
- On the Calculation Method Tab, select a Calculation Method of Flat Amount.

  **Note:** If you want the user to enter the value during the enrollment check the Enter Value at Enrollment check box. Otherwise, enter the amount.

- For recurring distributions, the coverage amount is per the activity reference period defined in the plan.

  **Note:** You should set up no more than one coverage per compensation plan or option.

### Configure Web Pages:

To configure ICD web pages, use the Application Dictionary to configure the field labels, hints, tips, and messages that display in an ICD web page. You can also configure menu names, function names, and certain workflow attributes, see: Individual Compensation Distributions (ICD), page 3-110

To configure iRecruitment offers pages, including the Compensation page, see: Setting Up Offers, *Oracle iRecruitment Implementation and User Guide*

### Enter People for Test Purposes:

You can enter sample people into the Oracle HRMS database to test your Individual Compensation Distribution plan.

#### Define a Manager

Using the People window, define a manager with a date of birth, social security number, and address.

1. Enter an Assignment for the manager.
2. Check the Manager check box located in the Miscellaneous tabbed region.

3. Select the manager's GRE in the GRE tabbed region.

#### Define an Employee

Using the People window, define an employee with a date of birth, social security number, and address.

> **Note:** If you use eligibility profiles, make sure the test employee meets your eligibility requirements.

1. Enter an Assignment for the employee.
2. Select the test manager you created as the employee's supervisor on the Supervisor tabbed region.
3. Select the employee's GRE in the GRE tabbed region.

#### Create a User Name and Password for the Test Manager

As a system administrator, open the User Types window to define a user name and password for the manager you created.

1. Link the Manager Self Service responsibility to the user name.
2. Save your work and close the window.

#### Assign an Individual Compensation Distribution to the Employee

1. Using the manager's user name and password, log on to Oracle Self Service HR.
2. Choose the Individual Compensation menu item.
3. Find the Employee you created.
4. Assign the individual an award.

### Set Up Employee Self-Service Access to ICD:

You can configure ICD for employee self-service access. Use this feature if your enterprise administers charitable contribution plans, savings bond plans, or service recognition plans where you allow the employee to select from one or more awards.

> **Note:** You set up employee self-service plans as you would other plans, using the professional user interface. However, you should include employee self-service plans in their own plan type, so that participants cannot view plans only available to managers.

**To set up employee self-service access to ICD**

1. Log in to Oracle HRMS using a System Administrator responsibility and open the Form Functions window.
2. Choose the Description tab.
3. Enter a new function name--without spaces--in the Function field.
4. Enter a User Function Name for this function.
5. Select SSWA JSP Function as the function Type.
6. Optional: enter a Description of the function.
7. Choose the Form tab.
8. Enter the following parameter, substituting the function name you entered in Step 3 and your plan type IDs where indicated:
   - pProcessName=HR_INDIVIDUAL_COMP_PRC&pItemType=HRSSA&pCalledFrom=<your new function code>&PLANTYPE=<your plan type IDs separated by commas>
9. Choose the Web HTML tab.
10. Enter the following string in the HTML Call field:
    - OA.jsp?akRegionCode=HR_CREATE_PROCESS_TOP_SS&akRegionApplicationId=800
11. Save your work.
12. Close the Form Functions window and open the Menus window.
13. Add the function you just created to the Employee Self-Service Menu.
14. Save your work.

See: Defining Communication Types, page 5-180

See: Defining When a Communication is Used, page 5-181

# Compensation History

## Compensation History

Compensation History refers to groups of historical data. You can view groups such as Salary History, Bonus History, Stock Option History, Other Compensation History, Ranking History, Performance Rating History, and Job History. The compensation category you define for standard rates in Individual Compensation History and Compensation Workbench determine the history group to which the elements belong.

HR Professionals and Managers use Compensation History to view employee information from a single page in Compensation Workbench (CWB) and Individual Compensation Distribution (ICD).

Employees use Compensation History to view their information from a single page in ICD.

Based on the responsibility used to log in to Self-Service Human Resources, certain sub-tabs are visible to HR Professionals and Managers, and not to Employees.

HR Professionals and Managers can view information about all compensation awarded and transactions made to an employees record - historical, current and pending from all assignments. You can view information such as salary changes, bonuses, basic or extended stock options, monetary compensation grouped by year, ranking assigned to the employees based on number of employees ranked and rank quartile, jobs, and details of other non-monetary compensations given to an employee. You can also view performance information, such as rating types and actual ratings, for the employees in their security group. In addition, managers can also view in-progress transactions.

Employees can view information such as salary changes, bonuses, basic or extended stock options, monetary compensation for a single year period, their job details such as name, date of the job change, position, grade, people group, and reason for the job change, and details of other non-monetary compensations received.

See: Compensation History Views, page 3-124

You can configure any of the history groups to show or hide them.

> **Note:** You can personalize the views at the Function, Localization, Site, Organization, and Responsibility level. The Responsibility level personalization enables you to configure manager and employee views to display different sub-tabs and columns.

See: Personalizing Sub-tabs for Compensation History, page 3-132

See: Seeded Hidden Columns, page 3-128

### Compensation History Setup

During implementation, Compensation Administrators use the Oracle HRMS professional user interface to define an additional standard rate so that Compensation History is available for ICD.

In addition, they set up a Plan Type, a Plan, and a Standard Rate with activity type of Additional History Element. They associate the element and input value to the Additional History Element standard rate to ensure that Compensation History displays details of those elements entered from the Element Entries window.

Compensation Administrators set up the following to view Compensation History from ICD:

- Standard Rate with activity type Additional History Element, and status Inactive

Compensation Administrators also set up the following to ensure that details of elements entered from the Elements window display in Compensation History:

- Plan Type
- Plan with a status Inactive – used only to display history of element entries created outside ICD or CWB.
- Standard Rate with activity type of Additional History Element.

See: Setting Up Compensation History, page 3-130

Also See: Compensation History Menu and Function Names, page 3-128

### Security Features

Security features in Oracle HRMS ensure that managers view ranking assigned only by those managers within their security profile. In addition, while managers can view ranking, and in-progress transactions, employees do not have access to view this information.

## Compensation History Views

When you use the HR Professional or Manager responsibility to log into CWB or ICD, you can view the compensation and ranking information for employees on a single page.

If an employee has only one open assignment, you can view details for that assignment. However, if the employee has multiple open assignments, select the assignment from the list to view history details for the selected assignment. If you do not select an assignment, the system displays the details of the primary assignment.

The views that you see may differ because the system displays some information (but not all) by default. You can personalize other information to display.

See: Seeded Hidden Columns, page 3-128

You can view compensation history for employees based on:

- **Salary:** In this sub-tab, you can view details of all compensations that belong to either the Salary Proposal in the Salary page or the CWB Worksheet Amount Standard Rate. The system displays each change in salary in a single row. If there is a change in the components of the salary, you can view the sum total of each component. The amounts are based on the employee's pay basis.

The following table describes some important details you can view as part of the Salary sub-tab:

| Label | Displayed Detail for Status - In Progress | Displayed Detail for Status - Process/Approved |
|---|---|---|
| Date | In Progress | Effective date of salary change |
| Change Amount | Change Amount (in pay basis) | Change Amount (in pay basis) |
| Change Percent | | Change amount as a % of starting salary |
| New Salary | | Starting salary plus change amount |
| Frequency | Pay Basis | Pay Basis |
| Currency | Plan currency | Element input value currency code |

- **Bonus Sub-tab:** In this sub-tab, you can view compensation details for plans with a plan type Compensation Category of Comp - Bonus. The system displays each bonus in a single row. If you itemize a bonus, you can view all components of the bonus.

The following table describes some important details in the Bonus sub-tab:

| Label | Displayed Detail for Status - In Progress | Displayed Detail for Status - Processed |
|---|---|---|
| Date | In Progress | Non-recurring - effective end date of element<br><br>Recurring - effective start date of element - effective end date, or Ongoing |

| Label | Displayed Detail for Status - In Progress | Displayed Detail for Status - Processed |
|---|---|---|
| Description | Element reporting name or element name | Element reporting name or element name |
| Frequency | Activity Reference Period of plan | Per Pay Period |
| Currency | Element input value currency code | Element input value currency code |

- **Stock Option Sub-tab:** This sub-tab displays compensation details for plans with a plan type Compensation Category of Comp - Stock. Based on how you configure the application, a manager can view either the Basic Stock Option History or the Extended Stock Option History.

  **Note:** When you configure the application to show Extended Stock Option History, the data that is displayed is from an outside party, it is not tied to a Comp - Stock category plan.

  In the Basic Stock Option view, you can view details such as the date, description, number of shares, grant price enrollment rate amount , grant value, and currency.

  In the Extended Stock Option view, you can view details such as grant name, number, type, shares, and price; value at grant; current outstanding shares; market value; gain; vested market value; exercisable shares, market value, gain; exercised gain; cancelled shares; reason code; and class. You can also view details based on the estimated market price per stock that you enter.

- **Compensation by Year Sub-tab:** This sub-tab displays details - organized by the year - about salary changes, bonuses, stock options, and other monetary forms of compensation.

  **Note:** This sub-tab does not include details of in progress transactions, recurring entries or non-monetary forms of compensation.

- **Ranking Sub-tab:** This sub-tab displays only when you log in using the manager responsibility. It displays ranking details by managers within your security group. Rankings are correlated with salary, bonus, and stock option plans, and CWB plans that belong to the category Comp - Other.

- **Performance Sub-tab:** This sub-tab displays only when you log in using the manager responsibility. It displays the rating type, the rating, and the date of the

rating for the selected employee. Performance ratings may be related to salary, bonus or stock option plans, and plans that belong to the category Comp – Other.

- **Job Change Sub-tab:** This sub-tab displays details of job changes for the selected employee. You can view the date of the change, the job, the grade, the people group, and the change reason.

- **Other Sub-tab:** In this sub-tab, you can view all monetary and non-monetary awards that do not belong to the Salary, Bonus, and Stock Options sub-tabs. This sub-tab displays compensation details for plans with a plan type Compensation Category of either of the following - Comp - Allowance; Comp - Gift/Service Award; Comp - Other; or Comp - Company Car.

The following table describes important details you can view in the Others sub-tab:

| Label | Displayed Detail |
|---|---|
| Date | Non-recurring - effective end date of element<br>Recurring - effective start date of element - effective end date, or Ongoing |
| Description | Element name |
| Amount | Distribution amount |
| Frequency | Non-recurring - Once<br>Recurring - Plan's activity reference period |
| Units | Monetary - Element input value currency code<br>Non-monetary - Non-monetary UOM of associated rate |

When you use the employee responsibility to log into ICD, you can view all the details that you can view when you log in using the manager responsibility with the following exceptions:

- Ranking sub-tab
- Performance sub-tab
- In-progress transactions

# Compensation History Menu and Function Names

Compensation History enables managers to view compensation and ranking information of employees in their security group from Compensation Workbench and Individual Compensation Distribution.

Compensation History also enables employees to view their compensation information from Individual Compensation Distribution.

See: Compensation History, page 3-123

## Menu and Function Names

This module can be accessed from the following menus and functions:

| User Menu Name | Function Name |
|---|---|
| Manager Self-Service | Individual Compensation Distribution |
| Manager Self-Service | Compensation Workbench |
| Employee Self-Service | Individual Compensation Distribution |

## Configurable Tips and Instructions

| Region | Column Name | Message Name |
|---|---|---|
| HistoryContent | Instructions | BEN_93424_COMP_HISTORY_INSTR |
| BenHistoryCompByYearRN | TipComp | BEN_93436_HSTRY_COMP_BY_YR_TIP |
| BenHistoryExtendedStockRN | Tip | BEN_93430_HSTRY_EXT_STK_TIP |

## Seeded Hidden Columns

| Column Name | Displayed Detail |
|---|---|
| **Salary Sub-tab** | |
| Annualized Starting Salary | Starting Salary (in annual basis) |
| Annualized Change Amount | Change Amount (in annual basis) |
| Annualized New Salary | New Salary (in annual basis) |
| **Bonus Sub-tab:** | |
| Plan Name | Name of Plan corresponding to Bonus |
| **Basic Stock Option Sub-tab:** | |
| Plan Name | Name of Plan corresponding to Stock Option |
| **Extended Stock Option Sub-tab:** | |
| Grant Date | Date of grant |
| Current Option Price | Current price of the option |
| Vested Shares | Total number of vested shares |
| Unvested Shares | Total number of shares not vested |
| Unvested Market Value | Value of the unvested shares multiplied by the market price |
| Unvested Gain | Unvested shares multiplied by the Grant Price minus the unvested market value |
| Trading Symbol | Trading Symbol used by the organization |
| Expiration Date | Date of expiry of the unvested shares |

See: The Personalization Framework, *Oracle HRMS Deploy Self-Service Capability Guide*

## Setting Up Compensation History

As a Compensation Administrator, you need to configure some additional details so that processed ICD transactions are visible in Compensation History.

You need to create an additional Standard Rate for the ICD Plan whose history you want displayed. This ensures that all occurrences of these element entries are visible in the history.

In addition, you need to set up a Plan Type, a Plan, and an additional Standard Rate to ensure that entries created from the Element Entries window, are visible in the Compensation History.

See the following topics for more information on how to set up Compensation History:

1. Setting Up Compensation History for ICD Plans, page 3-130
2. Setting Up Compensation History for Entries Created from Element Entries, page 3-130

## Setting Up Compensation History for ICD Plans

As the Compensation Administrator, you set up Compensation History for ICD Plans. To ensure that processed ICD transactions are visible in compensation history, you need to configure an additional standard rate for the ICD plan whose history you want to display. This ensures that all occurrences of these element entries are visible in history.

### To set up an additional standard rate:

1. Select Inactive as the Status.
2. Select Additional History Element as the Activity Type.
3. If you selected an Element for the ICD rate, select the same Element here.
4. If you selected an Input Value for the ICD rate, select the same Input Value here.
5. Choose the Calculation Method tab, and select No Standard Value Used as the Calculation Method.

See: Defining Activity Rates for a Standard Contribution/Distribution, page 5-146

## Setting Up Compensation History for Entries Created from Element Entries

As the Compensation Administrator, you can set up Compensation History to display information for entries created from the Element Entries window. For example, you can

view information about commissions and automobile allocations in the Others sub-tab. To do this, you must set up a Plan Type, a Plan, and an additional Standard Rate.

> **Note:** The system uses the following Plan Type and Plan to process the entries.

To configure this, use the following guidelines:

### To create a Plan Type:

1. Enter a Name for the Plan Type. For example, History Bonus, History Stock, or History Others.
2. Select Compensation Workbench or Individual Compensation Distribution as the Option Type.

   > **Note:** You require to select either of these to ensure that the system processes these entries.

3. Select the most appropriate Compensation Category. This determines the sub-tab on which the compensation history will appear.

See: Defining a Benefits Plan, page 1-102

### To create a Plan:

1. Enter a Name for the Plan. For example, History Bonus, History Stock, or History Other.
2. Select Inactive as the Status.
3. Select the Plan Type you defined earlier.

See: Defining a Benefits Plan, page 1-102

> **Note:** Ensure that you also set up Plan Enrollment Requirements and a Standard Rate before you proceed further.

See: Defining Plan Enrollment Requirements, page 3-115

See: Defining Activity Rates for a Standard Contribution/Distribution, page 5-146

### To create an Additional Standard Rate:

1. Enter a Name for the Rate. For example, History Bonus, History Stock, or History Other.

2. Select Plan as the Level.

3. Select the Plan you defined earlier as the Compensation Object.

4. Select Additional History Elements as the Activity Type.

5. Select the Element you want displayed on the history page.

6. Select the Input Value you want displayed on the history page.

> **Note:** You can add multiple rates under the same plan if you have multiple element types.

See: Defining Activity Rates for a Standard Contribution/Distribution, page 5-146

## Personalizing Sub-tabs for Compensation History

You can personalize Compensation History to configure multiple and different views for managers and employees. You can hide or rename sub-tabs, and the columns within these sub-tabs. You can also use Personalization to restrict visibility of data on the Stock, Bonus and Other tab. For instance, you can restrict managers from viewing employee savings plan contributions, retirement plans, or the charitable contributions, and restrict employees from viewing certain awards. You can configure the plans that are available to display to a user to do this.

### To hide or rename sub-tabs in Compensation History:

1. Navigate to the Compensation History page.

2. Click Personalize Region in the top right corner of the page.

3. Select the Personalization Level and click Next.

4. In the Create/Update Personalization page, select the Name of the personalization level and click Next.

5. In the Create View page, expand the BEN_COMP_HISTORY_PAGE or the Worksheet History Page list.

6. Click the arrow next to the BenHistorySubTabs link to show the list.

7. Select the sub-tab you want to hide or rename, and click the arrow to show the link.

8. In the General Properties region, enter a name in New Label to rename the sub-tab. Alternatively, to hide the sub-tab, delete the contents in New Label.

9. Click Apply to apply the personalization.

### To restore a hidden sub-tab in Compensation History:

1. Follow steps 1 – 6.
2. Click the arrow next to the sub-tab you want to restore.
3. Click Delete in the Create View page.

> **Note:** If the personalization page contains a hidden sub-tab, the sub-tab's text link on the tree displays the technical name of the subgroup. For instance, if you hid the Bonus sub-tab, the link will appear as BenHistoryBonusRN.

### To restrict access to plans for employees or managers:

1. Follow steps 1 – 6.
2. Click the arrow next to the sub-tab you want to display.
3. Click BenHistorySubtabNameDetailsTblRN
4. In the Search Query to Filter Data in Table region, specify the conditions required for the tab to display the data. If you do not define any conditions, then all information on the sub-tab will be visible to both managers and employees.

# Total Compensation Statement

## Total Compensation Statement Overview

You can create Total Compensation Statements to communicate compensations, rewards, and benefits to your employees and contingent workers. They can use this statement to view their total compensation for a specified period, often one year, through an easy-to-use self-service interface.

This topic provides an overview of what you can do using Total Compensation Statement.

Since compensation and benefits packages differ from enterprise to enterprise, you can configure statements based on your enterprise requirements. You can display employer and employee costs or contributions for different types of compensation including earnings, bonuses, taxes, stock options, benefits, savings and retirement, perquisites, time-off, and so on. You can display information from various sources, including Oracle Payroll, third party payrolls, element entries, and rules (formulas).

See: Key Decision Areas in Total Compensation Statement, page 3-135

You can design different statements for different groups of employees and generate statements as often as you require. You can create variations of statements by duplicating and modifying a statement setup. Your statements evolve as your compensation packages evolve. You can add new items or categories to existing statement setups so that the next time you generate statements, the new compensation offerings display.

See: Setting Up Total Compensation Statement, page 3-138

See: Processing and Reporting for Total Compensation Statements, page 3-143

As a compensation administrator, or an HR professional, you can view employee statements before you make the statements available to employees. By previewing statements, you can ensure that the information effectively communicates the compensation, rewards and benefits you provide.

Presentation is key, and Total Compensation Statement enables you to add graphs and links to additional information. Using a rich text editor, you can compose a welcome message that greets employees when they view their statements. Employees can print a PDF of the statement and view it at their convenience.

**Prerequisites**

There are certain prerequisites to using Total Compensation Statement:

- You should have implemented Salary Administration - this is essential to ensure that your employees' rate of pay displays on the Total Compensation Overview Page.

- If you map compensation items to element entries, then you must assign each employee to a payroll.
- The payroll to which you assign employees must have valid pay periods if your total compensation statement includes element entries.

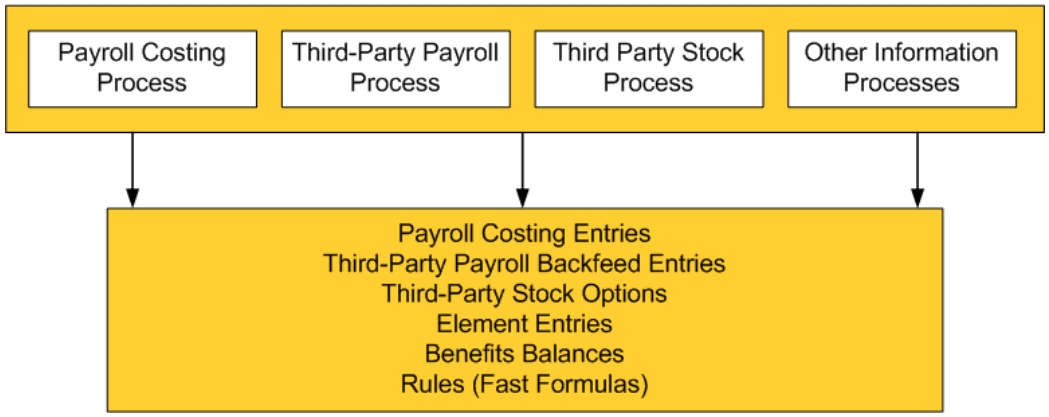
## Key Decision Areas in Total Compensation Statement

Before you set up Total Compensation Statement for your enterprise, you need to make some key decisions to establish an outline of the statement you want to present to your employees. This topic gives you an insight into the key decision areas. This topic also explains the key concepts you will use to set up Total Compensation Statement for your enterprise.

**Key Concepts in Total Compensation Statement**

**Statement Period** - The period of time for which Total Compensation Statements display compensation. Statements display compensation distributed from the period start day through the period end day.

**Compensation Source** - The source from which Total Compensation Statement obtains a particular compensation detail, such as element entries or benefits balances. The following diagram illustrates the sources available:




You create compensation items that map to these compensation sources.

For more information on Third Party Payroll Backfeed, see:

Oracle Generic Third Party Payroll Backfeed, *Oracle HRMS Implementation Guide*

For information on Rules for Total Compensation Statement, see: Oracle FastFormula Reference Guide for Standard and Advanced Benefits Metalink Note ID 218059.1

**Compensation Item** - A mapping to a one-time or recurring instance of a compensation source, such as a specific element input value, benefit balance, or rule (FastFormula).

**Compensation Category** - A group of compensation items. You can define subcategories within a compensation category, for example, a cash compensation

category with subcategories bonus and salary.

**Key Decision Areas in Total Compensation Statement**

- How do you intend to organize the statement? Decide on the structure of the statement and the items you want to display to different groups of employees. You can also decide on the statement period, display graphs, and add links to supplemental information you want to provide. In addition to web-based statements, the application creates pdf statements using XML Publisher.

  You can customize the predefined XML Publisher template to suit your business requirements. You use XML Publisher to duplicate the template and download the new template. You use a rich text editor to customize the new template. After you make your changes, you use XML Publisher to upload your template to make it available for use in Total Compensation Statement.

  You can search for and locate the default BENTCSRPT.rtf template in XML Publisher. To do this, search for the template with the template code BENTCSRPT. When you duplicate the default template, you must give the new template a template code that begins with BENTCSRPT, for example, BENTCSRPT2. Download the new template and customize it as required.

  > **Note:** You can alter only the header and footer information, the order in which you display the fields are displayed, and make changes to the font color, font size, and background. After uploading the customized template, you must assign an end date to the default template, as only one template can be active at any given time.

  For information on customizing the template, see: Viewing and Updating a Template in the Oracle XML Publisher User's Guide.

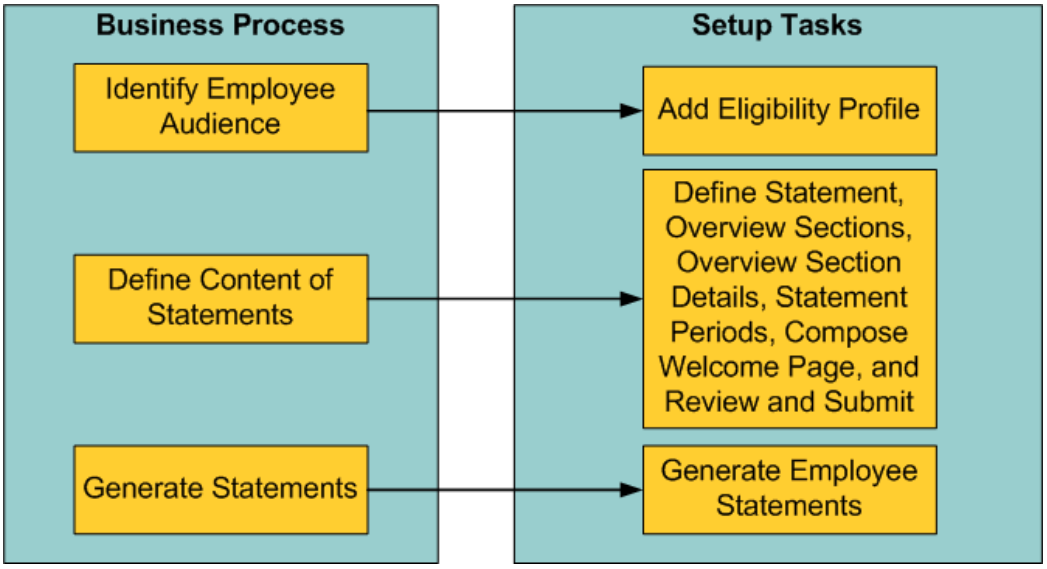
- What specific information do you want to display on the statement? Decide on the compensation items to include within the statement. You need not recreate compensation items for each different statement you set up. You can reuse the compensation items you create across different statements.

- How do you want to group compensation items into categories and subcategories? Decide on the main categories and subcategories to display on the statement. You need not recreate compensation categories and subcategories for each different statement you set up. You can reuse the compensation categories and subcategories you create in more than one statement.

- What do you want to display on the Overview page that you present to your employees? Decide on the information you want to display to employees - for example, monetary, non-monetary, and time-off information. You can also decide on the welcome message that displays on the first page of employee statements.

The following diagram depicts the three main steps in the business process and how they map onto the specific setup steps, which are outlined in a separate topic.

See: Setting Up Total Compensation Statements, page 3-138




## Total Compensation Statement (SSHR Components)

This topic provides you details of items you must configure for Total compensation Statement and items you can personalize for display in Oracle Self-Service HR. For a full functional description of Total Compensation Statement, see Total Compensation Statement Overview, page 3-134

**Menu and Function Names**

You can access Total Compensation Statement from the following menus and functions:

| User Menu Name | Function Name |
|---|---|
| Employee Self Service | Total Compensation Statement Welcome Page |
| HR Professional | Total Compensation Statement Employee Search Page |
| Administrator | TCS Launchpad page |

See: Defining Menus for SSHR, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

**Configurable Profile Options**

Total Compensation Statement uses the following configurable profile options:

| Profile | Configurable Levels | Values |
|---|---|---|
| Ben: TCS Maximum Number of Statement Periods | All Levels | Positive Integer |

## Setting Up Total Compensation Statement

To set up Total Compensation Statements, you need to follow the steps outlined in this topic. The steps depict a typical setup. However, you can modify the examples based on your business needs. All steps are mandatory, except the defining eligibility profiles and composing the welcome page steps. You must complete all the mandatory steps before you generate statements for employees to view.

Before you set up Total Compensation Statements, you should have:

- Decided upon the information you plan to include in the statements for example, salary, bonuses, medical benefits, dental benefits, stock options and so on.
- Identified the source of data for the information. For example, a Payroll Costing entry associated with a particular element-input value, an element-input value, a Compensation Item Rule formula that you create, a benefits balance, a third party payroll entry associated with a particular element-input value and so on.
- Decided how to group the information. These groups of information are the compensation categories. Ensure you group similar items into categories - for example, monetary and non-monetary.
- Decided if you want to further group information into sub-groups. These are the sub-categories. Employees can view details of these sub-categories on the statement.

**To set up Total Compensation Statements:**

1. Define the statement name to identify the statement for future use. For example, Benefits for Salaried Workers. This name does not appear on the statement that employees view. You must define a statement before you can perform any of the other steps.
2. Define the Overview Sections, such as Cash Compensation, Benefits, and Savings and Retirements. This task governs the sections that display on the Overview page that employees view. Choose from Monetary, Non-Monetary, and Time-Off as the compensation types for these sections. You can create as many sections as you require for your statement. You must complete this step before you can add details for the Overview sections.

**Note:** Employee statements display table totals and charts only for monetary sections.

3. Define the details for the Overview sections. Add the compensation items and compensation categories you want to display here. For example, define Payroll Costing as a compensation item and cash compensation as a category with bonus and salary as subcategories. When you add compensation categories to the section, all subcategories for the category are also associated with the section. When you add compensation categories and compensation items to an Overview section, you must ensure that they are of the same compensation type. For example, you cannot add a monetary compensation category or compensation item to a Non-Monetary section.

   **Note:** You cannot add categories to time off sections.

   **Note:** You can create compensation items and compensation categories before defining any of the other steps. For example, you can create compensation items, compensation categories, and then create the statement setup. You can reuse compensation items and categories across different statements.

4. Define statement periods for which Total Compensation Statements display the compensation information. For example, 01-Jan-2005 to 31-Dec-2005. You can choose the date when statements for a statement period are available to your employees. You can also select the date the application uses to calculate the exchange currency rates.

   Enter the Available to Employees date to indicate the date when statements covering a period are available to your employees. If you do not specify this date, then the statements are not accessible to your employees.

   **Note:** A statement displays amounts in a single currency. This is the employee's preferred currency, their pay basis currency, or the business group currency. The application obtains exchange rates from the GL Daily Rates table. If you do not specify an exchange rate date, then the application uses the exchange rate in effect on the Interim Statement End Date or on the Statement Period End Date. The Interim Statement End Date is the end date of an interim statement that covers part of a statement period. You can enter an Interim Statement End Date to create interim statements in the Generate Employee Statements batch process.

5. Optionally, select the Eligibility Profile to limit the statement to a select group of employees. For example, select Full Time to limit your statement to salaried full time employees only. You can also create or update eligibility profiles.

   **Note:** If you maintain multiple versions of an eligibility profile, effective on different dates, then the Generate Employee Statements batch process uses the version that is in effect on the Interim Statement End Date or on the Statement Period End Date.

6. Optionally, compose a welcome page using the rich text editor. Employees see this page when they access their statements. You can insert substitution fields to personalize your welcome message.

7. Review and complete your statement set up.

8. **Updating Statements**

   The following table summarizes the changes you can make to a statement setup after generating it, and whether the changes are reflected in the statements that you have already generated.

   **Note:** You must rerun the Generate Employee Statements process before your changes display in the pdf statements.

| Task | Action | Impact on Already Generated Web-Statements |
|---|---|---|
| Define Statement | Update all details | Yes |

| Task | Action | Impact on Already Generated Web-Statements |
|---|---|---|
| Define Overview Sections | **Add:**<br>• New sections | **Add**<br>• N/A |
| | **Update:**<br>• Section names that appear on the employee statements<br>• Display of employee contributions<br>• Chart and chart measures that appear in the monetary sections<br>• The order in which sections display on the statement overview page | **Update**<br>• Yes<br>• Yes<br>• Yes<br>• Yes<br>• Yes |
| Define Overview Section Details | **Add:**<br>• Categories and compensation items | **Add**<br>• N/A |
| | **Update:**<br>• The order of section contents<br>• Display names<br>• Delete any categories and compensation items you added after generating the statement | **Update**<br>• Yes<br>• Yes<br>• Yes |

| Task | Action | Impact on Already Generated Web-Statements |
|---|---|---|
| Compensation Categories | **Add**<br>• Add sub-categories and compensation items<br>**Update**<br>• Category name<br>• Order of category contents<br>• Display names<br>• Chart types and measures<br>• Additional information link details | **Add**<br>• N/A<br>**Update**<br>• N/A<br>• Yes<br>• Yes<br>• Yes<br>• Yes |
| Compensation Items | **Update**<br>• Compensation Item Name<br>• Denote as estimated amount | **Update**<br>• N/A<br>• Yes |

| Task | Action | Impact on Already Generated Web-Statements |
|---|---|---|
| Define Statement Periods | **Add:** | **Add** |
| | • Add statement periods | • N/A |
| | **Update:** | **Update** |
| | • Display names | • Yes |
| | • The date when statements are available to employees | • Yes<br>• Yes |
| | • A statement period to make it unavailable to employees | • Yes |
| | • The exchange rate date | |
| Compose Welcome Page | • Always display the welcome page to employees | Yes |
| | • Enable employees to hide the welcome page | |
| | • Hide the welcome page | |
| | • Change the salutation and the welcome page text | |

## Processing and Reporting for Total Compensation Statements

Once you have set up Total Compensation Statements for your enterprise, you can run the following processes:

1. **Generate Employee Statements Process** Use this process to generate Total Compensation Statements using a statement setup and period you defined.

   See: Generating Employee Statements, page 3-144

2. **Purge Employee Statements Process** Use this process to purge Total Compensation Statements for the statement and period you select.

   See: Purging Employee Statements, page 3-145

3. **Reopen Welcome Page Process** Use this process to reset the welcome page. If you configured your setup to enable employees to hide the welcome page, then this process clears employees' selections to hide the welcome page.

   See: Reopening Welcome Pages, page 3-146

4. **Batch Process Run Reports** Use this report to view details of all batch processes you run.

   See: Running the Batch Process Run Reports, page 3-147

## Generating Employee Statements

Use the Generate Employee Statements process to create total compensation statements using a statement setup and period you defined. If statements for a period already exist, then the process purges and recreates them irrespective of whether the statement is an interim or complete statement.

**To generate an employee statement:**

1. Select a Statement Name on the Generate Employee Statements: Select Statement and Period page.

   **Note:** The list displays only those statements that are complete.

2. Select a Statement Period. This is the period for which you generate the statement.

3. Optionally, enter an Interim Statement End Date. Use this date to create a statement that covers a part of the statement period. For example, if your statement period is 01-Jan-2006 to 31-Dec-2006 and you enter an interim statement of 31 April 2006, then the generate employee statement process creates a statement that covers the period between 01-Jan-2006 and 31-April-2006. If you do not select an interim statement end date, then the application creates a statement for the statement period.

4. Click Continue

5. On the Generate Employee Statements: Select Parameters and Submit page, select the Run Mode:

   - Rollback - Database will not be updated
   - Commit - Database will be updated

By default, the process runs in the Rollback mode.

6. Select Yes or No from the Audit Log list. This parameter indicates if the application should create an audit report when running the process. By default, the process does not create an audit report.

7. Select Yes or No in the All Business Groups list. This parameter indicates if the process should generate total compensation statements using statement setups for all business groups that have the statement name and period you select. To use this feature, you must have defined statement setups with the same statement name and statement period dates for all of your business groups.

8. Select a specific person to run the process for an individual employee.

   **Note:** If you select Yes in the All Business Groups list, then you cannot run this process for an individual employee.

9. Click Submit to generate the employee statement.

## Purging Employee Statements

Use the Purge Employee Statements process to purge total compensation statements for the statement and period you select.

**To purge an employee statement:**

1. Select a statement name on the Purge Employee Statements: Select Statement and Period page.

2. Select a Statement Period. This is the period for which you purge the statement.

3. Click Continue

4. On the Purge Employee Statements: Select Parameters and Submit page, select the Run Mode:

   - Rollback - Database will not be updated
   - Commit - Database will be updated

   By default, the process runs in the Rollback mode.

5. Select Yes or No from the Audit Log list. This parameter indicates if the application should create an audit report when running the process. By default, the process does not create an audit report.

6. Select Yes or No in the All Business Groups list. This parameter indicates if the

process should purge total compensation statements that were generated from statement setups of all business groups that have the same statement name and period you select. To use this, you should have defined statement setups with the same statement name and statement period dates for all of your business groups.

7. Select a specific person to run the process for an individual employee.

   **Note:** If you select Yes in the All Business Groups list, then you cannot run this process for an individual employee.

8. Click Submit.

## Reopening Welcome Pages

Use the Reopen Welcome Page process to reset the Total Compensation Statement welcome page. If you configured your setup to enable employees to hide the welcome page, then this process clears employees' selections to hide the welcome page.

**To run the reopen welcome pages process:**

1. Select a statement name on the Reopen Welcome Page: Select Statement and Period page.

2. Select a Statement Period. This is the period for which you reopen the welcome page for the statement.

   **Note:** If multiple statements are available to employees, and if you generated statements using different statement setups, then the welcome message that displays is that of the statement with the most recent end date, start date, and available date.

3. Click Continue

4. On the Reopen Welcome Page: Select Parameters and Submit page, select the Run Mode.

   - Rollback - Database will not be updated
   - Commit - Database will be updated

   By default, the process runs in the Rollback mode.

5. Select Yes or No from the Audit Log list. This parameter indicates if the application should create an audit report when running the process. By default, the process does not create an audit report.

6. Select Yes or No in the All Business Groups list. This parameter indicates if the process should reopen the welcome page for total compensation statements that were generated from statement setups of all business groups that have the same statement name and period you select. To use this, you should have defined statement setups with the same statement name and statement period dates for all of your business groups.

7. Select a specific person to run the process for an individual employee.

   **Note:** If you select Yes in the All Business Groups list, then you cannot run this process for an individual employee.

8. Click Submit.

## Total Compensation Statements Batch Process Run Reports

Use this report to view details of the batch processes you run.

**To view the batch process run reports:**

1. On the Total Compensation Setup Wizard page, select Total Compensation Statement as the Business Area Selection to display the Launchpad page.

2. Click Batch Process Run Reports on the Launchpad page.

3. The Requests page displays. You can view details of your requests including the status and the mode in which you ran the process.

4. Click the Summary Report icon to view the summary report for the selected request, including:

   - The business groups for which you ran the process
   - The eligibility profile for which you ran the process
   - The setup evaluation for the process
   - The number of eligible persons for the process
   - The number of persons processed
   - The number of persons that processed with errors
   - The number of persons without reportable compensation

5. Click the Audit Report icon to view the Audit Report. You can view the request details and other details that include:

- Total Eligible Persons
- Total Persons with Statements Created
- Total Persons with Errors
- Total Persons without Reportable Compensation
- Total Assignments Evaluated
- Total Statements Created
- Total Assignments With Errors
- Total Assignments Held
- Total Assignments Without Reportable Compensation

  **Note:** If the application encounters errors while processing a person's assignment, then the application will not process the person's other assignments. The Total Assignments Held field displays the number of assignments the application did not process.

  In addition to total counts, this report also displays details of all eligible people processed and whether or not the process was successful for each of these persons.

6. Click the Error Report icon to view the error report for the process. The details you can view on the Error Report page are:
   - The request details
   - Total Persons With Errors
   - Total Assignments With Errors
7. Click the View Log icon to view the log for the process.

# Vehicle and Mileage Processing

## Vehicle Repository

In the vehicle repository, you can store details of company vehicles and private vehicles used for business purposes. This information is datetracked so that you can record changes to the vehicle - such as its status (active or inactive) - over time. Storing this data in a repository removes the need for repetitive and error-prone data entry.

Use Oracle SSHR to record vehicle repository information in the Vehicle Repository Page. The vehicle repository information includes:

- Registration number
- Make and model
- Registration date
- Engine capacity
- List price and value of optional accessories fitted initially and added later
- Fiscal rating
- Status, and reason for Inactive status
- Whether the vehicle can be allocated to multiple users
- **For Russian users only:**Vehicle Category, mileage/fuel limits, usage schedule, and lease details.
- **For Russian users only:**Extra information about vehicle insurance details

  **Note:** You can enter multiple insurance details for the same vehicle.

- **For Polish users only:** Vehicle-card identification number, engine number, inspection dates, and additional, user-defined technical information about the vehicle

You can import company vehicle information from a car fleet management system, storing a fleet identifier and date transferred on each vehicle record.

### Vehicle Allocation

Use Oracle SSHR to allocate vehicles to your employees so they can be used in

employee mileage claims (UK and Poland) or Benefit in Kind processing (Ireland). You can allocate two types of vehicles : company and private.

- You can allocate one primary company vehicle to each employee, and as many additional company vehicles as your business rules allow.
- You can allocate as many private vehicles as your business rules allow. You mark one vehicle as the default.

Business rules are held in the PQP_CONFIGURATION_VALUES table. See: Configuration Settings for Vehicle Repository and Mileage Claims, page 3-151

When you allocate a vehicle, you can override some of the configuration settings for your business group.

You can record a vehicle against a single assignment, or against all of an employee's assignments.

You can allocate vehicles from the Vehicle Repository page.

# Vehicle Repository Menu and Function Names

The Vehicle and Mileage Processing module enables managers to add vehicles to the repository in Oracle SSHR. You can add details of company and private cars, and allocate vehicles to employees.

UK users can use this module to enter their mileage claims in Oracle SSHR.

## Menu and Function Names

You can access this module from the following menus and functions:

| User Menu Name | Function Name |
|---|---|
| Vehicle Repository | Vehicle Repository |
| Vehicle Mileage Claims | Vehicle Mileage Claims |

## Workflow

The workflow details for this module are listed below:

**Workflow Process Display Name:**

Private Vehicle Allocation

**Configurable Workflow Attributes:**

Not applicable

**Workflow Process Display Name:**

Vehicle Mileage Expense

**Configurable Workflow Attributes:**

Not applicable

# Configuration Settings for Vehicle Repository and Mileage Claims

Global and localized configuration settings provide the appropriate defaults for your business groups. You can add this information using the Configuration Values Page. Select the Vehicle Mileage module and the Configuration Type Vehicle Mileage Generic Information to view, update or delete data for your business group.

## Global and Localization Settings

This table displays the localization settings available.

| Column | Segment | Meaning | Global | UK | Ireland |
|---|---|---|---|---|---|
| LEGISLATION_CODE | Legislation Code | - | -- | GB | IE |
| PCV_INFORMATION_CATEGORY | Vehicle and Mileage Settings | - | PQP_VEHICLE_MILEAGE | PQP_VEHICLE_MILEAGE | PQP_VEHICLE_MILEAGE |
| PCV_INFORMATION1 | Calculation Method | Proration or Exhaustive--determines how you apply mileage band limits across payroll periods. You can override this default when you allocate vehicles or enter claims. | -- | Exhaustive | Null |

| Column | Segment | Meaning | Global | UK | Ireland |
|---|---|---|---|---|---|
| PCV_INFORMATION2 | Maximum Company Vehicles Allowed | Limit on the number of company vehicles that can be allocated to an assignment | -- | 2 | Null |
| PCV_INFORMATION3 | Maximum Private Vehicles Allowed | Limit on the number of private vehicles that can be allocated to an assignment | -- | -- | Null |
| PCV_INFORMATION4 | Share Company Vehicle | Yes means that the vehicle can be shared by several employees. No means the vehicle cannot be shared. | Y | N | Y |
| PCV_INFORMATION5 | Share Private Vehicle | Yes means that the vehicle can be shared by several employees. No means the vehicle cannot be shared. | Y | Y | Y |

| Column | Segment | Meaning | Global | UK | Ireland |
|---|---|---|---|---|---|
| PCV_INFORMATION6 | Previous Tax Year Claim Valid Until | All claims for previous tax year must be submitted before the date entered. The year in the date is ignored. | -- | 5 July | Null |
| PCV_INFORMATION7 | Allow Both Company and Private Vehicles Claims | No means that you cannot allocate both company and private vehicles to an employee at the same time, nor submit mixed claims. | Y | N | N |
| PCV_INFORMATION8 | Search Criteria for Rates Table | The default (%) means that the Rates Table list of values displays all user defined tables. To restrict the list, use a naming convention for mileage rate tables. For example, include the word "car" in all names and enter %car% in this field. | % | % | % |

| Column | Segment | Meaning | Global | UK | Ireland |
|---|---|---|---|---|---|
| PCV_INFORMATION9 | Validate Private Vehicle Claims in Repository | Yes means that you can only enter claims against a vehicle already assigned to the employee in the repository. No means that you can enter a claim against a vehicle that is not in the repository. | Y | N | N |
| PCV_INFORMATION10 | Vehicle Claims Correction Period in Days | An input of 30 would mean that only those claims that have a claim date within the last 30 days could be corrected. | -- | -- | Null |
| PCV_INFORMATION11 | Use Sliding Rates | Yes means you use the sliding rates table for additional passengers. No means you use the rates table instead of the sliding rates table. | -- | PQP_VEHICLE_MILEAGE | -- |

| Column | Segment | Meaning | Global | UK | Ireland |
|---|---|---|---|---|---|
| PCV_INFORMATION12 | Combine Taxable and NonTaxable Claims | Yes means you combine taxable and non-taxable balances to calculate rates. No means you do not combine taxable and non-taxable balances to calculate rates. | -- | PQP_VEHICLE_MILEAGE | -- |

# 4

# Leave and Absence Management

## Leave and Absence Management Overview

Employees take paid or unpaid time off from work for a variety of purposes, such as illness or injury, vacation, labor or trade union representation and professional activities. Maintaining information on employee absences for reporting and analysis is an important aspect of human resource management. Oracle HRMS provides a convenient way to maintain information about the various absence types your enterprise recognizes.

### Managing Absence Information

In Oracle HRMS you can define as many absence types as you need to track employee time off, and you can group these types into categories and define absence reasons to provide further information for absence reporting.

You can associate each absence type with a recurring or nonrecurring absence element. Each element has an input value with either hours or days as its unit of measure.

You can also set up absence benefit plans so that the Participation process checks employee eligibility for the plans when it processes absence life events.

See: Absence Categories and Types, page 4-5

Using SSHR, employees can enter their own absence, and managers can enter or view absences for their employees. HR Managers can also enter absence records, or you can upload absence information from timecards using Batch Element Entry.

In the UK, there is government legislation regarding the payment of employees during periods of sickness, maternity, paternity and adoption leave (SSP, SMP, SPP and SAP). These requirements are handled by the Statutory Absence Payments feature of Oracle HRMS.

## Managing PTO Accruals

Many organizations permit employees to accrue hours or days of paid time off (PTO) as they work, to use for sick or vacation leave. In such enterprises, setting up and maintaining PTO plans is another part of absence management.

In Oracle HRMS you can set up any number of accrual plans, each with its own units of accrued time (hours or days) and its own rules. For example, you can set up rules for the frequency of accruals, maximum carryover to a new accrual year, accrual bands, eligibility rules for enrolling in a plan, and accrual start rules for new hires.

Oracle Human Resources users can use PTO accrual plans; this functionality does not require Oracle Payroll.

See: Accrual Plan Structure, page 4-23

## Reporting on Leave and Absence Management

Oracle HRMS and Oracle HRMSi supply several reports to track absences and analyze absence trends in your enterprise. For example, you can use the Absences Report to track the absence details for an employee or organization, for some or all absence types.

See: Leave and Absence Management -- Reports, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

## Key Concepts

To enable you to get the most out of the Absence Management and PTO Accruals functionality, you need to understand the following key concepts:

- Absence Categories and Types, page 4-5
- Absence Elements, page 4-7
- Absence Recording, page 4-54
- Accrual Plan Administration, page 4-56
- Accrual Plan Structure, page 4-23, including elements, formulas, and the net accrual calculation rules
- Accrual Balances Maintained by the Payroll Run, page 4-28
- Accrual Start Date for New Hires, page 4-39, and ineligibility period rules
- Accrual Bands, page 4-41, for determining accrual amounts and ceilings
- PTO Carry Over Process, page 4-42

# Leave and Absence Management

Flexibility is the keynote of Oracle's approach to absence management and PTO accrual plans. You set up the rules that define how you record absences, who is entitled to paid leave of each type, and how much time can be taken.

## Can I define which types of absence I want to track and the units of time in which they are recorded?

Yes, you can define as many types of absence as you require, and assign them to categories for ease of reporting. You can also define reasons for absence, to provide additional reporting information. For example, the category might be "family leave," the type might be "maternity," and the reason might be "birth." Each absence type can be recorded in days or hours.

## What about study leave and other absence types that are not available to all employees?

You can control which groups of staff are eligible to take absences of each type. Absences are recorded on element entries. By linking the element to organizations, jobs, grades, employment categories, or other assignment components, you control who can take each absence type.

## How do I record absences?

You can use Batch Element Entry (BEE) to make entries of absence elements, and other timecard data. You can record the number of days or hours absent, and any other information you have designed the element to hold (such as absence reasons). If you use Oracle Time & Labor, or another time entry application, you can send timecards to BEE using the API.

Alternatively, employees can enter their own absences through self-service, or their line managers can do this for them. These absence records can be submitted for approval before they are recorded in Oracle HRMS.

You can also use the Absence Detail window to enter proposed or actual absences, and to see the effect of the absence on any corresponding PTO accrual plan.

## How do absence types relate to PTO accrual plans?

Each accrual plan is associated with one absence element (and hence one absence type). Each entry of time off reduces the net accrual on the plan. You can also associate any number of other elements with a plan and determine how entries to these element affect the accrual calculation. This is useful for recording time bought or sold, or unused PTO brought into a new plan on enrollment.

## What rules govern PTO accrual plans in Oracle HRMS?

A few types of accrual plan are seeded with the system. However, accrual plan rules vary from enterprise to enterprise, and country to country. Oracle HRMS provides you with the flexibility to define your own plan rules. Here is just a selection of the rules you can set up:

- The length of the accrual term (often one year), and the start date, which may be fixed (such as 1 January) or vary by employee (such as the anniversary of the employee's hire date). Some plans have no start date, but always calculate accruals for the previous 12 months (or other length of time).
- The frequency of accrual, such as monthly, or once each pay period. In other plans, employees receive their full entitlement up front, at the beginning of the accrual term.
- The amount of accrual and any ceiling on the amount that can be held. These figures may be fixed or vary by length of service, grade, time worked, or other factors.
- What happens to unused PTO at the end of the accrual term.
- Rules for part time employees, and for employees with suspended assignments
- Rules for new hires, including when they can begin accruing PTO and when they can begin to use it.

## How do we track and analyze absences and net accrual entitlement?

When you enter an absence you can see, at the employee level, how much absent time of the same type has already been recorded for the employee. If the absence affects net entitlement in a PTO accrual plan, you can see current and projected entitlement figures for the plan. In another window, you can view a full absence history for an employee.

Across all employees, you can view absences of a certain type or category, within a specified time period. Using the Absences Report, you can track absences of one or more types for employees in each organization.

Employees can view their own absence history on the web using Self Service, and line managers can do the same for all the employees they manage.

# Absence Management Setup

## Absence Categories and Types

Oracle HRMS provides a convenient way to maintain information about the various absence types your enterprise recognizes. To facilitate reporting and analysis of employee absences, you can distinguish between *absence types* and *absence categories*. An absence category is a group of related absence types.

Some absence categories may be predefined for your legislation. The table below contains examples of absence categories and types, for illustration purposes only. You can extend the list of predefined categories and define your own absence types, as required.

**Example Absence Categories and Types:**

| Absence Category | Absence Type |
|---|---|
| Medical Leave | Illness or Injury |
| | Work-related Injury |
| | Work-related Illness |
| | Medical Appointment |
| Family Leave | Paid Maternity/Paternity |
| | Unpaid Maternity/Paternity |
| | Dependent Care |
| Personal Leave | Compassionate Leave |
| | Personal Business |
| Professional Leave | Certification Classes |
| | Meeting Attendance |

Also, to assist with absence reporting and analysis, you can provide *reasons*to select from when recording employees' time taken for an absence type. For example, if you

need information to analyze the particular family-related responsibilities that cause employees to miss work, you can define reasons for absence types as follows:

**Example Absence Category, Types and Reasons:**

| Absence Category | Absence Type | Absence Reasons |
|---|---|---|
| Family Leave | Paid Maternity/Paternity | Birth of a child |
| | | Adoption of a child |
| | Dependent Care | Child Care |
| | | Elder Care |
| | | Disabled Care |

## Setup of Absence Types

Setting up each absence type is essentially a two-step process. One step involves defining the type, that is, entering its name, and optionally selecting a category and reasons for it. The other step involves defining an element to associate with the type. This element serves two important purposes:

- It provides a way to *maintain a running total* of time taken for the absence type. The Absence Detail window shows the running total of absences with an end date before the effective date, and with an absence duration on record. Each absence can add to, or subtract from, the running total, depending on how you define the absence type.

- It provides a way to *restrict employee eligibility* for the absence type. The links you build for the element establish which employees are eligible to use the type.

  For example, if the absence type compassionate leave is available only to full time employees, you link its element to the assignment category Full Time.

To hold a single running total of time taken for two or more absence types, you associate all the types with the same absence element. For example, your absence category Personal Leave may include two absence types you need for certain reporting purposes, Compassionate Leave and Personal Business. However, you require just one running total to be kept of employees' time taken for both types of personal leave. In this case you simply associate both absence types with the same absence element.

> **Note:** If you want to use absence types without recording accrued totals or eligibility rules, you can define the type with no associated element.

# Absence Elements

You can associate each absence type with a recurring or nonrecurring absence element. Each element has an input value with either hours or days as its unit of measure.

## Using a Nonrecurring Element

Nonrecurring element entries are valid for one payroll period. When you enter an absence of a type associated with a nonrecurring element, the application creates an element entry for the period in which the absence start date falls. For example, if you enter an absence that starts on 4 May for someone on a monthly payroll, the entry is dated 01 May to 31 May.

The entry is only created when you enter the absence end date, and you must enter the absence duration at the same time. The duration can be defaulted if you set up an absence duration formula. The full value of the absence duration is recorded in the absence element entry, even if the end date falls outside of the payroll period.

## Using a Recurring Element

**Important:** This option is only available if you use Oracle Payroll and the Proration functionality is enabled in your localization.

**UK Users**: If you use the Statutory Absence Payments feature you must continue to use nonrecurring elements to record long term sick leave.

Use this approach if you want to begin processing absences before end dates are recorded. You do not enter absence duration on the recurring element entry. Instead, you use a payroll formula to calculate the absence duration to be processed in each payroll period. Use the absence duration formula to calculate the duration displayed on the Absence Detail window. This value is deducted from the current PTO accrual when you enter an end date for an absence type that is associated with a PTO accrual plan.

Recurring element entries start on the absence start date and end on the absence end date (if there is an end date). If the absence ends in the middle of a payroll period, the payroll run detects and processes the absence using the proration functionality.

## Absence Balance Information

When you define an absence type, you specify whether the application should maintain an increasing balance, a decreasing balance, or no balance of time off. The balance isa running total of the hours or days an employee has taken for the absence type, as recorded in the Duration field.

### Increasing Balances of Time Taken

As you would expect, an increasing balance for an absence type starts with no time entered, and increases as you enter employees' hours or days absent. For example, if the absence type Compassionate Leave has an increasing balance, the balance starts from zero for each employee and increases by the number of hours entered for each absence of this type.

Increasing balances are appropriate for most absence types. For absence types for which your enterprise sets a maximum time allowed, the system issues a message when an entry of time absent exceeds this maximum, or Oracle Alert can notify you when an employee reaches the maximum time or takes excess time.

See: *Oracle Alert User's Guide*

When defining an absence type for a PTO accrual plan, you give it an increasing balance that shows the employee's accrued time taken. When you record an absence using the Absence Detail window, you can see the amount of accrued time a plan participant has available for use as vacation or sick leave.

### Decreasing Balances of Time Remaining

If your enterprise sets a maximum time allowed for an absence type, you have the option of setting up a *decreasing balance* for this type, instead of an increasing balance. (If the absence type is used for a PTO accrual plan, it is simpler to use an increasing balance and an accrual formula that records an up-front accrual amount.)

For example, suppose your enterprise allows certain employees 32 hours leave per year for professional development. The Professional Leave absence type can have a decreasing balance, and an initial entry of 32 hours.

If you record an employee absence of 4 hours for this absence type, the decreasing balance shows 28 hours still available to be taken.

Decreasing absence balances require more maintenance than increasing balances. They need a prorated initial balance entry for all eligible new hires throughout the year, and require resetting each year for all eligible employees.

Notice that an absence type cannot have both a decreasing and an increasing balance; it has one or the other.

## Initializing an Absence Balance

You can initialize or adjust an absence balance using the Element Entries window, or the Element Entry API. You can also initialize a decreasing balance by entering a negative value using BEE. For example, if you enter -16 hours using BEE, a decreasing balance starts at 16 hours. However, be aware that using BEE creates an absence record that will show on employees' absence history.

## Referencing Absent Time in Payroll Runs

You can define an absence element as an Information element or an Earnings element.

### Using an Information Absence Element

If you define an Information absence element, you can use a recurring Earnings element to manage the calculation and payment of vacation and sick pay. When you define the absence element, you check the Database Item box for the input value that holds the absence balance. Entries to this input value then become database items that formulas for payroll calculations can access.

**US Users:** You will typically set up your absence elements in the Information classification for employees who do not submit timecards (Timecard Required = No on the Statutory Information tab of the Assignment window). If you are using the seeded Regular Salary or Regular Wages elements, the payroll run creates indirect results for the seeded Vacation Pay or Sick Pay elements when it finds absence entries in the Vacation or Sickness categories. These elements appear on the Statement of Earnings, but the Information elements do not. You do not need to set up any additional absence Earnings elements for these employees.

**Other localizations:** Typically, you define an Earnings element to have a skip rule that triggers processing when it finds an entry for the absence element. The element's payroll formula uses the database item for the entry value so that it automatically gets the sum of all the entries in the pay period. Then, using the salary database item to get the salary or hourly rate, it calculates the total absence pay for the period. You can also use the formula to reduce regular earnings for the period so employees do not get paid twice.

The advantage of this approach is that it simplifies the processing of absence payments into one calculation.

### Using an Earnings Absence Element

Select the Earnings classification for absence elements if you want to process absences individually in each payroll period. You can use these elements with Oracle Time and Labor. This approach creates a one-line entry on the statement of earnings for each absence type. Typically, you would create nonrecurring Sick and Vacation Pay earnings elements. You can also create different absence elements for each rate or multiple of pay if the element must appear on the statement of earnings as a different line item.

**US Users:** For employees who *do* submit timecards (making entries in BEE to the Time Entry Wages element), you can create your absence elements as Earnings. This also applies if you do not use the seeded Regular Salary and Regular Wages elements, and you want your absence payment to show on the Statement of Earnings. Use the Earnings window to initiate the element. Select the Category *Regular* and check the Reduce Regular box.

### Retrospective Entries and Adjustments

**Oracle Payroll users**: If you enter or update an absence retrospectively, or you delete an absence that started in the past, these changes are listed in the Retro Notification report the next time you run this report. This enables you to use RetroPay to correct any payroll processing.

## Setting Up Absence Management

Use the following steps to set up absence management.

1. If you want to associate recurring elements with absence types, you must set up proration and retro notifications. This ensures that absences that end in the middle of a payroll period are detected and processed by the payroll run, and that retrospective changes to absences are recorded in the Retro Notifications report.

   **Note:** Proration is available to Oracle Payroll users in selected localizations only.

   To set up proration and retro notifications, you must:

   - Find all the dynamically generated triggers for the table PAY_ELEMENT_ENTRIES_F in the Dynamic Trigger Definition window. (You must deselect the Insert triggering action so that all the triggers are returned by the Find.) Make sure the Generated and Enabled check boxes are checked for all the continuous calculation triggers.

   - Query the Incident Register functional area in the Functional Area Maintenance window, and enter the business groups for which you want to enable proration on the Business Group tab. Optionally, you can further secure the proration functionality by selecting payrolls on the Payroll tab.

   - Use the Table Event Group window to group the two events that you need to detect to prorate absences - datetracked updates to absence start date and absence end date. Select Proration for the event group type, and Payroll Period for the proration period. In the Datetracked Events region, select DateTrack Update as the update type, PAY_ELEMENT_ENTRIES_F as the table, and EFFECTIVE_START_DATE and EFFECTIVE_END_DATE as the columns.

   - Use the Table Event Group window to group the datetracked events on the PAY_ELEMENT_ENTRIES_F table you want to track in the Retro Notifications report. The event group type is Retro.

   See: Setting Up Proration and Retro Notifications, page 7-70

2. Define an absence element, with at least one input value, for each absence type.

Link this element to define who is eligible.

See: Defining and Linking an Absence Element, page 4-12

> **Note:** Omit this step if you are setting up an absence type for which you do not need to maintain a running total of time taken or remaining, and you do not need eligibility rules.
>
> **US and Canada Payroll only**: If you want to process the absence element in the payroll run, generate it using the Earnings window.
>
> **Mexico only**: If you want to process the absence element in the payroll run, generate it using the Element Design Wizard.

3. Define categories of absence types as values for the Lookup Type ABSENCE_CATEGORY, and your absence reasons as values for the Lookup Type ABSENCE_REASON. In some legislations there are predefined categories and reasons.

   You can select the same reason for different absence types.

   See: Adding Lookup Types and Values, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

4. Define each absence type, and associate it with an absence element.

   See: Defining an Absence Type, page 4-14

   > **Note:** To keep a single record of employees' time taken for two or more different absence types, you can associate the same element with several types.

5. For an absence type with a decreasing balance, use BEE or the Absence Detail window to initialize the absence balances for employees eligible for the type.

   If you want to make batch entries, see Making Batch Element Entries Using BEE, *Oracle HRMS Configuring, Reporting, and System Administration Guide*.

6. If you defined a recurring element, create a payroll formula that handles proration to process the element and calculate the appropriate absence duration in each pay period (taking into account the number of days or hours in a month, working and shift patterns, public holidays, and so on).

   Sample Proration Formulas, *Oracle HRMS FastFormula User Guide*

7. If you want to set up the application to calculate the duration of an absence automatically, you have two options:

   - Set the HR: Schedule Based Absence Calculation profile option to Yes, if you

want the application to use the worker's schedule and calendar events from their primary assignment to calculate absence durations. To use this option, you must first define schedules and calendar events that are relevant to your enterprise and assign them to various levels in your work structures.

See: Setting Up Availability , *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

- To calculate absence duration from the absence start and end dates without using the schedules and calendar events information of an employee, create a basic formula. If you want the absence duration calculation to update automatically each time you change the absence dates, you must set the profile option HR: Absence Duration Auto Overwrite to Yes.

  See: Writing Formulas to Calculate Absence Duration, *Oracle HRMS FastFormula User Guide*

## Defining and Linking an Absence Element

Define an absence element in the Element window.

**US and Canada Payroll only**: If you want to process the absence element in the payroll run, initiate it on the Earnings window instead of using the Element window.

**Mexico only**: If you want to process the absence element in the payroll run, initiate it with the Element Design Wizard instead of using the Element window.

**Spain only:**If you want to compute the social security earnings you must use the predefined elements for Sickness Details, Maternity Details, Part-time Maternity Details, Pregnancy-at-Risk Details and Adoption Details.

### To define an absence element:

1. Set your effective date to a day on or before the start of the first payroll period for which you want to enter absences.

2. Enter a name for the element, and select the classification Information or Earnings.

   **Tip:** Give the absence element and its absence type the same name, or coordinate the element name with the type name. For example, for the absence type Compassionate Leave, name the element Compassionate Leave or Compassionate Leave Absence.

3. Enter a reporting name, for display on reports.

4. If you are creating a recurring absence element, select your absence element event group in the Proration Group field. This field is only available to Oracle Payroll

users in certain localizations.

5. Select the processing type.

   - Select Recurring if you want to be able to process absences that do not have an end date and you want to apportion absence time correctly across payroll periods.

     **Note:** You can only select Recurring if you use Oracle Payroll and the Proration functionality is enabled for your localization. (In this case, you should see the Proration Group field on the Element window)

   - Select Nonrecurring if it is acceptable to record the full duration of the absence in the payroll period in which the absence starts.

6. Select the termination rule. This is normally Actual Termination.

7. Check the Multiple Entries Allowed box if you want to enable employees to have:

   - (Nonrecurring) More than one instance of the absence type within a pay period.

   - (Recurring) Overlapping entries of the absence.

8. If this is an absence element for a PTO accrual plan, do not select Process in Run. Uncheck this box if necessary.

   If the element is recurring, ensure that the Process in Run box is checked so that the absence duration can be calculated by the payroll run.

9. If employees must be a certain age or have served for a certain number of years to be allowed this absence, enter this information in the Qualifying Conditions region.

   **Note:** If this is an absence element for a PTO accrual plan, the plan setup relates length of service to accrued time off. Do not make an entry here for length of service.

10. Save the element, then choose the Input Values button.

11. In the Input Values window, create an input value to hold the amount of time taken. Select units of Day, Hours in HH format, or Hours in Decimal Format (to one, two, or three decimal places).

    If you are defining an absence element for a PTO accrual plan, give the input value the name Hours or Days, to accord with the unit of measure of the plan. When you define the plan using the Accrual Plan window, this input value name appears in

the Units field of the Absence Information region.

> **Important:** If you select Required for an input value, you must select this input value on the Absence Attendance Type window. Do not select Required for more than one input value.

**New Zealand users only**: You must also create the following input values:

- Seasonal Shutdown - for Annual Leave and Annual Leave Termination elements
- Number of complete weeks - for the Special Leave and Protected Voluntary Service Leave elements.

12. You can define minimum and maximum days or hours that can be entered in an absence record. If you do this, select what happens if these limits are breached:
    - Select Warning for the system to warn users but allow them to breach the limits.
    - Select Error for the system to issue an error message and prevent users from saving an entry that breaches the limits.
13. Save your work.

### To link the absence element:

1. Set your effective date to a day on or before the start of the first payroll period for which you want to enter absences.
2. In the Element Link window, select the absence element you defined.
3. Select eligibility criteria for this absence element, if appropriate. If you want to make the element available to all employees, do not select any criteria.
4. Save the link. Then define the absence type associated with this absence element.

See: Defining an Absence Type, page 4-14

## Defining an Absence Type

Use the Absence Attendance Type window to define an absence type and associate it with an element.

### To define an absence type:

1. Enter a name and category for the absence type.

> **Tip:** Give the absence type and its associated element the same name, or coordinate the type name with its element name. For example, name the absence type for a PTO accrual plan Salaried Sick PTO Plan, and its associated element, Salaried Sick PTO Absence.

2. Select Allow Absence Overlaps if absences of this type can overlap other absences. If you deselect this option, the application warns you if you enter an absence that overlaps another absence of any type.

3. In the Associated Element region, select the element defined for this absence type. Select the element's input value that holds days or hours. The unit of measure for the input value appears in the Units region.

4. In the Balance region, select *Increasing* if you want each absence entry to add to a running total of time taken to date. The running total covers all absence types associated with the selected element. Select increasing balances for absence types for PTO accrual plans, and for most other absence types.

   For absence types that have a set maximum amount of hours or days allowed, you may select *Decreasing*. In this case, each absence recorded reduces an initial balance to show time remaining to be taken for the type.

   > **Note:** Decreasing balances require more maintenance. You must enter an initial balance amount for each new hire eligible for the absence type, and must initialize the balance for all eligible employees at the start of each year.

5. Optionally, select reasons that are valid for entries of this type of absence.

6. Save the absence type.

## Setting Up an Absence Benefit Plan

You can set up absence benefit plans so that the Participation process checks employee eligibility for the plans when it processes absence life events. You set up participant eligibility profiles to determine which absence categories or types are valid for each plan. Both Standard and Advanced Benefits users can set up absence benefit plans.

> **Tip:** Use the same effective date, such as 01 Jan 1951, for all your definitions

**UK Users only**: There are **sample plans** provided for Occupational Sick Pay and Occupational Maternity Pay, called PQP OSP Plan and PQP OMP Plan. You can copy

these plans using Plan Design Copy and configure them to meet your needs. If you are not using the sample plans, see: Creating Your Own Absence Plan, page 4-18.

#### Using the Sample Plans

### To set up an absence benefit plan using a sample plan:

1. Set the BEN:Enable Absence Plans Functionality profile option to Yes for the users or responsibilities who will enter absences for absence benefit plans, if you want them to run the Participation Process to process the absence life events. This displays the Enroll Absences button on the Absence Detail window.

   See: System Profile Values Window, *Oracle Applications System Administrators Guide*

2. In the Submit Requests window, select the process *Plan Design Copy - Import*In the Data File parameter, enter the file **pqgbgapl.ldt**, which is located at patch/115/import/us in Product Top: PQP.

   See: Importing a Plan Design From a File, page 1-128

3. Use Plan Design Copy to copy the imported plan. In the Process Name field, enter PQP GB OSP/OMP Absence Plan.

   See: Copying a Program or Plan, page 1-124.

   **Tip:** First make a copy of the seeded plan in your business group without entering any prefix or suffix for your copy. Select the first option on the Enter Target Details page, which is "Reuse existing objects if current name exists in the target." Then you can make further copies of this copy to configure your plans. When you make further copies, you can select the same option if you want plans to share objects, such as eligibility profiles, or you can select the option "Reuse existing objects if new name exists in target".

4. Write or configure any formula rules you require, such as the following:

   **Important:** The formulas attached to the sample plans are for UK users only. In other legislations, you must create your own formulas.

| Rule | Formula Type | Supplied Examples (UK Only) |
|---|---|---|
| Eligibility rule | Participation Eligibility | PQP_OSP_PARTICIPATIO N_ ELIGIBILITY_PROFILE_OT HER_RULE PQP_OMP_PARTICIPATIO N_ ELIGIBILITY_PROFILE_OT HER_RULE |
| Person Change | Person Change Causes Life Event | PQP_GB_BEN_ABSENCE_S TART_LER_ PERSON_CHANGE_RULE, PQP_GB_BEN_ABSENCE_E ND_LER_ PERSON_CHANGE_RULE, PQP_GB_BEN_ABSENCE_ DELETE_LER_ PERSON_CHANGE_RULE |
| Extra Input Rule | Extra Inputs | PQP_OSP_STANDARD_RA TES _GENERAL_EXTRA_INPU T_RULE PQP_OMP_STANDARD_R ATES _GENERAL_EXTRA_INPU T_RULE |
| Length of service rate | Length of Service Calculation | PQP_OSP_STANDARD_RA TES _CALCULATION_METHO D_VALUE_RULE PQP_OMP_STANDARD_R ATES _CALCULATION_METHO D_VALUE_RULE |

See: Total Compensation Formula Types, *Oracle HRMS FastFormula User Guide*

5. Ensure you have Program/Plan years set up.

   See: Defining a Program or Plan Year Period, page 1-120

6. Select the appropriate Person Changes for the three absence life event reasons,

created by the Plan Design Copy process. There is one life event reason for each Life Event Operation Code: Start Event, End Event, Delete Event.

> **Note:** You only perform this step once. You use the same life event reasons for all your absence plans.

- The Start Absence life event reason must detect changes to any columns except the end date. Use the Person Change formula rule you created in step 4 to define the columns you want to use to trigger this life event.

  **UK users:** You must attach the PQP_GB_BEN_ABSENCE_START_LER_PERSON_CHANGE_RULE formula to the absence start life event

- You can also use formula rules to define the person changes that trigger the End Absence and Delete Absence life events too.

See: Life Event Definition, page 5-62

7. Query the absence plan in the Plans window, and change the status from Pending to Active. Choose the Details button and select your plan periods.

   See: Defining a Benefits Plan, page 1-102

You have completed the plan setup based on a seeded plan, but make sure you complete the Next Steps, page 4-22.

#### Creating Your Own Absence Plan

### To set up an absence benefit plan without using the sample plans:

1. Set the BEN:Enable Absence Plans Functionality profile option to Yes for the users or responsibilities who will enter absences for absence benefit plans, if you want them to run the Participation Process to process the absence life events. This displays the Enroll Absences button on the Absence Detail window.

   See: System Profile Values Window, *Oracle Applications System Administrators Guide*

2. Write or configure any formula rules you require, such as the ones shown in the following table.

   > **Note:** UK users: If you want to use the supplied formulas, you must run the following scripts:
   >
   > - PQPGBLER.SQL script to create the life event formulas
   > - PQPGBOSP.SQL script to create the OSP formulas
   > - PQPGBOMP.SQL script to create the OMP formulas

| Rule | Formula Type | Supplied Examples (UK Only) |
|---|---|---|
| Eligibility rule | Participation Eligibility | <base name>_OSP_PARTICIPATION_ ELIGIBILITY_PROFILE_OTHER_RULE <base name>_OMP_PARTICIPATION_ ELIGIBILITY_PROFILE_OTHER_RULE |
| Person Change | Person Change Causes Life Event | PQP_GB_BEN_ABSENCE_START_LER_ PERSON_CHANGE_RULE, PQP_GB_BEN_ABSENCE_END_LER_ PERSON_CHANGE_RULE, PQP_GB_BEN_ABSENCE_ DELETE_LER_ PERSON_CHANGE_RULE |
| Extra Input Rule | Extra Inputs | <base name>_OSP_STANDARD_RATES _GENERAL_EXTRA_INPUT_RULE <base name>_OMP_STANDARD_ RATES _GENERAL_EXTRA_INPUT_RULE |
| Length of service rate | Length of Service Calculation | <base name>_PQP_OSP_STANDARD_RATES _CALCULATION_METHOD_VALUE_RULE <base name>_PQP_OMP_STANDARD_RATES _CALCULATION_METHOD_VALUE_RULE |

See: Total Compensation Formula Types, *Oracle HRMS FastFormula User Guide*

3. Define a new plan type, selecting Absences as the Option Type.

   See: Defining Plan Types, page 1-100

4. Ensure you have Program/Plan years set up.

   See: Defining a Program or Plan Year Period, page 1-120

### Eligibility Profiles

5. Create a participant eligibility profile for each absence benefit plan.

   **Important:** Ensure that these profiles are exclusive: participants must only be eligible for one plan at a time.

   - Ensure that your eligibility profile checks that the absence is for the appropriate absence category, such as sickness. You can further restrict eligibility to one or more absence types.

   - **UK users:** Choose the Others tab and select Rule. Select the supplied rule <base name>_OSP_PARTICIPATION_ ELIGIBILITY_PROFILE_OTHER_RULE for an OSP scheme, or <base name>_OMP_PARTICIPATION_ELIGIBILITY_PROFILE_ OTHER_RULE for an OMP scheme, or another formula that you have created.

   See: Defining an Eligibility Profile, page 1-145

### Life Event Reasons

6. Create three life event reasons, all of type Absence, and one for each Life Event Operation Code: Start Event, End Event, Delete Event.

   **Note:** You only perform this step once. You use the same life event reasons for all your absence plans.

   - Select the Person Changes that trigger these life events. The table is PER_ABSENCE_ATTENDANCES. Select columns and values as follows:

| Life Event | Column | Old Value | New Value |
|---|---|---|---|
| Start Absence | DATE_START | any value | any value |
| End Absence | DATE_END | any value | any value |
| Delete Absence | DATE_START | any value | no value |

   - The Start Absence life event reason must detect changes to any columns except the end date. Use the Person Change formula rule you created in step 2 to

define the columns you want to use to trigger this life event.

**UK users:** You must attach the PQP_GB_BEN_ABSENCE_START_LER_PERSON_CHANGE_RULE formula to the absence start life event

- You can also use formula rules to define the person changes that trigger the End Absence and Delete Absence life events too.

See: Life Event Definition, page 5-62

### Plan

7. Define the absence plan.
   - Select your plan type.
   - Select May Not Be In Program for the Plan Usage.

     See: Defining a Benefits Plan, page 1-102
   - On the Eligibility Rates tab, check all the check boxes. Select Participant in the Eligibility Check field.

     See: Defining Eligibility and Activity Rate Requirements for a Plan, page 1-105
   - On the Not in Program tab, enter a Sequence number and the activity rate details.

     **UK users:** Select Per Pay Period for the Enrolment Rate/Frequency and select a value, such as Monthly, for the Activity Reference Period.

     See: Defining a Plan Not in a Program, page 1-108
   - Choose the Details button and select your plan periods. Return to the Plans window.

     See: Maintaining Plan Related Details, page 1-111
   - Choose the Plan Eligibility button then the Eligibility button. Select your eligibility profile on the Profile tab. Close this window.

     See: Defining Participant Eligibility Criteria for a Compensation Object, page 1-94
   - Choose the Life Event button. Select your End Absence life event and select Ineligible in the Eligible/Ineligible field.

     See: Associating a Life Event Reason With a Compensation Object, page 1-96

### Enrollment Requirements

8. Define the plan enrollment requirements.

- Choose the General tab, the Plan tab, then Enrollment. Select Automatic in the Method field.
- Select Current Can Keep or Choose; New Can Choose as the Enrollment Code.

  See: Defining an Enrollment Method for a Plan, page 5-100
- Choose Coverage. Select Event as the Enrollment Coverage Start Date Code and End Date Code.

  See: Defining Enrollment Coverage Requirements for a Plan , page 5-101
- Choose Rates. Select Event as the Rate Start Date Code and End of Pay Period as the Rate End Date Code.
- Choose the Timing tab and the Life Event tab. Select Life Event as the Enrollment Type. Select your Start Absence life event in the Life Event column and select *When Elections are Made* as the Close Enrollments Date to Use.

  See: Defining Requirements for a Life Event Enrollment for a Plan, page 5-111
- Click on General and choose the Periods region. Select *As of Event Date* for the Enrollment Period Start Date, and *End of Pay Period* for the Enrollment Period End Date.

### Next Steps

Define or generate the elements required for the plan, then define a standard rate for the plan to calculate values for the absence element entry.

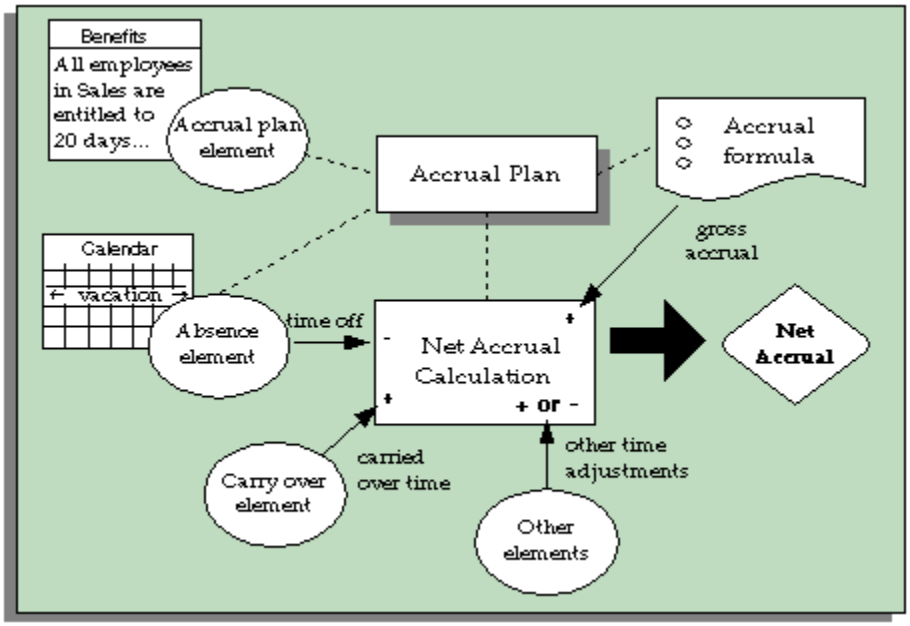
**UK Users**: Use the Absence Scheme Creation template, then set up the generated user-defined tables, and define a standard rate for the absence plan (or configure the copied rate if you are using a copy of the seeded plans).

# PTO Accruals Setup

## Accrual Plan Structure

In Oracle HRMS, accrual plans are based on elements, formulas, and a net accrual calculation. All of these are available for you to configure so you have complete control over the rules underlying your plans.

Oracle HRMS does not store net accrual totals. It calculates gross accruals dynamically by calling the Accrual formula. The net accrual calculation specifies the element entries that should add to or subtract from this figure to create the net entitlement.




If you use Oracle Payroll, you can set up your accrual plan so that gross accruals are stored in a payroll balance. Each payroll run retrieves the latest balance and calls the accrual formula to calculate new accruals since the end of the last payroll period. This approach - using a payroll balance - is optional but provides performance enhancements if you need to calculate accruals in a batch process. See: Accrual Balances Maintained By the Payroll Run, page 4-28.

The table below further explains the role of the elements, formulas, and net accrual calculation.

| This aspect of an accrual plan ... | Is for... | Generated Automatically? |
|---|---|---|
| Absence element | Storing entries of days or hours absent. | No |
| Accrual plan element | Enrolling employees in the accrual plan. | Yes |
| Carry Over element | Storing unused time at end of plan term; Carry Over process makes entry. | Yes |
| Residual element | Storing unused time that cannot be carried over at end of plan term; Carry Over process makes entry. | Yes |
| Payroll balance element | Feeding the payroll balance that stores gross accruals; payroll run makes entry. | Yes |
| Tagging element | Identifying absences and other element entries that have been entered retrospectively and not yet included in the gross accrual calculation. The payroll run creates a tagging element entry and updates accrual accordingly. | Yes |
| Other elements | Storing other amounts of time to be included in the net accrual calculation (such as time bought and sold); you create any other elements your plan requires. | No |
| Accrual formula | Calculating gross accrual to date | No, but predefined examples |

| This aspect of an accrual plan ... | Is for... | Generated Automatically? |
|---|---|---|
| Carry Over formula | Returning the maximum permitted time an employee can carry over, and the effective date and expiry date of the carry over; called by the Carry Over process. | No, but predefined examples |
| Ineligibility formula | Checking whether an employee is eligible to use accrued PTO on the effective date of an absence entry made by BEE (Batch Element Entry); called by BEE validation.<br><br>NOTE: This formula is not required if you enter the plan's ineligibility period in the Accrual Plan window. | No, but predefined examples |
| Payroll formula | Calling the accrual formula during a payroll run and returning the gross accrual to the payroll balance element, which feeds the payroll balance. | Yes |
| Net accrual calculation | Defining which element entries add to or subtract from the gross accrual to create net. | Yes, but you can update |
| Payroll balance | Storing the gross accrual so that batch processes do not have to recalculate the accrual from the beginning of the accrual term each time they are run. | Yes |

## Accrual Elements

For each accrual plan, you define and link an absence element and then define a plan using this absence element. The system generates elements for the plan.

## Generated Elements

The system generates the following elements when you save a new accrual plan:

- An element representing the plan and which has the same name as the plan. You use this element to enroll participants in the plan.
- An element to hold participants' unused PTO that is available for carry over to the next year.
- An element to hold *residual PTO*, that is, unused PTO not available for carry over under plan rules.

If you use Oracle Payroll and have elected to store gross accruals in a payroll balance, the system also generates:

- An element to feed a payroll balance. This element receives an entry from the accrual formula during a payroll run.
- A tagging element, which the payroll run uses to keep track of retrospective absences (and other element entries included in the net accrual calculation) that need to be included in the gross accrual calculation.

The Carried Over and Residual elements have input values that automatically receive entries when you run the PTO Carry Over process:

- Hours or Days (depending on the plan's units)
- Effective Date
- Expiry Date (on the Carry Over element), which is the date by which the employee must use the carried over time.

Oracle HRMS automatically links these elements using the same link criteria that you created for the absence element associated with the plan. If you change the links for the absence element, you should also update the links for the other plan elements.

## Other Elements

Your enterprise may require other elements to reflect individual plan policies. For example:

- Employees may be permitted to sell back PTO they have accrued but not used.
- Employees may also be permitted to purchase additional PTO in certain circumstances.
- You may need to store time in a special balance after running the Carry Over

process, such as a balance of time that can be carried over for several plan terms and is not subject to the usual expiry date

- You may need an element for entering unused PTO from another plan that is being transferred to this plan on enrollment.

These policies are not standard across enterprises. So, in Oracle Human Resources you can define elements, configured to your own requirements, for entering or storing these accrual amounts.

## Accrual Formulas

Most accrual plan rules are incorporated in two formulas:

- An Accrual formula, which calculates the amount of PTO accrued at any given time, and

- A Carry Over formula, which returns the maximum amount of accrued time that a plan participant can carry over to the next plan period, the date on which this carry over is effective (normally the first day of the new accrual term), and any expiry date by which the carried over PTO must be used, or forfeited.

### When the Formulas Are Run

The Carry Over formula is called by the Carry Over process. When the Accrual formula is run, it always receives a calculation date as input, as shown in the following table.

| Accrual formula is run when you: | Calculation date is: |
|---|---|
| Enter an absence associated with an accrual plan and open the Associated Accrual Plans window. Accrual formula is run three times to calculate the time accrued before and after the current absence, and at the end of the plan term | Start date of the absence, or Day before the start date of the absence, or End of plan term |
| View PTO entitlement in the Accruals window | Effective date entered in Change Effective Date window |
| Run the Carry Over process | Entered as a parameter |
| Run your payroll and some other batch processes (Oracle Payroll users only) | The date paid, or date earned, of the current payroll run - determined by the PTO Balance Type selected for your business group |

### Examples of Plan Rules

These formulas can access certain data that is available as database items. For example, they can use hire date, plan enrollment date, grade, job, assignment status, assignment category (full time/part time), hours worked, or pay elements to determine:

- The employee's entitlement each accrual period
- Any accrual ceiling beyond which the employee will accrue no more time
- The maximum amount that can be carried over to the next accrual term

These values can be embedded in the formulas, or entered in a user table. If they vary with length of service, which is a common criterion for accrual bands, they can be entered in the Accrual Bands window when you define the accrual plan.

Some accrual plans allow new hires to accrue time from the date of their hire. Others allow accrual to begin at the start of the next accrual term, or six months after hire, or some other start date. Some plan rules incorporate a period of ineligibility, when a new employee can accrue time but not use it. Start rules such as these can be incorporated in your Accrual formulas.

> **Note:** Depending on how you define the ineligibility period, you may have to associate an Ineligibility formula with your plan, if you want to make absence entries using BEE (Batch Element Entry). See: Period of Ineligibility, page 4-39.

### Adding Your Own Plan Rules

Some formulas are seeded. You can use these, as supplied, or use them as models to create your own, incorporating the rules required for your accrual plans.

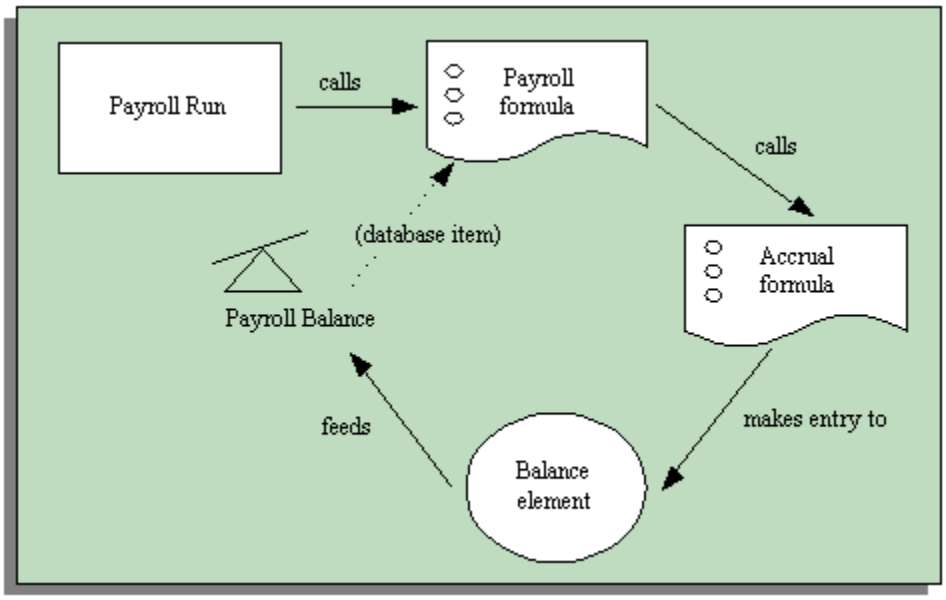
## Accrual Balances Maintained By the Payroll Run

If you use Oracle Payroll, you can choose to use a payroll balance to store gross accruals for an accrual plan. You do this by selecting a balance dimension (such as calendar year to date) when you define the accrual plan. The system then automatically generates the balance and other components you require.

### Why Use a Payroll Balance?

Some batch processes, such as the US Check Writer, call the accrual formula to calculate PTO accruals for each assignment. If you use such processes, you will benefit from faster batch processing if you set up your accrual plan to use a payroll balance. This reduces the number of calculations the formula has to perform.

## How The Balance Is Maintained




The payroll balance is maintained by the payroll run. When the payroll run processes an accrual plan element entry, it calls an Oracle Payroll formula associated with the accrual plan element. This formula calls your accrual formula to calculate the gross accrual, passing in the following information:

- The name of the database item for the payroll balance, so the accrual formula can retrieve the number of days or hours currently in the payroll balance
- Date to begin calculating new accruals, which is the day after either the Date Earned or the Date Paid of the last payroll period in which the assignment was processed

  You can choose whether the formula uses Date Paid or Date Earned by selecting the Payroll Balance Type for your business group in the Organization window.

  **Date Earned** is the date the payroll run uses to determine which element entries to process. In North America (and typically elsewhere too) it is the last day of the payroll period being processed. **Date Paid** is the date that appears on pay advices. The payroll run uses this date to select taxation rules, and store balances. In some legislations, these dates are always the same.
- Calculation date, which is either the date earned or the date paid of the payroll run

The accrual formula returns the new gross accrual to an element that feeds the balance.

So normally the formula only has to calculate accruals since the last payroll run, and add this value to the existing payroll balance. However, if the accrual formula finds retrospective absences or other assignment changes that affect entitlement, it

recalculates accruals for the whole accrual term. This processing ensures that the employee receives their full accrual entitlement.

> **Note:** You can also force the payroll run to recalculate accruals for the full accrual term by setting the action parameter Reset PTO Accruals to "Y" before running a payroll for a set of assignments. Update the parameter to "N" after processing these assignments to ensure faster processing in your normal run.

### Example

Supposing an accrual plan has a ceiling of 10 days, and two days accrual per month. An employee has a net accrual of 10 at the end of May. The June payroll run does not award any new accrual to this employee because the net accrual must not exceed the ceiling. However, in July the employee's manager enters five days vacation in May, retrospectively. The July payroll run recalculates the accrual and updates the gross accrual balance to 14. The net accrual is now nine (14 minus 5).

## How To Set Up An Accrual Plan To Use a Balance

If you want the payroll run to maintain an accrual balance, you must use a formula that supports balances. This means that the system can pass the latest accrual balance to the formula, along with the date to start calculating new accruals to add to the balance.

You can use or configure one of the following seeded formulas:

- PTO_HD_ANNIVERSARY_BALANCE
- PTO_PAYROLL_BALANCE_CALCULATION
- PTO_SIMPLE_BALANCE_MULTIPLIER

You must also select a balance dimension when you define the accrual plan. The balance dimension controls the period of time over which the balance accumulates before it is reset to zero. Three types of dimension are predefined:

> **Note:** For each type, there are two dimensions. Use the Date Earned dimension (such as _ASG_PTO_**DE**_YTD) if you selected Date Earned as the PTO Balance Type for your business group. Otherwise use the Date Paid dimension (such as _ASG_PTO_YTD).
>
> See: Business Groups: Selecting a PTO Balance Type, *Oracle HRMS Enterprise and Workforce Management Guide*

- _ASG_PTO_YTD and _ASG_PTO_DE_YTD

  The balance accumulates over a calendar year, resetting on 01 January. Select one of

these dimensions if you are using the PTO_PAYROLL_BALANCE_CALCULATION formula.

- _ASG_PTO_SM_YTD and _ASG_PTO_DE_SM_YTD

  The balance accumulates over a year, resetting on 01 June, or at the end of the payroll period that contains this date. Select one of these dimensions if you are using the PTO_SIMPLE_BALANCE_MULTIPLIER formula.

- _ASG_PTO_HD_YTD and _ASG_PTO_DE_HD_YTD

  The balance accumulates over a year, resetting on the anniversary of the employee's hire date, or at the end of the payroll period that contains this date. Select one of these dimensions if you are using the PTO_HD_ANNIVERSARY_BALANCE formula.

For further information on balance dimensions, see the technical essay: Balances in Oracle Payroll, *Oracle HRMS Implementation Guide*.

Notice that the Oracle Payroll formula, payroll balance, element that feeds the balance, element link, and formula processing and result rules are all generated by the system when you save your accrual plan.

If you want Oracle Payroll to recalculate the accrual balance from the beginning of the accrual term when there are retrospective assignment changes that affect entitlement, you must ensure your accrual formula can track these changes. You enable a trigger for assignment updates, define an event group for the assignment changes you want to track, and ensure your PTO accrual formula references this event group. See: Setting Up PTO Accrual Plans, page 4-45.

> **Note:** The predefined PTO_PAYROLL_BALANCE_CALCULATION formula handles retrospective changes to assignment status.

## Net Accrual Calculation

Oracle HRMS uses the following calculation for an employee's net accrual:

Net PTO accrual = (Accrued PTO + PTO carried over) - PTO taken to date

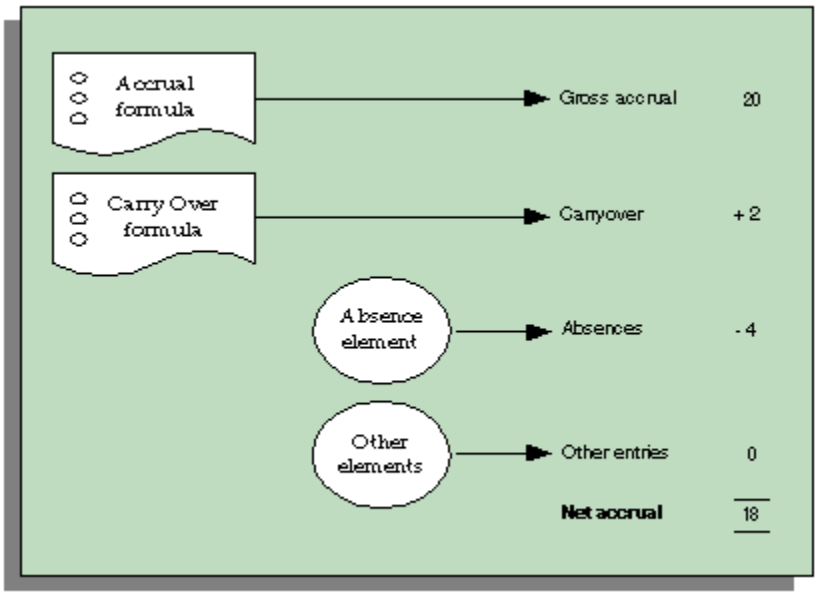
Accrued PTO is the sum of regular accruals to date in this accrual term, calculated by your Accrual formula.

PTO Carried Over is the hours or days carried over from the previous accrual term, obtained from the plan's Carried Over element.

PTO Taken To Date is all PTO taken in this accrual term, obtained from the entries to the plan's absence element.

You may require a more complex calculation of net accruals, perhaps to take some account of time stored in the residual PTO element, or to take account of time entered

on other elements that you have created. You cannot change the predefined rules for PTO taken to date (the absence element) and PTO carried over, but you can add your own rules in the Net Calculation Rules window.




Notice that the system does no automatic processing of the entries of employees' residual PTO. Your enterprise may want to use these entries to inform employees of accrued but unused time they may forfeit, or to make payments for part or all of this time.

## Seeded Accrual Type Formulas

There are four seeded formulas (of formula type Accrual) for calculating accruals. Each repeatedly calls another formula (of type Accrual Subformula), in a loop, to calculate the accrual for each accrual period. There is a Carry Over formula supplied to use with each Accrual formula. The top level seeded Accrual formulas are:

- PTO_PAYROLL_BALANCE_CALCULATION
- PTO_SIMPLE_BALANCE_ MULTIPLIER
- PTO_ROLLING_ACCRUAL
- PTO_HD_ANNIVERSARY_BALANCE

The formulas with "Balance" in their names can be called from the payroll run to maintain a balance of gross accruals. See: Accrual Balances Maintained By the Payroll Run, page 4-28.

**Note:** There are also two seeded formulas called PTO_PAYROLL_CALCULATION and PTO_SIMPLE_MULTIPLIER. These incorporate the same rules as PTO_PAYROLL_BALANCE_CALCULATION and PTO_SIMPLE_BALANCE_ MULTIPLIER, except that they cannot be called from the payroll run to maintain a balance of gross accruals. We recommend that you use the formulas that support balances so you can use balances now or in the future.

## Ineligibility Formula

There is also a seeded Ineligibility formula:

- PTO_INELIGIBILITY_CALCULATION

You may require an Ineligibility formula if you use BEE (Batch Element Entry) to enter absences against an accrual plan. BEE validation must ascertain whether an employee is eligible to use accrued PTO on the effective date of an absence entry in a batch line. First it checks the Accrual Plan table, so if you enter the period of ineligibility in the Accrual Plan window, you do not need to create an Ineligibility formula.

If there is no ineligibility information in this table, BEE validation checks whether there is an Ineligibility formula to call. You need an Ineligibility formula if you use BEE *and* you calculate the period of ineligibility within your Accrual formula, rather than entering it in the Accrual Plan window. This formula is only used by BEE.

**Note:** If you use the seeded formulas, you do not need an Ineligibility formula, because these formulas take the ineligibility period from the Accrual Plan table.

## Description of Seeded Accrual Formulas

This section describes the main features of each of the seeded formulas. The rules are summarized, later, in tables.

### PTO_PAYROLL_BALANCE_CALCULATION

This formula calculates accruals in the same way as the accrual function in earlier releases of Oracle HRMS. It calls another formula which is called PTO_PAYROLL_PERIOD_ACCRUAL. It is designed to be used with the Carry Over formula PTO_PAYROLL_CARRYOVER.

These formulas are based on the following rules:

- An accrual term of one calendar year, starting 1 Jan. So, accrual calculations restart at the beginning of each calendar year.

- An accrual frequency based on the participant's pay periods. So, employees on a monthly payroll accrue time each month, employees on semi-monthly payrolls accrue time twice each month, and so on. PTO accrual occurs automatically for each eligible plan participant on the last day of his or her pay period, independently of any payroll run.
- Accrual amounts and ceiling are determined by length of service.
- Accruals are prorated for suspended assignments.
- Carry over is always effective on 31 Dec of the plan year being processed. So, if you run the Carry Over process and specify the parameters '15 January 2000' and 'Previous' (plan year), the formula calculates the carry over for the year 1 Jan to 31 Dec 1999 and the result has the effective date 31 Dec 1999.
- Carry over expires at the end of the plan year. So carried over time with the effective date 31 Dec 1999 must be used before 31 Dec 2000.
- Maximum carryover depends on length of service bands.

### PTO_SIMPLE_BALANCE_MULTIPLIER

This is a simple formula to provide a useful starting point for your own accrual plans. It calls another formula, called PTO_SIMPLE_PERIOD_ACCRUAL. It is designed to be used with the Carry Over formula PTO_SIMPLE_CARRYOVER.

These formulas are based on the following rules:

- An accrual term of one calendar year, starting 1 June. So, accrual calculations restart at the beginning of each June.
- An accrual frequency of one month.
- Accrual amounts and ceiling are fixed within the formula.
- Carry over is always effective on 31 May of the plan year being processed.
- Carry over expires at the end of the plan year. So carried over time with the effective date 31 May 1999 must be used before 31 May 2000.
- Maximum carry over is fixed within the formula.

### PTO_HD_ANNIVERSARY_BALANCE

This formula is very similar to PTO_SIMPLE_BALANCE_MULTIPLIER, but the accrual start date is the anniversary of the employee assignment's hire date.

**Note:** Notice that the accrual term starts on the anniversary of the hire date. It is not affected by the entry of a continuous service date for an employee on enrollment in the plan. The continuous service date affects length of service calculations (for accrual bands and calculation of period of ineligibility), but it does not affect the accrual term.

### PTO_ROLLING_ACCRUAL

This is an example formula for an accrual plan that does not have a fixed term start date. It calls the formula PTO_ROLLING_PERIOD_ACCRUAL. It is designed to be used with the Carry Over formula PTO_ROLLING_CARRYOVER. (Although carry over is not relevant to rolling accrual plans, you must select this formula for your accrual plan. It returns an effective date to the Absence Detail window.)

These formulas are based on the following rules:

- An accrual term of one calendar year, with no fixed start date. Accruals are calculated for the previous 12 months.
- An accrual frequency of one month.
- Accrual amounts and ceiling are fixed within the formula.
- Carry over is not relevant, since the accrual term never ends, but rolls forward. Time is lost if it is not used within 12 months.

## Summary of Rules in Seeded Formulas

The following tables summarize the rules incorporated in the seeded Accrual formulas.

### Length of Accrual Term

| All Seeded Formulas |
|---|
| One year |

#### Accrual Term Start Date

| PTO_PAYROLL_BALANCE _CALCULATION | PTO_SIMPLE_BALANCE_M ULTIPLIER and PTO_HD_ANNIVERSARY_B ALANCE | PTO_ROLLING _ACCRUAL |
|---|---|---|
| 1 January | 1 June (PTO_SIMPLE_BALANCE_M ULTIPLIER)<br><br>Anniversary of hire date (PTO_HD _ANNIVERSARY _BALANCE) | No fixed date; accruals calculated for preceding 12 months |

**Accrual Frequency**

| PTO_PAYROLL_BALANCE _CALCULATION | PTO_SIMPLE_BALANCE_MULTIPLIER, PTO_HD_ANNIVERSARY_BALANCE, and PTO_ROLLING_ACCRUAL |
|---|---|
| Payroll period | Monthly |

**Accrual Amount**

| PTO_PAYROLL_BALANCE _CALCULATION | PTO_SIMPLE_BALANCE _MULTIPLIER, PTO_HD_ANNIVERSARY_BALANCE, and PTO_ROLLING _ACCRUAL |
|---|---|
| Depends on length of service accrual bands | A fixed amount per month (2 days) |

**Accrual Ceiling**

**Note:** For all the formulas, the accrual ceiling is a limit at which the employee will accrue no more time. However, net accrual can exceed the ceiling if you have made an entry of the Carry Over element, or another adjustment element affecting net calculation rules. If you have adjusted net accrual so that it exceeds the ceiling, the employee will accrue no time until net accrual falls below the ceiling.

| PTO_PAYROLL_BALANCE _CALCULATION | PTO_SIMPLE_BALANCE _MULTIPLIER, PTO_HD_ANNIVERSARY_BALANCE, and PTO_ROLLING _ACCRUAL |
|---|---|
| Depends on length of service accrual bands | Set within the formula to 20 days |

### Length of Service

| All Seeded Formulas |
|---|
| Uses continuous service date (if present) or hire date. **Note**: continuous service date is entered using an input value on the accrual plan element. |

### Accrual Start Date for New Hires

| PTO_PAYROLL_BALANCE _CALCULATION | PTO_SIMPLE_BALANCE _MULTIPLIER, PTO_HD_ANNIVERSARY_BALANCE, and PTO_ROLLING _ACCRUAL |
|---|---|
| Choice of start rules on Accrual Plan form: hire date, or six months after hire date, or 01 Jan after hire date Accrual starts in the first accrual period after the chosen date (or plan enrollment date if this is later). | Accrual starts in the first accrual period after hire date or plan enrollment date, whichever is later. |

### Period of Ineligibility

| All Seeded Formulas |
|---|
| Accrued amounts are not credited until end of period of ineligibility (entered on Accrual Plan form), which is calculated from the hire date (or continuous service date if this was entered). Note that accrued amounts are not carried forward if the end of the accrual term falls within the ineligibility period. |

#### Calculation of Gross Accrual

| PTO_PAYROLL_BALANCE _CALCULATION | PTO_SIMPLE_BALANCE _MULTIPLIER and PTO_HD_ANNIVERSARY_B ALANCE | PTO_ROLLING _ACCRUAL |
|---|---|---|
| Sums accruals in all full pay periods of the year ending on or before the calculation date; | Sums accruals in all full months of the year ending on or before the calculation date; | Sums accruals in the 12 months ending on or before the calculation date; |
| takes account of any employee termination date, accrual start rules, ineligibility period, assignment status, and accrual ceiling. | takes account of any employee termination date, ineligibility period, and accrual ceiling. | takes account of any employee termination date, ineligibility period, and accrual ceiling. |

#### Suspended Assignments

| PTO_PAYROLL_BALANCE _CALCULATION | PTO_SIMPLE_BALANCE _MULTIPLIER and PTO_HD_ANNIVERSARY_B ALANCE | PTO_ROLLING _ACCRUAL |
|---|---|---|
| Calculates the number of working days (Monday to Friday) in the payroll period and checks assignment status for each day. Multiplies normal accrual rate by active days divided by working days, to prorate the accrual. | No processing of assignment status. | No processing of assignment status. |

## Changing and Adding Rules in Formulas

If you write your own formulas (perhaps using the simple multiplier or rolling accrual formula as a basis) you can change any of these rules and add new rules as required. However, your formulas must return certain values and must check for certain conditions (such as employee termination) to avoid errors.

For information about required formula content, see: Writing Formulas for Accrual Plans, *Oracle HRMS FastFormula User Guide*.

For a sample accrual formula and suggestions on how to edit it to incorporate a whole range of plan rules, see: Sample Accrual Formula, *Oracle HRMS FastFormula User Guide*.

## Accrual Start Date for New Hires

Using the seeded PTO_PAYROLL_BALANCE_CALCULATION formula, accrual of PTO begins on a fixed date each year (01 January). For each plan that uses this formula, you can select a value in the Accrual Start field of the Accrual Plan window. This specifies when newly hired employees start to accrue PTO. The seeded choices are:

- Hire Date
- Beginning of Calendar Year after their hire date
- Six Months after Hire Date

If you need additional start rules, you can define them as values for the Lookup Type US_ACCRUAL_START_TYPE. You must add a line to the seeded formula to calculate the accrual start date using your new start rule.

The other seeded formulas (PTO_SIMPLE_BALANCE_MULTIPLIER, PTO_HD_ANNIVERSARY_BALANCE, and PTO_ROLLING_ACCRUAL) do not use values in the Accrual Start field. For plans using these formulas, new hires begin accruing on their hire date or plan enrollment date, whichever is later.

If you are writing your own accrual formulas, you can choose whether to use the Accrual Start field on the Accrual Plan form to specify start rules for new hires. This is only useful if you are using the same formula for several accrual plans with different start rules. Otherwise you can specify the start rule within the formula.

## Period of Ineligibility

Some accrual plans require participants to work for a period of time, perhaps three or six months, before they are eligible to use accrued PTO. They accrue time at the usual rate during this time, but it is not registered on the system until the Period of Ineligibility expires. If plan participants take vacation or sick leave during this period, the system displays a negative value for accrued time. Many enterprises set up an absence type for "approved but unpaid leave" to use for absences taken during periods of ineligibility.

You can enter the period of ineligibility on the Accrual Plan form. The seeded Accrual formulas illustrate how a formula should use the entered values. They calculate the period of ineligibility from the continuous service date (if it was entered) or the employee's hire date.

Alternatively, you can define the period of ineligibility within your Accrual formula.

> **Note:** If you use the seeded formulas, time accrued during the ineligibility period is not carried over if the end of the accrual term falls within the ineligibility period.

### Batch Element Entry and the Ineligibility Period

If you want to use Batch Element Entry (BEE) to make absence entries against the accrual plan, the BEE validation process must be able to check when the ineligibility period expires.

- If you record the ineligibility period for the plan on the Accrual Plan form, BEE retrieves the ineligibility period directly from the table. It interprets it as a period of time from the employee's continuous service date or hire date.

- If the period of ineligibility is defined within your Accrual formula, you must associate an Ineligibility formula with the plan. BEE calls the formula, which returns Y or N to indicate whether the employee is eligible to use accrued PTO on the date supplied by BEE. This formula should calculate the end of the ineligibility period in the same way as the Accrual formula for the plan.

If the employee is not eligible, the BEE validation process creates a warning on the batch line for the absence entry.

> **Note:** If you use a custom method of entering timecard data, calling the Element Entry API, you can add logic to call the Ineligibility formula.

## How the Seeded PTO_PAYROLL_BALANCE_CALCULATION Formula Interprets the Start Rules

The formula calculates the start date from hire date and compares it with the employee's plan enrollment date. Accrual begins on whichever of these two dates is later.

### Start Rule: Hire Date

For plans with this rule, participants' accruals begin from the first full period following their hire date. For example, if the hire date of a participant on a semi-monthly payroll falls on the first day of either the first or second period in the month, PTO accrual starts as of that date.

If the hire date falls sometime after the first of the month but before the end of the first period, accruals start in the second period of the month. If the hire date falls after the first day of the second period but before its end, accruals start with the first period in the next month.

### Start Rule: Beginning of Calendar Year

With this start rule, participants' accruals begin from the start of the year following the year in which they are hired. This means that a participant with a hire date of 1 January 1999 and another with a hire date of 31 December 1999 both start to accrue time as of 1 January 2000.

Notice that the amount of PTO each accrues may not be the same, as accrual amounts often depend on employees' length of service.

#### Start Rule: Six Months After Hire

For plans with this start rule, participants' accruals do not begin until the first full pay period after the six-month anniversary of their hire date. For example, someone on a semi-monthly payroll who is hired on 5 February 1996, completes six months of service on 5 August 1996, and starts to accrue PTO in the second period in August.

Notice that if people are hired on the first day of a period, their accruals begin with the pay period of the six-month anniversary of their hire date. For example, someone on a semi-monthly payroll who is hired on 1 February 1996 completes six months of service on 1 August 1996, and hence starts to accrue PTO in the first period in August.

The period of ineligibility is not applicable to plans with the start rule Six Months After Hire.

## Accrual Bands

For many accrual plans, the time off that plan participants can accrue increases with their length of service, or varies by job, grade, or number of hours worked. That is, *accrual bands* determine accrual amounts. In addition, these bands can determine *ceiling* and *maximum carry over* amounts.

Ceiling rules, found in some vacation accrual plans, set a maximum amount of PTO an employee can hold at any time. When a participant's accrued PTO reaches the ceiling, no additional time accrues. Accruals begin again only after the participant uses some accrued time.

In the PTO_PAYROLL_BALANCE_CALCULATION seeded formula, the accrual amount, ceiling and maximum permitted carry over depend on length of service bands. Alternatively, you can use bands based on other factors, such as grade, or a combination of factors, to determine the accrual amounts for your plans.

### Length of Service Bands

You set up length of service bands using the Accrual Bands window. For each band (such as 0 to 5 years of service), you can enter the accrual amount for the whole accrual term (such as an annual amount), an accrual ceiling, and the maximum permitted carry over.

#### Length of Service Override

In Oracle HRMS, the **first day of the month of an employee's hire date** is the default date from which his or her length of service is calculated for accrual purposes. For example, someone hired on 18 January 1997 completes one year of service on 1 January 1998, and someone hired on 31 December 1996 completes one year of service on 1

December 1997.

For individual accrual plan participants, you can override the default date from which a plan starts its length of service calculations. This is useful for managing exceptional cases that arise when, for example, employees who already have accumulated periods of service in your enterprise transfer from one place to another. You enter the date override when enrolling a participant in a plan.

> **Note:** The default length of service start date (or the overriding continuous service date) determines the length of service for accrual bands and for the calculating the end of the ineligibility period. However it is ***not*** the same as the accrual start date. This is determined by the accrual start rules selected in the Accrual Plan window or set within the accrual formula.

### Other Banding Criteria

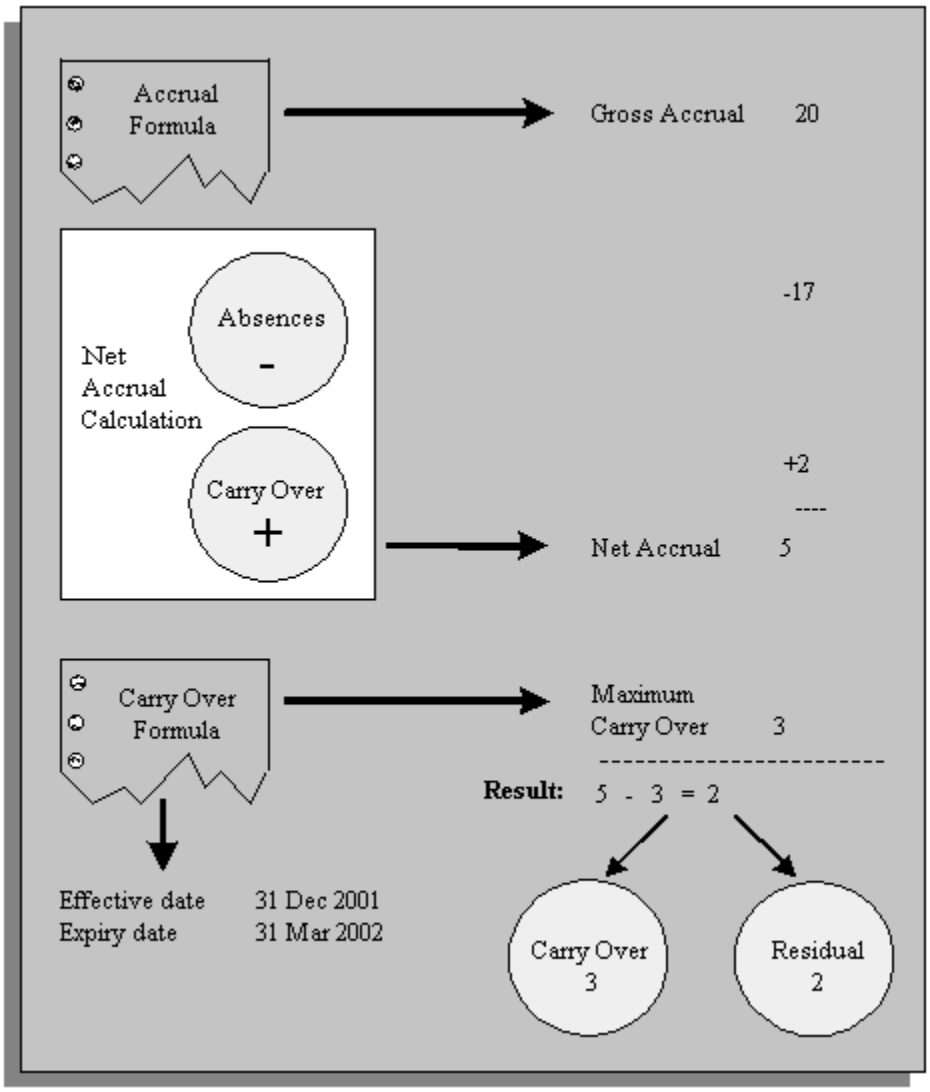
For some accrual plans, the amount of time accrued may vary by other criteria, such as job or grade. You can create a user table to hold time accrued, ceiling rules, maximum carryover rules, and any other information you require for each job or grade. See: User-Defined Tables, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

Include the GET_TABLE_VALUE function in your accrual and carry over formulas for the plan to access the information held in the user table. For an example of using a user table to store banding criteria, see: Sample Accrual Formula, *Oracle HRMS FastFormula User Guide*.

## PTO Carry Over Process

To manage the carry over of employees' unused PTO to a new accrual term, you run the PTO Carry Over process from the Submit Requests window:

- For accrual plans with a *fixed term start date* (such as 1 April), you run the process at the end of each accrual term.
- For accrual plans with a *variable term start date* (such as hire date or seniority date), you should run the process every night to update plan information for any employees whose term has ended that day.
- For accrual plans based on a *rolling plan term* (such as those using the seeded PTO_ROLLING_ACCRUAL formula), this process is not relevant.




For each participant in an accrual plan, the PTO Carry Over process first uses the Accrual formula to calculate the participant's accrued PTO as of the last day of the plan's accrual term. The process then uses the Carry Over formula to get:

- the maximum amount of time this employee can carry forward to the next accrual term
- the effective date for the carry over, and
- any expiry date by which the employee must use the time carried over, or lose it.

The process calculates the net accrual using time off recorded on the Absence element and any other elements associated with the plan. Finally, it compares the net accrual with the maximum carry over. permitted to determine both the amount to carry over, and the amount of any residual PTOthat cannot be carried over.

For employees with unused, accrued time to carry over, Oracle HRMS enters this time on the plan's <plan name> Carried Over element. Similarly, for employees with unused, accrued time they cannot carry over, Oracle HRMS enters this time on the plan's Residual <plan name> element.

## Accrual Plan Example

This topic looks at a sample set of accrual rules and discusses how you might configure the predefined accrual formulas to accommodate these rules.

An enterprise has the following vacation rules:

- All employees accrue two days vacation per month (pro rata for part time employees)
- The accrual term is 12 months from hire date and new employees join the plan on their hire date
- The ineligibility period (when employees accrue time but cannot use it) varies by grade. It is two months for grades 1, 2, and 3, and three months for grades 4 and 5.
- The accrual ceiling is 10 days for full time employees (pro rata for part time employees).
- The amount that can be carried forward to the next accrual term is five days for grades 1, 2, and 3, and eight days for grades 4 and 5.

The enterprise uses BEE to enter vacation time taken.

You can set up one accrual plan for these rules, linking the accrual element to all employees. You can use the predefined PTO_SIMPLE_MULTIPLIER formula as the basis for your accrual formula. You need to configure this formula in the following ways.

#### Accrual Amount

Change the accrual calculation so that it takes into account an employee's standard hours (part time or full time). You can use HR Budgets to define an assignment's value as a proportion of FTE. Then you need to define a database item for this budget value so you can use it in the accrual formula.

#### Accrual Term Start Date

Change the accrual term start date from 01 June to hire date by referencing a database item such as ACP_SERVICE_START_DATE within the formula.

To see how to use this database item within the formula, see the section Changing the Accrual Term Start Date in Sample Accrual Formula, *Oracle HRMS FastFormula User Guide*.

#### Ineligibility Period

Derive the ineligibility period within the formula--rather than from the Accrual Plan window--since it varies by grade. The data could be hard coded within the formula or maintained in a user table, such as the following (which also holds the maximum carry over, since this data varies by grade too):

#### Example User Table for Varying Accrual Rules By Grades

| Grade | Ineligibility Period | Max. Carry Over |
|---|---|---|
| 1 -3 | 2 months | 5 days |
| 4 - 5 | 3 months | 8 days |

Since the ineligibility period is defined within the formula, and the enterprise uses BEE to enter vacation time, you need to create an ineligibility formula that BEE validation can use to check whether an employee is entitled to take time under the accrual plan.

#### Accrual Ceiling

Change the accrual ceiling from a standard 20 days in the predefined formula to a variable amount depending on an employee's standard hours. You address this in a similar way to the calculation of the accrual amount.

#### Maximum Carry Over

Change the maximum carryover from a fixed amount within the formula to an amount that varies by grade. The data could be hard coded within the formula or maintained in a user table, such as the example above.

## Setting Up PTO Accrual Plans

1. Define and link an element for the plan's absence type.

   See: Defining and Linking an Absence Element, page 4-12

   **Important:** It is important that you link the absence element before you define the accrual plan since Oracle HRMS automatically creates links for the accrual plan elements based on your absence element links. If you define criteria on the link so that employees lose eligibility for the accrual plan as their assignments change, you must manually transfer accrual balances to the employee's new accrual plan. For simplicity, consider using open element links (that is, links with no assignment criteria).

2. Define an absence type for the plan, associating its absence element with this type.

   See: Defining an Absence Type, page 4-14

3. Optionally, define new accrual start rules as values for the Lookup Type US_ACCRUAL_START_TYPE. There are three seeded categories: Hire Date, Beginning of Calendar Year and Six Months after Hire Date.

   See: Adding Lookup Types and Values, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

4. Decide which Accrual and Carry Over formulas to use. You can use the seeded formulas, configure them, or write your own.

   See: Writing Formulas for Accrual Plans, *Oracle HRMS FastFormula User Guide*

5. If your Accrual formula defines a period of ineligibility and you want to use BEE to enter absences against the accrual plan, define an Ineligibility formula. BEE calls this formula to check whether an employee is eligible to use accrued PTO.

   See: Period of Ineligibility, page 4-39

   > **Note:** If you use the seeded Accrual formulas, you do not need to define an Ineligibility formula. They use a period of ineligibility entered in the Accrual Plan window, and BEE validation can use the same value.

   This does not apply to the New Zealand seeded formulas. If you are using these formulas, do not define an Ineligibility formula *or* enter a period of ineligibility in the Accrual Plan window.

6. Optionally, define new accrual categories as values for the Lookup Type US_PTO_ACCRUAL. There are predefined categories for some legislations.

   See: Adding Lookup Types and Values, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

7. **Oracle Payroll users:**

   The following three steps are for Oracle Payroll users only. Skip these steps if you do not want to use a payroll balance to store gross accruals.

   Decide whether the payroll run should update accruals as of the run's *date earned* (the date the payroll run uses to determine which element entries to process) or *date paid* (the date that appears on pay advices). Select your choice for the business group.

   See: Business Groups: Selecting a PTO Balance Type, *Oracle HRMS Enterprise and Workforce Management Guide*

8. Consider which balance dimension to use. Dimensions are predefined that reset the

balance each year on 1 January, 1 June, or hire date anniversary. UK users: If you require your balance to accumulate over a different period of time, or reset at a different date, you can create your own balance dimension.

See: Balances in Oracle Payroll, *Oracle HRMS Implementation Guide*

9. If you want Oracle Payroll to recalculate the accrual balance from the beginning of the accrual term when there are retrospective assignment changes that affect entitlement, you must perform this setup:

    1. Navigate to the Dynamic Trigger Generation window. In the Find Triggers window, enter the following values then click Find:

        - Dynamically Generated Triggers: selected
        - Application: Oracle Human Resources
        - Trigger Name: PER_ALL_ASSIGNMENTS_F_ARU
        - Triggering Actions: Update selected

        Ensure that this trigger is generated and enabled. On the Components tab, ensure that the module pay_continuous_calc.PER_ALL_ASSIGNMENTS_F_ARU is enabled.

    2. In the Functional Area Maintenance window, query the seeded functional area called PTO Events. Check that the trigger PER_ALL_ASSIGNMENTS_F_ARU is listed in the Details region. Select the Business Group tab in the Details region and select the business groups that are to track the assignment changes.

    3. In the Table Event Group window, query the seeded PTO Event Group. This group includes the following datetracked events; you can add others that you want to track:

        - Date Track Update: Table - per_all_assignments_f, Column - assignment_status_type_id
        - Date Track Correction: Table - per_all_assignments_f, Column - assignment_status_type_id
        - Date Track Delete Future: Table - per_all_assignments_f, Column - blank

    4. Ensure that your accrual formula uses the Get_Earliest_AsgChange_Date function to handle the events you want to track. Refer to the PTO_PAYROLL_BALANCE_CALCULATION formula as an example of how to use this function.

10. Define the accrual plan, selecting the formulas and absence element it is to use.

See: Defining a PTO Accrual Plan, page 4-48

11. Optionally, set up length of service bands for the plan.

    See: Setting Up Length of Service Bands, page 4-50

12. **Oracle Payroll users**: If you want the payroll run to calculate employer liability for PTO, define an employer liability element and balance, link the element, and edit the generated payroll formula and result rules.

    See: Costing Liability for PTO Accruals, page 4-52

13. Review the net calculation rules for the plan. If necessary, create additional elements and associate them with the plan by selecting them in the Net Calculation Rules window.

    See: Changing Net Accrual Calculations, page 4-51

14. **SSHR users**: If you want to view employee accrual balances using SSHR, create an element set that include elements that correspond to the appropriate accrual plans, and attach the element set to the profile HR: Accrual Plan Element Set Displayed to User at the appropriate levels.

    See: Viewing Accrual Balances in SSHR, *Oracle HRMS Deploy Self-Service Capability Guide*.

## Defining a PTO Accrual Plan

Use the Accrual Plans window to define an accrual plan.

### To define a PTO accrual plan:

1. Enter the plan name, and select an accrual category for it.

   **Tip:** Coordinate the names of the accrual plan, the plan's absence type if any, and the element used to record absences taken under the plan. For example, for the Hrly Vacation PTO Plan for your hourly workers, you could name the absence type and its element Hrly Vacation PTO Absence.

2. Optionally, select a start rule for the plan in the Accrual Start field. This rule determines the date on which newly hired employees begin to accrue PTO.

   **Note:** Some plans do not use this value; it depends which Accrual formula you select.

3. Select Days or Hours in the Accrual Units field. The units selected here must be the same as the units for the input value you select in the Absence Information region.

4. You can enter a description, summarizing the purpose and rules of the plan.

5. Select the Accrual formula and Carry Over formula to associate with the plan.

   For a description of the seeded formulas, see Seeded Accrual Type Formulas, page 4-32.

6. In the Name field of the Absence Information region, select the element associated with the plan's absence type. In the Units field, select the element's input value that holds the entries of hours or days absent.

### Selecting a Payroll Balance

7. **Oracle Payroll users**: If you want to use a payroll balance to store gross accruals for the plan, select the date when the balance should reset to zero.

   > **Note:** The balance may not reset on the exact date you select, since it depends on the payroll period dates. For example, if you select a Reset Date of 1 January, the balance may in fact reset on 22 December if that is the start date of the first payroll period in the new year.

   If you select 1 June, 1 January, or Hire Date Anniversary, a value appears automatically in the Dimension Name field. If you select Other, you must select a balance dimension that you have created for this purpose.

   > **Important:** Select a date in this field *only* if you are using a formula that supports payroll balances. US users: The Check writer process and Deposit Advices do not display the correct accrual balances if you enter a balance reset date but do not use a formula that supports payroll balances.

### Setting a Period of Ineligibility

8. If the start rule for this plan is Hire Date or Beginning of Year you can enter a period of ineligibility, during which a plan participant can accrue PTO but cannot use accrued PTO. For example, enter 3 in the Length field and select Calendar Month in the Units field.

9. Optionally select an Ineligibility formula. This formula is called by the BEE validation process for a batch line that enters an absence against the accrual plan. It checks whether the employee is eligible to use accrued time on that date.

**Note:** If you enter the period of ineligibility in the Length field, you do not need to select a formula. The BEE validation process gets this value and interprets it as a period of time from the employee's continuous service date.

10. Save your work.

    When you do this, the application generates three new elements for the plan - one to represent the plan, and one each to hold carried over and residual amounts of accrued, unused PTO. The application creates links for these elements to match the links you defined for the plan's absence element.

    If you selected a date in the Payroll Balance Reset Date region, the application also generates a payroll balance, an element to feed the balance, a tagging element, formula processing and result rules, and a payroll formula to call the accrual formula from the payroll run.

11. Choose the Accrual Bands button to set up length of service bands for the plan. This is optional, but may be required by your accrual formula.

12. If the Further Accrual Information is configured for your localization, enter the relevant information.

    **Australian users:** Select the leave balance type as either Entitlement or Entitlement and Accrual for display in the Leave of Absence screen in Self-Service.

13. Choose the Net Calculation Rules button to view or change the rules for calculating employees' net PTO.

## Setting Up Length of Service Bands

Use the Accrual Bands window to define length of service bands for an accrual plan.

### To set up length of service bands for a PTO plan:

1. For each length of service band applicable to this plan, establish the band's duration by making an entry in the To field. The first band starts from zero years of service. If it extends for five years, enter 5 in the To field. The system then sets the From field for the second band at 5, as the second band starts after five years of service.

   For the last band you enter, in order to cover all participants with any length of service beyond the band's From entry, enter 99 in the To field. For example, if your bands cover service of 0-5 years, 5-10 years and 10+ years, the third band's From and To entries should be 10 and 99.

2. For each band, enter in the Term Accrual field the number of hours or days that participants whose length of service falls into this band can accrue each accrual

term. For example, if plan participants accrue 80 hours of vacation per year during their first five years of service (band 0 - 5), enter 80 in the Term Accrual field.

3. If a band does not permit participants to carry unused accrued time over to the next accrual term, leave the Maximum Carryover field blank. Otherwise, enter in this field the maximum number of accrued, unused hours or days that participants at this band may carry forward.

4. If a band has no ceiling that limits the total number of hours or days participants at this band can accrue at any one time, leave the Ceiling field blank. Otherwise, enter the ceiling number for the band.

5. Save your work.

## Changing Net Accrual Calculations

The rules for automatic calculation of employees' net PTO appear in the Net Calculation Rules window. You enter this window by choosing the Net Calculation Rules button in the Accrual Plan window.

The default net accrual calculation takes account of absences (entered on the Absence element) and time carried over from the previous accrual term (entered by the Carry Over process on the plan's Carried Over element). You cannot change these rules. However, if your plan's calculation needs to take account of other values (such as time bought or sold), you can add new rules in this window.

### To change the net accrual calculation:

1. Create and link any additional elements you need for the plan. For example, you might need an element to store the amount of PTO an employee has bought or sold. Use the Information classification for these elements, define them as nonrecurring, and give them at least two input values:

   - An input value with the same units (days or hours) as you selected for the accrual plan, and

   - An input value with the units Date (to hold the effective date).

     **Tip:** Use names for these elements that clearly link them to the appropriate accrual plan. For example, if the accrual plan is called Standard Vacation, you could name the element Standard Vacation Bought or Sold.

2. Query the new elements in the Net Calculation Rules window.

3. Select the input value that hold the days or hours you want to use in the net accrual

calculation.

4. Select the date input value that holds the effective date for the accrual calculation.

   **Note:** The predefined rule for the absence element does not include a date input value because the application uses the absence start date as the effective date for subtracting the time taken from the gross accrual.

5. For each input value, select Add or Subtract to determine whether the value should increase or decrease the net accrual available to an employee.

6. Save your work.

## Costing Liability For PTO Accruals

Follow these setup steps if you use Oracle Payroll and you want the payroll run to calculate the change in employer liability for PTO, as well as the gross accrual.

For example, the payroll run might calculate the following changes to employer liability, using this calculation:

Current Liability Increment = (((YTD accrual + Current net accrual) * Current Rate of Pay) - ITD PTO liability)

| Payroll Run | ITD Liability | YTD Accrual | Current Pay Rate | Current Accrual | Absence | Current Net Accrual | Liability Increment |
|---|---|---|---|---|---|---|---|
| Run 1 | 0 | 0 | 10 | 4 | 0 | 4 | 40 |
| Run 2 | 40 | 4 | 10 | 4 | 5 | -1 | -10 |
| Run 3 | 30 | 3 | 12 | 4 | 0 | 4 | 54 |

### To set up costing of PTO accrual liability:

1. In the Element window, define an employer liability element. The only required input value is the pay value.

2. In the Balance window, create a liability balance fed by the pay value of the element you created in the previous step.

3. In the Formula window, edit the payroll formula that was generated for your

accrual plan so that it calculates changes in employer liability. The formula has the name <accrual plan name>_ORACLE_PAYROLL. It contains a sample liability calculation, which you can edit to meet your requirements.

The formula must return the Current Liability Increment.

4. In the Formula Result Rules window, query the accrual plan element. You will see a processing rule associating this element with the payroll formula you edited in the previous step, and a result rule passing the accrual to the element that maintains the accrual balance. Create another result rule to pass the Current Liability Increment formula result to the pay value of the employer liability element.

5. Use the Element Link window to link the employer liability element and to cost it appropriately.

# Absence and Accrual Plan Administration

## Absence Recording

When you record an absence for an employee using the Absence Detail window or self-service, you must always select an absence type.

### Dates and Times

In the Absence Detail window you can conveniently record start and end dates and times of a particular type of absence, as well as the date you receive notification of the absence.

You can enter either projected or actual dates and times. When an actual absence occurs in accordance with projected absence information already entered, you record this by simply clicking a button.

Oracle HRMS records an employee's absences using the employee's payroll calendar, so all employees for whom you record absence information must have a payroll component in their primary assignment.

Some absence types are associated with nonrecurring elements. For these types, the absence is not recorded on the employee's element entries until you enter the absence end date. You cannot change the absence start date so that it is outside the original payroll period--you must delete the absence and create a new one.

> **Note:** For Oracle Payroll users in some localizations: some absence types may be associated with recurring elements. For these types, the absence is recorded in element entries when you enter an actual start date. If you change the start date, the element entry is deleted and a new one created. When you enter or change the end date, the element entry's end date is date effectively updated.

### Absence Duration

To calculate the duration of an absence automatically, you can either use the schedule and calendar event features from Oracle HRMS and Common Application Components (CAC), or use a formula that calculates absence duration from the absence start and end dates.

For the first method, the application calculates the duration of the absence based on the worker's schedule and applicable calendar events for their primary assignment. To use these features, set the HR: Schedule Based Absence Calculation profile option to Yes.

You set up availability information such as shifts, schedules, and calendar events, and

assign them to various levels in your work structures.

See: Setting Up Availability, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

For the second method, you write a formula to calculate absence duration from the start and end dates and times entered for an absence. Your localization team may have written a formula that the application uses by default.

See: Writing Formulas To Calculate Absence Duration, *Oracle HRMS FastFormula User Guide*

To control whether the formula automatically recalculates and overwrites the absence duration when a user updates the end date or time, set the user profile option HR:Absence Duration Auto Overwrite to Yes or No. For example, if you do want the duration to be updated when the end date changes, set the profile option to Yes.

When you enter an absence, the application warns you if:

- Duration is greater than the person's net entitlement recorded in a PTO accrual plan
- A decreasing absence balance becomes negative
- Duration is not equal to the value calculated by the absence duration formula. Or, if there is no absence duration formula, duration is not equal to <end date/time - start date/time>. Here, the application calculates the hours using the standard hours recorded for the assignment (or for the business group if the assignment contains no record).

## Authorization and Replacement

When recording a projected or actual absence in the Absence Detail window, you can select both the name of an employee authorizing the absence, and of an employee replacing the absent worker.

## Absence Cases

If an employee has multiple absences that result from the same cause or are associated in another way that you want to record in Oracle HRMS, you can enter an *absence case* for the employee. For example, if an employee takes two periods of sick leave due to a back injury sustained at work, you can create an absence case, associate the two absences with the case, and link the case to the work incident.

## Batch Entry of Accrued Time Taken

For fast batch entry, you can use BEE, instead of the Absence Detail window, to enter sick or vacation time recorded together with other timecard data. You can enter the absence start and end dates, as well as any input values defined for the element. If you leave the date fields blank, they both default to the effective date for a nonrecurring

absence element; only the start date defaults for recurring elements. Note that the batch line produces an error if you enter a duration but no end date for a recurring element.

### Self-Service Entry of Absences

If you have licensed Oracle SSHR, you can delegate the responsibility for recording absences to individual employees or their line managers. They can enter proposed or actual absences and submit them for approval by their supervisors (or any other approvers in a workflow).

### Viewing and Reporting on Absence Information

For monitoring and analyzing recorded employee absences, use the:

- View Absence History window, page 4-67
- List Employees by Absence Type window, page 4-67
- Absences Report, page 4-67

For reviewing PTO plan participants' accrued time earned and taken, use the Accruals window, page 4-66.

## Accrual Plan Administration

Just as elements constitute the underlying structure of absence types, so they provide the structure of accrual plans. Each accrual plan is associated with an absence element, which holds information about absences taken under the plan. There is also an element for the plan itself, which you use to enroll participants in the plan.

### Enrollment

You enroll an employee in an accrual plan by entering the accrual plan element. You can only enroll employees who are eligible for the plan (that is, their assignments match the element's links). When you do the enrollment you can override the default date for calculating length of service (which is used in many accrual plans to determine the appropriate accrual amount and the start date of accruals for new hires).

> **Note:** You enter the accrual plan element for the employee's primary assignment. If another assignment becomes the primary one, you must re-enter the accrual plan element for the new primary assignment. You can transfer the accrual balance to the new assignment using a balance adjustment element entry, if your implementation team has added a balance adjustment element to the net calculation rules for this accrual plan.

## Recording Accrued Time Taken

You record time taken under the accrual plan by making entries of the absence element associated with the plan.

Normally you make these entries using the Absence Detail window so you can record additional information, such as an absence reason, the name of the employee authorizing the absence, and the name of the employee replacing the absent worker. The window shows the participant's net accrual at the start of the absence and the projected accrual at the end of the accrual term.

You can also use BEE to make batch entries of hours of accrued sick or vacation time that employees have taken and noted on their timecards. Any entries you make to absence elements using BEE for an employee's primary assignment can then be viewed in the Absence Detail window. Entries made using BEE can include a reason, but the list of absence reasons available in the Absence Detail window is not automatically available here.

## Viewing Accruals

You can use the Accruals window to see, at any time, how much time an employee has accrued and used under an accrual plan. You cannot change the amount accrued using this window. The gross accrual is calculated by a formula that may, for example, vary the accrual according to length of service, grade, overtime or other factors.

## Recording PTO Sold or Purchased

If your enterprise pays employees for time they have accrued but not used, or if you permit employees to buy additional time, you may decide to define your own PTO-related elements to record information about these transactions. You then use the Element Entry window to enter these elements for the appropriate employees.

## Running the Carry Over Process

Once each year (or other plan term), an employee's balance of unused accrued time must be cleared down ready for the new plan term. You run the PTO Carry Over process to clear down these balances and record both unused time available for carryover, and residual time unavailable for carryover. For accrual plans with a variable term start date (such as hire date or seniority date), you should run the process every night to update plan information for any employees whose term has ended that day.

> **Note:** Some accrual plans are based on a rolling plan term. The Carry Over Process is not relevant to this type of plan.

## Entering Absences

Enter projected or actual absences for an employee using the Absence Detail window.

Because the calendar holding absence records for an employee is the same as that of the employee's payroll, the primary assignments of employees for whom you enter absence information must include an assignment to a payroll. For absence types based on nonrecurring elements, the effective start date of this assignment must be no later than the start of the current payroll period.

### To enter absences for an employee:

1. Select the absence type.

   The following information appears:

   - The category of the type.
   - The occurrence of the new absence record you are entering. For example, if the employee has already incurred two absences of this type, the occurrence of the new record is 3.
   - The running total of hours or days absent for all the absence types associated with the element. For absence types with increasing balances, this is the number of days or hours absent with an end date on or before your effective date. For any types with decreasing balances, this is the number of hours or days remaining to be taken.
   - The number of days absence recorded for the absence type in the current calendar year.
   - The name of the element that maintains each employee's time taken or time remaining for this absence type.

     **Note: For Finland and Denmark users only**: When you create an absence, Oracle HRMS enters the absence element for all the employee's assignments including the primary assignment. You can decide whether each assignment requires the element entry and better track absences for multiple assignments. You can also edit element entries to change the absence details for a specific assignment.

     **Note: For Denmark users only**: You can override the holiday or sickness absence details in the Absence Details window by entering the DK_OVERRIDE_HOLIDAY_DURATION or

DK_OVERRIDE_SICKNESS_DURATION element in the Element Entries window. Use the same start and end dates for the override element that you use in the Absence Details window.

See: Making Manual Element Entries, *Oracle HRMS Compensation and Benefits Management Guide*

2. If the Further Information field is visible for your localization, click in the field and select a context value relevant to your localization.

   - **Canada HRMS**: Specify the ROE Reason and ROE Comments. You enter a ROE Reason and ROE Comments for an employee in the Additional Absence Detail Information window. The ROE Reason appears in Block 16 of the ROE. The ROE Comments appear in Block 18 of the ROE.

   - **Dutch HRMS**: If you have a category of sickness selected, you can enter a percentage sick by selecting the NL_S context value.

     Select No in the Non SI/Pension Absence field to count an absence as a real social insurance day. Selecting Yes excludes the absence from counting as a real social insurance day.

   - **Hungary HRMS**: If your absence category is Maternity, enter the expected and actual birth dates (and other dates if applicable). If your absence category is Paternity, enter the child's birth date.

   - **Mexico HRMS**: Specify your type of disability:

     - General Disease
     - Maternity
     - Risk Incident

     The list of available Disability IDs depend on if you have assigned this disability with a Causal Incident (in the case of Risk Incident disabilities) or no Causal Incident (in the case of Maternity or General Disease disabilities).

   - **Russia HRMS**: If your absence category is Maternity Leave, enter the number of children and the new born child's date of birth. If the absence category is Child Rearing Leave, enter the new born child's date of birth. If you select the absence type as Temporary Disability with Sickness Allowance Payment, then select the disability details.

   - **Finland HRMS**: If your absence category is Annual Holiday, Layoff, Labour Dispute, or Unauthorized, enter the details of a similar absence taken by the employee. For the absence category Sickness, select the doctor's certificate and

contract details. For the Accident category, select the work incident and doctor's certificate details. If your absence category is Family Leave, enter the child and maternity leave details.

- **UK HRMS**: For an OSP or OMP scheme and an absence that is, or contains, a part of a day, select a unit of measure - days or hours - for measuring part days. For a days-based scheme, select Day and select full or half day . For an hours based scheme, select Hours and select the number of hours absent. Select the appropriate value for the start date, end date, or both. If the entire absence is less that a full day, select the value in the Start Date field.

3. Do one of the following:
   - Enter *projected* dates for the absence. You can copy these later to the Actual Date fields by choosing Confirm Projected Dates.
   - Enter *actual* dates and duration as days or hours, according to the units of the balance. If you enter an end date, you must also enter the duration.

     If you want the application to automatically calculate the duration of the absence, then you can either use the schedules and calendar events features from Oracle HRMS and Common Application Components (CAC) or use a formula.

     See: Absence Duration, page 4-54

4. You can also select:
   - Reasons for the absence
   - The employee authorizing the absence
   - The employee who replaces the absent employee for the duration of the absence

5. Save your work.

   **Note:** If this absence is related to another absence (for example, they both result from the same cause), you can associate the absences using the Absence Case page.

6. If you entered an absence type that is eligible under an absence benefit plan, you can choose Enroll Absences to run the Participation Process in Absence mode. This process assesses the person's eligibility for the absence plan. If they are eligible, the process changes the status of the potential absence life event to Processed, and evaluates any standard rates linked to the plan.

   Alternatively, you can run this process for a group of employees from the Submit

Requests window. See: Running the Participation Process: Absence, page 4-63.

> **Note: UK Users:** The Evidence and Statutory Payments buttons display, if you opened this window from an SSP menu. Please note that these buttons are only relevant to statutory absence types (sickness, maternity, paternity, and adoption).

### Viewing Accruals for Plans Associated with the Absence Type

If the employee is enrolled in an accrual plan, the Accruals button is available. Choose this button to display the Associated Accrual Plans window, where you can see information about any accrual plans associated with the type of absence you are entering.

### To view accruals:

1. Enter or query an absence in the Absence Detail window, and choose Accruals.

2. If nothing is displayed, run a query in the Associated Accrual Plans window to display the name and category of any accrual plans associated with the absence type.

   For each plan, three net accrual amounts are displayed:

   The **Net Entitlement** figures on the This Absence tab show the effect of the absence displayed in the Absence Detail window.

   - The **Before Absence** figure is the net accrual calculated on the day before the absence.

   - The **After Absence** figure is calculated on the start date of the absence.

   In most cases these figures will differ by the length of the absence you are entering. However, if the absence happens to start on the day that this period's PTO entitlement is accrued, the new accrual is also shown in the After figure. Similarly, if any other time (such as time bought or sold) is debited or credited to the accrual on that day, it is reflected in the After figure.

   **Projected Entitlement** on the End of Plan tab shows the projected net accrual at the end of the current accrual plan term, taking account of any future absences already entered on the system. If the employee has future-dated assignment changes that affect his or her accrual entitlement, these are taken account of in the calculation.

   > **Note:** This figure does not take account of absences with a *projected* start date. It only includes absences that have an actual start date.

#### Example

Suppose Ms. Shah is enrolled on a vacation plan that runs each calendar year starting 1 January, with a gross accrual of 2 days per month. Ms. Shah did not carry over any entitlement from last year and has taken no absences before May.

Net entitlement is calculated for the last complete accrual period (that is, the period that ends on or before the start of the absence being entered). This absence is only included in the calculation if it starts on the last day of an accrual period.

The following table shows the accrual amounts (net entitlement) that would display if you enter four absences in the sequence shown.

| Absences: | 2 - 4 May | 31 May - 3 June | 12 - 15 Aug | 15 June |
|---|---|---|---|---|
| Before absence | 8 | 5 | 7 | 3 |
| After absence | 5 | 3 | 3 | 2 |
| End of plan term | 21 | 17 | 13 | 12 |

# Enrolling Employees in PTO Accrual Plans

Enroll individual participants in an accrual plan by entering for them the element generated to represent the plan.

### To enroll participants in a PTO accrual plan:

1. Do one of the following:

   - For enrollment of an individual employee, perhaps as a part of the hiring process, enter the element representing the plan for him or her using the Element Entries window.

     See: Making Manual Element Entries, *Oracle HRMS Compensation and Benefits Management Guide*

   - For enrollment of a batch of employees in a plan, perhaps a newly-developed plan, use BEE.

     See: Making Batch Element Entries Using BEE, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

#### Overriding Length of Service

The default date for calculating length of service is the first day of the month of an employee's hire date. You can override this by entering another date when you enroll

the participant in the plan. This is relevant to plans that have accrual bands based on length of service.

If you enter a date here, it is also used, instead of the employee's hire date, when the seeded formulas calculate the appropriate accrual start date for the employee. For example, if the plan's start date rule is Six Months After Hire Date, accrual will begin six months after the continuous service date you enter.

### To override the default date for calculating length of service:

1. When enrolling the participant, enter the override date in the Continuous Service Date entry value of the element representing the plan.

## Running the Participation Process: Absence

You can run the Participation Process: Absence to process any absence-type life events for an individual person or a group of people. The process assesses the person's eligibility for the absence plan. If they are eligible, the process changes the status of the potential life event to Processed, and evaluates any standard rates linked to the plan.

You run processes from the Submit Requests window.

### To run the Participation Process: Absence

1. Select Participation Process: Absence in the Name field.
2. Enter the Parameters field to open the Parameters window.
3. Set the effective date of the process.
4. Select Commit or Rollback in the Validate field.

   Select Rollback to check your results before committing them to the database. It is easier to correct errors before you commit the results.
5. If you want to restrict the process to one person, select them in the Person Name field.
6. If you have not selected one person, you can limit the persons evaluated by the process by selecting from one or more of the following parameters.
   - Person Type
   - Organization
   - Benefits Group
   - Location

- Postal Zip Range (US only)
- Reporting Group
- Legal Entity (US only)
- Payroll

7. Select Yes in the Audit Log to create a file that lists the eligibility results for each person evaluated by the process.

   If you select Yes, you should periodically run the Participation Audit Activity Purge process to purge the audit log tables.

8. Select Yes or No in the Limit by Person's Organization field. If you select Yes, the process only handles compensation objects that have the person's organization attached.

9. Choose the OK button.

10. Complete the batch process request and choose Submit.

## Running the PTO Carry Over Process

The net accrual calculation for PTO includes carried over PTO in determining an employee's accrued PTO to date. To set the net calculation rules, use the Net Calculation Rules window. To review an employee's carry over of accrued time, use the Accruals window.

Run the PTO Carry Over Process at the end of the accrual term using the Submit Requests window. For accrual plans with a variable term start date (such as hire date or seniority date), you should run the process every night to update plan information for any employees whose term has ended that day.

### Troubleshooting

The concurrent request log contains a summary of the accrual plans and assignments processed.

The Payroll Action Parameter *Max Errors Allowed* determines the behavior of the process when it encounters an error. If it encounters fewer than the maximum number of errors, the process completes with a warning, commits the successful assignments, and writes details to the concurrent request log of the assignments that did not process due to an error. If the process encounters the maximum number of errors, it stops processing, rolls back any processed assignments, and writes details of the errors to the log.

To help Oracle's Support organization debug an issue, you can use the Payroll Action

Parameter *Logging*. If the parameter value includes a 'G' (General), all debug information is written to the log. Logging significantly reduces performance and generates large log files so it should be switched off in normal circumstances and only used for debugging purposes.

### To run the PTO Carry Over process:

1. Select PTO Carry Over in the Name field. If the Parameters window does not open automatically, click in the Parameters field.

2. Enter a date in the PTO Calculation Date field and Current or Previous in the Accrual Term field. These are used by the plan's Carry Over formula to determine the effective date of the carried over PTO.

   Typically you will use the following values if you are using seeded formulas:

   - PTO_PAYROLL_CARRYOVER formula--use a calculation date of 31 December with Accrual Term = Current, or a calculation date of 1 January with Accrual Term = Previous. The effective date of the carry over is always 31 December (of current or previous year).

   - PTO_SIMPLE_CARRYOVER--use a calculation date of 31 May with Accrual Term = Current, or a calculation date of 1 June with Accrual Term = Previous. The effective date of the carry over is always 31 May (of current or previous year).

   - PTO_HD_ANNIVERSARY_CARRYOVER--set calculation date to the effective date and use Accrual Term = Previous.

     **Important:** If you select Current for the Accrual Term and enter a calculation date that is not the end of the accrual term, this process creates future-dated carry over and residual element entries.

3. Select the name of one accrual plan to process, or select a category to process all plans in the category.

4. The Reprocess All Participants field defaults to No, so that the process affects only those plan participants not previously processed for this accrual term. To process all participants regardless of any previous processing, select Yes in this field.

   **Important:** Select Yes if any employees have retrospective absences or other entries that might affect net entitlement.

5. When the entry of parameters is complete, choose OK. Choose Submit to submit the request.

The Carry Over process enters the Carried Over and Residual elements for all employee assignments included in the process.

## Reviewing Employees' PTO Accruals

To view information on employees' accrued PTO, use the Accruals window.

### To view an employee's net PTO accrual:

1. Set your effective date to the day for which you want to calculate PTO entitlement.
2. In the Assignments Folder, query the employee's name. Choose the Accruals button to go to the Accruals window.
3. Query the accrual plan in the Name window.

   The **Dates** region shows the dates that the accrual formula uses for the entitlement calculation. These are typically from the start of the accrual term to your effective date. The **Net Entitlement** field displays the net accrued days or hours between these dates. The **Last Accrual** date is the end of the last complete accrual period, if the formula does not calculate accrual for partial periods.

   If you allow maintenance of negative balances of accrued time at your installation and an employee's time absent exceeds time accrued, the net entitlement appears as a negative number.

   > **Note:** Net Entitlement can exceed the accrual ceiling if you have increased entitlement using an adjustment element or the Carry Over element. If you have adjusted net accrual so that it exceeds the ceiling, the employee will accrue no time until net accrual falls below the ceiling.

   The Entitlement Details region shows the values used in the calculation of the net entitlement:

   - The <plan name> element stores current accrued time.
   - The <plan name> Carried Over element stores accrued time carried over from the previous accrual term. If the plan has an expiry date for carried over time, the value shown after the expiry date is the amount of accrued time that was used. Any remaining time was lost.
   - The absence element stores accrued time taken.
   - Any other elements created at your site to hold values used for calculating net entitlement, such as elements to store bought or sold PTO.

If the accrual plan uses the seeded formulas, note that an absence is included in the accrued time taken figure if it starts on or before your effective date.

**Important:** When reviewing employee accruals at the end of an accrual term, remember that carried over and residual PTO appear only after the PTO Carry Over process is run.

## Viewing Absence History

Use the View Absence History window to view all absences for an employee.

### To view absences for an employee:

1. Select an employee then choose the Find button.

   The absences appear in the lower part of the window. Use the standard Folder features to select a subset of these absence records, and to choose the fields to see.

## Listing Employees by Absence Type

Use the List Employees by Absence Type window to see all the absence records for a particular absence type, or category of types.

### To list employees by absence type:

1. Enter any combination of absence type, category, and start and end dates to define the absences to view. Choose the Find button.

   The absences appear in the lower part of the window. Use the standard Folder features to select a subset of these absence records, and to choose the fields to see.

## Running the Absences Report

The Absences Report shows information about employee absences during a specified period. It can show absences:

- For an individual employee, or for all the employees in an organization
- For all types of absence, or for selected types

The report summarizes the information as totals for each absence type since the employee was first hired.

You run reports in the Submit Requests window.

### To run the Absences Report:

1. In the Name field, select Absences Report.
2. Enter the Parameters field to open the Parameters window.
3. Enter the effective date for which you want to see the report.
4. Select either an organization or an employee.
5. Enter the start and end dates of the period for which you want to report absences.
6. You can choose up to 10 absence types for the report. To report on all types, leave the absence type fields blank. Choose OK.
7. Choose the Submit button.

## Resetting a Stored Accrual Balance

If you use Oracle Payroll, you may have set up your accrual plans so that the payroll run maintains a stored accrual balance. Batch processes and reports that calculate accruals use this stored balance for faster processing.

Normally the payroll run maintains this balance by calculating the accrual change each period. It recalculates the accrual from the beginning of the accrual term when there are any retrospective changes that affect entitlement. However, if you have made a retrospective assignment change that your accrual formula cannot handle, you might want to force the next payroll run to recalculate accruals from the beginning of the accrual term for one or more assignments.

> **Note:** This procedure assumes that your accrual formula uses the Reset PTO Accruals function to check the setting of the Reset PTO Accruals parameter. Refer to the seeded accrual formulas for an example of how to use this function.

1. In the Action Parameters window, check the Default Group check box to view the default action parameters. On the Parameters tab, scroll down to find the Reset PTO Accruals parameter, and change its value from N to Y.
2. Create an assignment set containing the assignments whose accrual balances you want to reset.
3. Run a QuickPay or payroll run for these assignments.
4. In the Action Parameters window, check the Default Group check box to view the default action parameters. On the Parameters tab, scroll down to find the Reset PTO

Accruals parameter, and change its value from Y to N.

**Important:** Make sure you reset the parameter to N to ensure faster processing in your normal payroll processes.

# Workforce Intelligence Key Concepts for Leave and Absence Management

## Workforce Intelligence Key Concepts for Leave and Absence Management

To enable you to get the most out of Leave and Absence Management intelligence reports, you need to understand the following key concepts:


- Absence Hours, page 4-70
- Working Hours, page 4-70


### Absence Hours

The Absence Hours reports use the element information created when you enter either an absence against the absence element, or an absence in the Absence Details window.

The report plots the absence hours for the date earned. This is entered for the element. If a date earned has not been entered, then the element's effective start date is taken as the date earned.

> **Note:** If you have entered your absences using the Absence Details window, a date earned is not set up; therefore the report uses the effective start date of the element.

Regardless of the length of time an employee has been absent, the report always plots his or her absence hours on the date earned, or the effective start date of an element. It is possible, because of the frequency and time period you select, that an absence may fall into two different time periods. The absence hours are always shown in the first time period, rather than pro-rata across two time periods.

A pre-defined formula, TEMPLATE_BIS_DAYS_TO_HOURS, calculates the absence hours. You can configure this formula to meet your requirements.

See: Discoverer Workbooks Implementation Steps, *Oracle HRMS Strategic Reporting (HRMSi) User Guide*

### Working Hours

Within Oracle HRMS, you record the number of regular and overtime hours worked using elements. The Hours Worked reports process information for the hours worked through formulas, which you must provide using Oracle FastFormula.

See: Setting Up and Customizing Working Hours, *Oracle HRMS Strategic Reporting (HRMSi) User Guide*

The Hours Worked reports calculate the hours worked for each payroll time period using employee assignments. For the assignment to be included it must:

- Be active or suspended.
- Fit the criteria you enter. For example, if you enter a grade name, the assignment must have that grade entered against it.

> **Note:** You can only run the Hours Worked reports if you previously set up Oracle FastFormula to calculate your employees' regular hours and overtime hours.

The Hours Worked reports display information about the payroll periods that most closely match the start and end dates that you enter for the report. For example, if the first date you enter is 05-Jan-2001, and the payroll begins on 01-Jan-2001, the report includes information from 01-Jan-2001.

# Workforce Intelligence for Leave and Absence Management

## Employee on Leave Detail Workbook

This workbook enables you to report on employees who are on a leave of absence on a particular effective date. The workbook shows the following employee primary assignment details:

- Employee number
- Organization
- Supervisor
- Location
- Hire date
- Absence details, including date start and date end

### Worksheets

This workbook has the following worksheets:

- Organization Hierarchy
- Supervisor Hierarchy

### Organization Hierarchy Worksheet

This worksheet enables you to report on employees who are on leave on the effective date chosen. Employees are listed for a given organization and its subordinate organizations. The additional parameter, Absence Types to Exclude, enables you to exclude absence types that are not of interest, for example, Unpaid Leave.

#### Business Questions

*When are my employees in an organization hierarchy on leave?*

#### Parameters

You must specify values for the following parameters:

- Organization Hierarchy

- Top Organization
- Effective Date

## Supervisor Hierarchy Worksheet

This worksheet enables you to report on employees who are on leave on the effective date chosen. Employees are listed for a given supervisor and his/her subordinates. The additional parameter, Absence Types to Exclude, enables you to exclude absence types that are not of interest, for example, Unpaid Leave.

### Business Questions

*When are employees, reporting directly or indirectly to a specific supervisor, on leave?*

### Parameters

You must specify values for the following parameters:

- Supervisor
- Effective Date

# 5

# Setup for Health and Welfare Management

## Setup for Health and Welfare Management Overview

You use the implementation features of Standard and Advanced Benefits to design the benefit programs that you offer to your employees and other eligible participants. You can define eligibility and enrollment requirements for programs and plans, set up activity rate calculations, and define reporting groups and system extracts.

Advanced Benefits includes all the components of Standard Benefits plus features for managing life events and setting up flexible benefit programs.

See: Advanced Benefits Setup: Overview, page 5-3

Use the administration features of Standard and Advanced Benefits to manage benefits enrollments and to maintain your benefit programs.

See: Standard and Advanced Benefits Administration: Overview, page 6-1

See: Advanced Benefits Administration: Overview, page 6-3

The application provides a Total Compensation Setup Wizard to guide you through the setup process.

See: Total Compensation Setup Wizard, page 5-4

### Features Common to Standard and Advanced Benefits

Standard and Advanced Benefits share a number of common setup features:

- **Plan Design:** You can design the program structure of the benefits you offer to your employees and other qualified participants and dependents. Use the Total Compensation Setup Wizard to help automate the setup process.
    - **Eligibility Profiles:** You set up participant eligibility profiles and dependent coverage eligibility profiles to restrict who is able to participate in a benefit plan.

- **Enrollment Requirements:** You define enrollment requirements to determine *when* an eligible person can enroll in a benefit plan.

- **Activity Rates:** You define an activity rate calculation to determine the standard or variable contribution or distribution for a benefit. Activity rates also control the calculation of coverage amounts, monthly premiums, and imputed income taxation.

- **Communications:** Oracle HRMS helps you manage employee communications. You set up *communication type definitions* to control the data the application generates for inclusion in a communication. For example, you can extract a participant's available benefit choices and price tags into a flat file that you then merge into the body of a pre-enrollment letter.

  **Note:** The application restricts Standard Benefits users to setting up communications for COBRA and HIPAA administration.

- **System Extract:** The system extract feature lets you manage the extract and format of person benefits data for delivery to organizations such as third party benefits administrators.

- **Plan Design Copy:** Use this feature to save time during your implementation. You can set up your plan design in a test database, for example, then use Plan Design Copy to transfer the finalized design into your production database without repeating data entry. For plans that share components, you can define a plan once, then modify copies of the base plan as necessary.

## Managing Benefits Using SSHR

You can set up Standard and Advanced Benefits so that individuals can manage their elections through a web browser, thus saving the back office from the task of election processing.

For information on setting up Self-Service Benefits enrollments, refer to MetaLink Note 215159.1, *Self-Service Benefits Enrollments with Standard and Advanced Benefits*.

## Key Concepts

To broaden your understanding of Standard Benefits, and features common to both Standard and Advanced Benefits, see:

Plan Design, page 1-74

Plan Design Copy, page 1-81

Eligibility Requirements for Total Compensation, page 1-133

Activity Rates, page 5-123

System Extract, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

Self-Service Benefits Enrollments, page 5-9

## Advanced Benefits Setup: Overview

Advanced Benefits enables administration based on life events that occur to participants. You can generate enrollment actions, activity rate changes, and communications based on seeded life events or events you define.

You also use Advanced Benefits to design benefit programs that are based on flex credit accrual.

### Advanced Benefits Features

In addition to the core features available with Standard Benefits, Advanced Benefits comprises several distinct features:

- **Life Events:** The system lets you trigger enrollments, activity rate changes, and communications based on the occurrence of a life event to a primary participant or dependent.
    - **Life Event Reasons:** These are the changes to a person's HR record that you define as valid reasons for an enrollment action. Life events can be **external**, such as the birth of a dependent, or **internal**, such as a work location change or the start of an open enrollment period.

- **Online Benefits Administration:** This feature is useful for HR call centers. Using the Benefits Service Center, you can record a change to a person's HR record, evaluate the change for enrollment impact, and process an election online all from a centralized form. You control the application windows, reports, and processes available to your benefits administrators.

- **Flex Credit Calculation:** For those programs where you offer a choice of benefits and coverage levels, you can define flex credit calculations that determine the amount of flex credits a person must spend to purchase a benefit. You also define restrictions as to how a participant can distribute unused flex credits.

### Key Concepts

To learn more about Advanced Benefits, see:

Life Events Reasons, page 5-53

Seeded Life Event Reasons, page 5-59

Enrollment Requirements, page 5-70

Enrollment Types, page 5-74

Flex Credit Calculations, page 5-169

Communications, page 5-178

Online Benefits Administration, page 6-38

### Total Compensation Setup Wizard

Use Total Compensation Setup Wizard for a fast and easy way to enter your plan design into Oracle HRMS. Total Compensation Setup Wizard uses the Oracle Applications Framework to provide a task-oriented process for creating Health and Welfare programs and the business processing rules associated with them.

Advanced Benefits customers can use Total Compensation Setup Wizard to set up:

- General program details for flex credit and non-flex credit programs
- Health and Welfare plans, options, coverage amounts, coverage restrictions, interim coverages, standard and variable rate calculations, dependent and beneficiary eligibility, and designation requirements
- Annual open enrollment periods
- Explicit life events from a set of pre-determined data triggers that generate a corresponding enrollment period
- Enrollment requirements for unrestricted programs
- Enrollment requirements for specific life event processing (along with available dependent changes)
- General or life event specific default enrollment requirements
- Final plan design review page and submit process to load data into the business group

For Standard Benefits, the Total Compensation Setup Wizard automatically determines your configuration options. Use the Wizard to:

- Configure your plan design
- Set up unrestricted programs
- Define participant eligibility requirements
- Set up activity rates, including variable rates and coverage calculations

After you complete your plan design, you can use the Wizard to:

- Update FastFormula in plan design objects

- Update multiple standard and variable activity rates simultaneously (Mass Update of Rates)

You can then use the professional user interface to:

- Define flex credit calculations and benefit pools (OAB)
- Set up actual premium calculations
- Define colliding life event logic (OAB)
- Set up distribution rules if you offer reimbursement plans
- Define communication types
- Set up the Benefits Service Center for centralized administration (OAB)

### Advantages of Advanced Benefits Life Event Processing

As an Advanced Benefits customer, you can take advantage of a range of features, including:

- Automated Life Event Management
- What-If Eligibility Determination
- Mass Enrollment Processing

Oracle strongly recommends that you implement the Life Event processing model to automate benefits administration. This model enables you to configure enrollment restrictions based on specific life events that you define. Life event processing manages complex situations; for example, when a participant reports a life event that occurred in the past and other elections are already in place, or when the elections and rates for a life event must become effective in the past.

Consider the following questions that illustrate the advantages of the Life Event processing model:

- Do you want to process mid-year election changes automatically for a single participant? Would you like to perform mass enrollment updates or corrections?
- Do you need to automatically assign certain benefits to employees or family members?
- Do you anticipate automating your administration practices in the future? Do you need to enforce business rules, such as requiring or reminding a participant to designate dependents or requiring a participant to provide "Evidence of Insurability?"

- Do you restrict an employee's benefit choices based on life events, such as a marriage or the addition of a child?

- Would you like to operate in a Self-Service environment where employees record their own elections through a web browser? Would you like to allow employees to use Self-Service for mid-year election changes and to restrict the allowable updates based on the reason for the change?

Answering Yes to any of the above questions--in conjunction with planning the components of your benefits program--should justify implementing the life event model. The Total Compensation Setup Wizard assists you with this configuration.

## Standard and Advanced Benefits Implementation

Oracle HRMS provides a complete solution for Total Compensation management. Your Oracle Human Resources license includes the Standard Benefits feature set that enables you to manage your enterprise's benefits offerings.

The Oracle Advanced Benefits license provides the Standard Benefits feature set plus additional functionality enabling you to design flexible benefit programs and to administer benefits based on life events.

See: Advanced Benefits Implementation, page 5-7

#### Standard Benefits Implementation

Standard Benefits provides the functionality you need to administer benefit programs that do not offer flex credit based benefits. The Standard product is also useful if you outsource a significant portion of your benefits administration.

### What kinds of benefit plans are supported by Oracle HRMS?

You can use the product to manage the most typical plan types, including:

- Medical plans

- Dental plans

- Vision plans

- Prescription drug plans

- Short term and long term disability plans

- Group term life insurance

- Dependent life insurance

- Group legal services
- Savings plans (such as 401(k) and money purchase)
- Vacation Buy/Sell plans
- Continuing benefits (such as COBRA and HIPAA)

In addition, you can accommodate other forms of benefits such as company cars, reduced rates on loans, subsidized dependent care, or other goods or services for which your enterprise offers employee reimbursement.

## Can you restrict who is eligible to receive a benefit?

You use *eligibility profiles* to restrict which participants may enroll in a given benefit. You create an eligibility profile by grouping together your eligibility criteria, such as work and personal factors.

You create a *dependent coverage eligibility profile* when you want to restrict the criteria that must be met for a dependent to be covered by a benefit.

## How do I schedule an enrollment period?

In Standard Benefits, you use the unrestricted enrollment method to process your enrollments. Unrestricted enrollments are not limited to a period of time. You can record the dates of your open enrollment in the system, but these dates do not restrict your enrollment processing.

## How do I define payroll deductions and payments for benefits?

You define *activity ratecalculations* for a benefit plan that determine the contribution amount required to purchase the benefit. Activity rates can also be used to calculate employer contributions to a plan and distribution payments from a plan.

## Can you vary the rate that different participants pay to purchase a benefit?

If your plan rules stipulate that the amount a participant must pay to purchase a benefit varies based on certain factors, you can define a *variable rate profile* to define these variable criteria. Then, when eligible participants meet these criteria, they will receive the variable rate.

You can vary an activity rate based on employment factors, such as an employee's work location, or length of service with your organization.

## Advanced Benefits Implementation

By licensing Advanced Benefits, you can also fulfill the following business

requirements.

## How do I define qualifying life events?

You define a *life event reason* as a database change to a person's HR record. This change may require or enable an enrollment action. An *enrollment action* is an enrollment, de-enrollment, change in election, or change in contribution rate that is implemented either automatically, by default, or at the explicit request of the participant.

You link life events to scheduled enrollment periods, benefit plans, and communications. When a life event occurs to a participant, the system evaluates the life event to determine benefits eligibility and electable enrollment choices.

For example, if an employee's work location changes, you might want to evaluate this change to see if there is a corresponding change in benefits eligibility or contribution rates. If an employee's status changes from active to terminated, you may need to generate a continuing benefits action (such as for COBRA in the US).

## How do I implement a flex credit program?

You can use Advanced Benefits to create flex credit based programs that offer a range of benefit choices to your employees and other eligible participants.

You create activity rate calculations that determine the number of flex credits required to purchase a particular benefit. You can select from a variety of calculation methods, from a flat amount to a multiple of compensation. You can associate a variable rate profile with your flex credit calculation if contribution rates vary for an individual based on factors that you define.

Using *benefit pools,* you specify how credits may be rolled over between plans and how excess flex credits can be distributed.

## Does the application support automatic and default enrollments?

Yes, Advanced Benefits customers can define automatic enrollments to enroll participants in benefits without their explicit request. For example, you could trigger an automatic enrollment based on a life event so that when a person is hired, they automatically receive certain coverages.

Advanced Benefits customers can also define default elections for participants who fail to explicitly make benefit elections.

# Self-Service Benefits Enrollments

## Self-Service Benefits Enrollments

Self-Service Benefits supports a variety of enrollment types, including open, unrestricted, and life event enrollments for one or more flex or non-flex programs.

The enrollment choices, price tags, and other information in Self-Service Benefits web pages are derived from Oracle Applications database tables using the rules of your plan design. Updated information is stored in the Oracle Applications database tables using standard Application Programmable Interfaces (APIs).

Self-Service Benefits supports enrollment for plans and options in a program. Use vertical plan types, which can have multiple rates, to enable plan level enrollments and horizontal plans types to enable enrollments in options inside a plan level with single rate. Use Oracle's professional forms interface or the self-service Individual Compensation Distribution web pages to enroll participants in all plans not in a program such as savings plans, Employee Stock Purchase Plans (ESPP), or 401(k) plans.

### Self-Service Benefits Enrollment Functionality

Self-Service Benefits offers an employee the opportunity to:

- Review current, and future program benefits enrollments, and up to ten past enrollments, within the last two years
- Select benefits
- Distribute excess flex credits (Advanced Benefits)
- Add, update, or review family member information

  **Note:** Family member information entered through the self-service interface and personal contact data entered through the professional forms interface share the same table. Any data entered or updated in Self-Service HRMS or the professional forms interface is reflected in both interfaces.

- Add, update, or remove dependents

  **Note:** Self-Service requires dependents and beneficiaries to have the personal relationship check box checked on the Contacts window.

- Add, update, or remove beneficiaries

Employees can select organizational beneficiaries provided that the administrator has entered the Beneficiary Organization using the professional forms interface, and selected the May Designate Organization as Beneficiary check box in the plan enrollment requirements.

- Search for and select primary care providers
- Print a temporary participant identification card
- Save or print an enrollment confirmation statement as a PDF document

## Legal Disclaimer Page

During implementation, you can choose to display a predefined Legal Disclaimer page in Self-Service Benefits. Before self-service users can enroll in a benefit, they must read and accept the terms provided in the Legal Disclaimer page. If they do not accept these terms, the application will not enable the users to enroll.

You can enter the instruction text for the Legal Disclaimer page in the Self Service Instructor Text field in the Communication Types Usages window. This is a one-time process that you can complete when you set up Self-Service Benefits. You can also include HTML tags in the Disclaimer text for formatting effects, such as bold and indented text.

## Enrollment Change Workflow Notifications

You can configure the Workflow Builder to send a notification to an HR professional whenever a participant updates a Self-Service Benefits Enrollment web page, excluding the Primary Care Provider page. The notification contains the following information and provides direct access to the Confirmation page for the participant, but is not linked to any Workflow approval process:

- Name of Employee
- Social Security Number or National Identifier
- Life Event Name
- Enrollment Period
- Selected Benefit Plans and Options
- List of Covered Dependents

Oracle Workflow sends a notification to a worklist or group that you maintain after the participant completes the enrollment update. If the participant closes the browser window prior to reaching the Confirmation page, Oracle Workflow sends a notification within one hour of the first enrollment change.

You can manually override the enrollment or contact the participant to correct and resubmit the election if necessary.

See: Self-Service Workflows, *Oracle HRMS Deploy Self-Service Capability Guide*

## Hidden Fields in Self-Service Benefits

There are a number of fields that are delivered hidden by default on the self-service pages. You can choose to display them. They include:

- Coverage start and end dates for specific enrollments
- Cost 2 (after tax), 3 (taxable), and 4 (miscellaneous) columns for displaying multiple rates for a vertical display plan type
- Physician group and hospital, on the Primary Care Provider Search page
- Full name

See: Benefits Enrollments, page 5-17 for further details of these hidden fields and the regions where you can display them.

## Displaying Descriptive Flexfields

The following descriptive flexfields can be entered in self-service Benefits:

- Additional Ben Prtt Enrt Rslt F Details (BEN_PRTT_ENRT_RSLT_F)

  You enter this flexfield data on the Benefits Information page, which appears after the Benefits Selection page if the flexfield has been set up and there are global segments, or segments defined for the selected plan type.

- Add'l Contact R'ship Det's (PER_CONTACTS)

  You enter this flexfield data in the Miscellaneous region of the Family Member Add page. You can also view or enter the flexfield data in the Personal Information module of SSHR.

- Further Person Information (Person Developer DF)

  You enter this flexfield data in the Name and Relationship region of the Family Member Add page.

If you have set up the Further Person Information or Additional Contact Relationship Details flexfields, you can choose to display some or all of the segments in self-service using the Personalization Framework. See: Configuring Flexfields, *Oracle HRMS Deploy Self-Service Capability Guide*

The Additional Ben Prtt Enrt Rslt F Details flexfield appears automatically if you define and freeze this flexfield. You must bounce the Apache server after freezing or unfreezing the flexfield to ensure that your changes are displayed.

### Plan Type Context

You may want to display the Additional Ben Prtt Enrt Rslt F Details flexfield only for enrollment in specific compensation objects. For example, you may want to display prior years commission information to participants for a supplemental life insurance plan, while hiding commission information used to calculate group life insurance rates.

To display the flexfield differentially by compensation object, you must define a context for the flexfield based on BG_ID_PL_TYP_ID. On the Descriptive Flexfield Segments window, uncheck the Displayed check box for the context if you do not want to show the context poplist to the user. Notice that if you display this list, it will contain all the contexts for the flexfield (even those for other business groups) unless you restrict them by a value set defined for the context.

If there are frozen segments for the descriptive flexfield but no global segments defined and no segments defined for the selected plan type, the Benefits Information page appears in the enrollment chain but the region pertaining to this plan type does not display. Existing data set up in the flexfield is not affected by any new contexts you define for self-service.

## Plan Design Considerations for Self-Service Benefits

Before eligible participants can enroll in self-service benefits using the self-service interface, you must design your benefit plan using Oracle's professional forms interface. The following topics look at the points you should consider when designing your plan for the self-service environment.

### Legislative Configurations

Self-Service Benefits is delivered with US-style formatting for the following fields:

- Address
- Social Security Number
- Pre Tax Cost
- After Tax Cost

For non-US self-service implementations, you can edit field labels to fit your legislative requirements and you can also hide and unhide fields. For example, you may want to hide the list of States from the address fields.

> **Note:** The address style and country used by Self-Service Benefits is inherited from the primary benefits participant.

If your legislation or benefit plan design does not allow for after tax contributions, consider hiding the after tax columns on the tables contained in the following web

pages:

- Benefits Enrollment Overview
- Current Benefits Overview
- Benefits Selection
- Confirmation

See: Setting Up Self-Service Benefits Web Pages, page 5-35

See: Benefits Enrollments, page 5-17 for a list of the configurable user interface elements in each delivered web page.

### Integration with Authoria HR (US and UK)

The third party product Authoria HR provides a common knowledge repository to manage and communicate HR and benefits information.

After a self-service implementer defines a total compensation plan in the Oracle HRMS professional user interface, licensees of Authoria HR can configure links between Oracle HRMS and Authoria HR.

End users can click on links in the applicable self-service web pages to display context-sensitive Authoria HR documentation.

You can configure the following self-service enrollment windows for use with Authoria HR:

- Benefits Enrollment Overview page
- Current Benefits page
- Confirmation page
- Benefits Selection page

See Configuring Links Between Oracle Standard and Advanced Benefits and Authoria HR, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

### Multiple Rates

You can display up to four standard rates for each compensation object to enable employees to see employee and employer paid premiums, and related costs such as fringe benefit taxes and administrative fees. Multiple rates are displayed on the Overview, Benefits Selection, Current Benefits, and Confirmation pages.

Only vertical display Plan Types are able to be custom formatted in self-service to display multiple rates for a single compensation object. Due to display and sizing constraints, horizontal display Plan Types cannot display multiple rates. You can only display one standard rate per column.

When you define standard rates for self-service, you can select any activity type and tax type. However, you must check the Display on Enrollment check box (Processing Information tab) and you must specify the Self Service Display Order number (1 to 4).

When you display multiple rates, the column headings in self-service are Cost 1, Cost 2, Cost 3, and Cost 4. Otherwise, a single rate displays as either Pretax or Aftertax. You can change the column headings using the Personalization Framework.

When defining your standard rate, consider the following:

- For Costs 2, 3, and 4 you can select the Display on Enrollment check box (Processing Information tab of Standard Rates window) or the Enter Value at Enrollment check box (Calculation Method tab). However, do not select the Enter Annual Value check box on the Calculation Method tab. Annual Value can only be entered in Cost 1, if applicable.

- Costs 2, 3, and 4 can be used to calculate additional amounts, either based on the coverage or the amount in Cost 1. For example, if you charge a 2% administration fee for a spending account, you would set up the rates as follows:

  Coverage-Check the Enter Value at Enrollment box

  Cost 1 = *Contribution* - Select Same as Coverage as the Calculation Method

  Cost 2 = *Administration Fee* - Select Multiple of Coverage as the Calculation Method (0.02 * coverage, in this example)

  Cost 3 = *Total Cost* - Select Multiple of Coverage as the Calculation Method (1.02 * coverage, in this example)

#### Benefits Pools (Advanced Benefits)

If you are displaying multiple rates, you may not want them all deducted from flex credits. Use the Application tab on the Benefits Pool window to determine which standard rate to deduct. All rates selected on this tab are included in the Flex Credit Used Total. Unused Flex Credits (rollovers) displayed are not impacted by the use of multiple rates.

### Flexible Spending Accounts (US)

To ensure that your qualifying participants can enroll in Flexible Spending Account (FSA) plans using Self-Service Benefits, you must set up your plans using one of the following two methods:

The preferred method is to use the Plan Types window to define one plan type for each FSA plan. For example, you define one plan type for Dependent Care FSA plans and a second plan type for Health Care FSA plans. For each plan type, you define the coverage plan or plans into which participants and their dependents can enroll. You also define a **decline coverage** plan which is linked to each plan type.

Alternatively, you can set up one FSA plan type that covers both dependent care and health care plans. Within this plan type, you define plans for both dependent care and

health care. Then, within these plans, you link **options** for both selecting and declining coverage.

Other items for consideration:

- When you define the activity rate for the FSA plan, check the Enter Value at Enrollment field in the Calculation Method region of the Standard Rates window.
- Select Set Annual Rate Equal to Coverage as the calculation method.
- In the Coverages window, define the minimum and maximum contribution amounts for the FSA plan. Indicate that values for this plan are entered at enrollment.

### Flexible Benefits Programs (Advanced Benefits)

With Flexible Benefits Programs, you can offer flex credits to eligible participants to offset the cost of benefits. When you defining a benefit program in the Programs window, select the same periodicity for the activity reference period (the time period in which the system expresses activity rates) and the enrollment rate frequency (the activity rate that is communicated to participants). This ensures that the price tags for selecting benefits and the flex credits available to participants are expressed for the same time period.

Other items for consideration:

- Unless your flex credits are determined using the result of a calculation, you indicate the number of flex credits associated with a compensation object by entering the value in the Flat Amount field in the Calculation Method region of the Flex Credits window.
- You must set up a flex credits *placeholder plan* and link this plan to the flex program. This plan records the total flex credits for the program. Define a rate for this plan by entering zero in the Flat Amount field of the Calculation Method region of the Standard Rates window.
- Set the processing type of the corresponding element to Recurring.

### Temporary Participant Identification Cards

A temporary identification card allows a participant to obtain medical, dental, or other benefit treatment before the participant receives the official membership card from the provider. Using Self-Service Benefits, a participant can print one card for each elected plan that allows for temporary identification cards. The participant can also print a card for each covered dependent.

The application generates a temporary ID card upon:

- Enrollment

- Re-enrollment
- Change in Enrollment
- Participant Request (due to loss)

The identification card includes information such as:

- Employee Name and Social Security Number
- Member Name and Social Security Number (for dependents)
- Employer Name
- Plan Name

You indicate that a plan allows for the printing of temporary ID cards by checking the Allow Temporary Identification field on the Plans window.

### Declining Coverage

Depending on your plan design, you must set up either a decline coverage plan or option that allows a participant to waive an enrollment opportunity for which they are otherwise eligible.

If a plan type contains multiple plans, you create a *decline coverage plan* in the Plans window (in addition to the regular plans) and indicate that the plan is of the specified plan type. If a plan type has only one plan, you define a *decline coverage option* and link it to the plan. This ensures that participants can either select or decline benefit coverage.

> **Note:** If your plan design *requires* that a participant select at least one option from a group of options or at least one plan from a group of plans, do not define a decline coverage plan or option.

## Self-Service Benefits What-if

Self-Service Benefits What-if enables you to model electability for benefits based on proposed changes to a person's HR record, before you make the actual change. When you model electability, the database does not save changes, so you can view different electability scenarios without having to manually save data.

The Self-Service Benefits What-if page is available from Manager and Employee Self-Service Responsibilities. To ensure that certain data is not visible to all users, as an administrator, you can define roles for Self-Service Benefits What-if. Managers can review changes to benefits for employees in their security group that would result from proposed changes to the employee's HR record. Employees can view changes to their benefits based on proposed data changes to their HR records. The comparison is in terms of their electable choices, plan or option enrollment rate.

As a manager or an employee, you can compare current benefits with the proposed benefits based on the electable choices, and a plan or option enrollment rate. For example, you can view the benefits impact of relocation or a change in weekly hours worked.

See: Modeling a Person's Benefits Eligibility (Advanced Benefits), page 6-36

The system does not allow you to model electability if current life events are in progress. What-if electability depends only on the data changes you elect to model. Using the HRMS System Administrator responsibility, you need to enable the Benefits Compensation Objects Extra Information Type (EIT). This EIT enables you to add information about the type of compensation object such as program, plan type, compensation object name, and a flag indicating whether the compensation object is visible to the user.

See: Setting Up Extra Information Types Against a Responsibility, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

You also define the What-if Label that displays to users who perform the what-if modeling, and the life events for compensation objects and link one or more person changes to each life event.

See: Setting Up What-if Modeling, page 6-35

You can use the HRMS System Administrator responsibility to configure Self-Service Benefits What-if so that managers only view changes to benefits for employees in their security profile.

By default, the Self-Service Benefits pages do not display some fields. However, you can choose to display them using the Personalization Framework.

See: Benefits Enrollments, page 5-33

## Benefits Enrollments

This topic provides reference information you need to configure your Self-Service Benefits web pages using the Personalization Framework.

For **instruction text**, the tables below list--by web page region--the communication short name and the valid communication usages that are required when you define a communication type to display instruction text for a particular program, plan type, plan, or life event.

See: Defining Self-Service Instruction Text, page 5-45

**Hidden Fields:** This topic also lists--by web page region--all fields the application delivers as hidden which you can display using the Personalization Framework.

For example, by default all person name fields in Self-Service Benefits display names in the format 'First Last Suffix' (without commas between the parts of the name.) You can add the Full Name field to a web page and remove the delivered Name field. In the US, the Full Name field uses the format 'Prefix Last, First Middle Suffix'.

## Menu and Function Names

This module can be accessed from the following menus and functions:

| User Menu Name | Function Name |
|---|---|
| Employee Self-Service | Self-Service Benefits Enrollment - Employee |
| Employee Self-Service | Self-Service Benefits Enrollment - Federal |

## Configurable Pages and Shared Regions

The following definitions can be configured using the Personalization Framework:

## Family Members and Others, and Family Members and Others Detail Page

The Family Members and Others page enables a participant to view a record of their family members and other persons enrolled as dependents or beneficiaries of their benefits. Benefits participants can add another person to the Family Members and Others table by choosing the Add Another Person button, which opens the Family Members and Others Details page.

This page only displays when a person has either:

- An enrollment opportunity
- Eligibility for an unrestricted program
- A detected or unprocessed potential life event as of the system date

If one of these conditions does not exist, the application opens the Current Benefits page.

The seeded life event reason of *Added During Enrollment* prevents a life event from occurring when you create a family member or update a family member's details. If you define a life event reason of the type Personal, that you make Selectable for Self Service, you can trigger a life event when a person enters or deletes a contact on the Self-Service Human Resources Contacts page and selects a relationship start or end reason.

> **Note:** It is recommended that you provide instruction text indicating that eligibility for benefits may be based on family members. However, you cannot use communication usages to restrict the display of instruction text to a compensation object or a life event for the Family Members page.

**Hidden Field**: Use the BEN_FAMILY_MBRS_TABLE region to add the hidden Full Name field to the page and to remove the Name field if necessary.

## Family Members and Others

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Members Content | Instruction | | FML.FAMILY_MBRS_CONTENT | Program, Life Event |
| Family Members Content | Help Tip | | | |

## Family Members and Others Detail Page

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Add or Update Family Members | Instruction | | FML.FAM_ADD_CONTENT | Program, Life Event |
| Name and Relationship | Instruction | | FML.FAM_ADD_NAME | Program, Life Event |
| Address | Instruction | | FML.FAM_ADD_ADDRESS | Program, Life Event |
| Miscellaneous Information | Instruction | | FML.FAM_ADD_OTHER | Program, Life Event |
| Second Medical Coverage | Instruction | | FML.FAM_ADD_SECOND_MEDICAL | Program, Life Event |
| Address | Help Tip | | | |
| Name and Relationship | Hint (Suffix) | 92638 | __ | __ |

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Address | Hint (Postal Code) | 92639 | — | — |
| Miscellaneous Information | Hint (National Identifier) | 92640 | — | — |
| Miscellaneous Information | Hint (Date of Birth) | 92637 | — | — |
| | Message (Required Field Missing) | 92601 | — | — |
| | Message (Invalid Birth Date) | 92598 | — | — |

## Configurable FlexFields

## Family Members and Others Page

| Region | Flex Name | Flex Code |
|---|---|---|
| Add or Update Family Members | Further Person Information | hrpersondevdfflex |
| Miscellaneous Information | Additional Contact Relationship Details | Add Cont Details D Flexfield |

See: Configuring Flexfields, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

## Benefits Enrollment Overview Page

The Benefits Enrollment Overview web page enables a participant to view a record of their current benefits and to enroll into a new set of benefits.

**Hidden Fields**: You can use the following regions to add the hidden Full Name field to

the page and to remove the Name field if necessary.

- BEN_OVW_SELECTIONS_TABLE
- BEN_OVW_CVRD_DEPS_TABLE
- BEN_OVW_BENEF_TABLE
- BEN_OVW_PCP_TABLE

You can use the BEN_OVW_SELECTIONS_TABLE region to display a column for the taxable cost of a benefit. This column corresponds to a standard rate with an activity type of Self-Service Display, or--if you are displaying multiple rates for the compensation object--to the rate you have defined with 3 in the Self Service Display Order field. If you are displaying multiple rates, you can also display the Cost 2 (After Tax Cost) and Cost 4 (Miscellaneous) columns to show the rates you have defined with 2 and 4 in the Self Service Display Order field.

You can also use the BEN_OVW_SELECTIONS_TABLE region to display Coverage Start and End Date columns. These columns show the coverage start and end dates for each election.

## Benefits Enrollment Overview Page

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Enrollment Overview Content | Instruction | | BEO.ENRL_OVERVIEW_CONTENT | Program, Life Event |
| Flex Credits | Instruction | | BEO.FLEX_CREDITS | Program, Life Event |
| Flex Credit Summary | Instruction | | BEO.OVERVIEW_FC_SUMMARY | Program, Life Event |
| Flex Credit Rollovers | Instruction | | BEO.FLEX_CREDIT_ROLLOVERS | Program, Life Event |
| Benefit Selections | Instruction | | BEO.OVERVIEW_SELECTIONS | Program, Life Event |

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Covered Dependents | Instruction | | BEO.OVERVIEW_CVRD_DEPS | Program, Life Event |
| Beneficiary Enrollment Overview | Instruction | | BEO.ENRL_OVERVIEW_BENEF | Program, Life Event |
| Primary Care Providers Enrollment Overview | Instruction | | BEO.ENRL_OVERVIEW_PCP | Program, Life Event |
| Enrollment Overview Content | Message (No Enrollment Opportunity, Brief Message) | 92570 | -- | -- |
| Enrollment Overview Content | Message (No Enrollment Opportunity, Detail Message) | 92571 | -- | -- |

## Current Benefits Overview Page

The Current Benefits Overview web page enables a participant to see a record of their current benefits.

**Hidden Fields**: You can use the following regions to add the hidden Full Name field to the page and to remove the Name field if necessary.

- BEN_OVW_CVRD_DEPS_TABLE
- BEN_OVW_BENEF_TABLE
- BEN_OVW_PCP_TABLE

You can also use the BEN_OVW_SELECTIONS_TABLE region to display Coverage Start and End Date columns. These columns show the coverage start and end dates for each election.

## Current Benefits Overview Page

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Current Benefits Overview Content | Instruction | | CBO.CURRENT_OVERVIEW_CONTENT | Program |
| Flex Credits | Instruction | | CBO.FLEX_CREDITS | Program |
| Flex Credit Summary | Instruction | | CBO.OVERVIEW_FC_SUMMARY | Program |
| Flex Credit Rollovers | Instruction | | CBO.FLEX_CREDIT_ROLLOVERS | Program |
| Benefit Selections | Instruction | | CBO.OVERVIEW_SELECTIONS | Program |
| Covered Dependents | Instruction | | CBO.OVERVIEW_CVRD_DEPS | Program |
| Beneficiary Overview | Instruction | | CBO.OVERVIEW_BENEF | Program |
| Primary Care Providers Overview | Instruction | | CBO.OVERVIEW_PCP | Program |
| Current Benefits Overview Content | Message (No Current Enrollment, Brief Message) | 92572 | — | — |
| Current Benefits Overview Content | Message (No Current Enrollment, Detail Message) | 92573 | — | — |

## Benefits Selection Page

The Benefits Selection page enables a participant to select one or more plans in which to enroll.

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Enrollment Selection Content | Instruction | | BNS.ENRT_SELECTION_CONTENT | Program, Life Event |
| Top Flex Credit Region | Instruction | | BNS.ENRT_SELECTION_CR_TOP | Program, Life Event |
| Bottom Flex Credit Region | Instruction | | BNS.ENRT_SELECTION_CR_BOTTOM | Program, Life Event |
| Selection Area | Instruction | | BNS.ENRT_SELECTION_SELECT_AREA | Program, Plan Type, Life Event |
| Selection Area | Help Tip (Certification Legend) | | | |
| Selection Area | Help Tip (Enter Annual Rate Input Box, Long Tip) | | | |
| Selection Area | Help Tip (Enter Rate Input Box, Long Tip) | | | |
| Selection Area | Help Tip (Enter Benefit Amount Input Box, Long Tip) | | | |

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Selection Area | Message (Enter Annual Rate, Long Tip) | BEN_ENRT_ANN_RTVAL_TIP | | |
| Selection Area | Message (Enter Rate, Long Tip) | BEN_ENRT_BNFTAMT_TIP | | |
| Selection Area | Message (Enter Benefit Amount Tip) | BEN_ENRT_RTVAL_TIP | | |
| Selection Area | Message (Tokens for above messages) | BEN_ENRT_SLECT_TIP_ANY_AMOUNT | | |
| Selection Area | Message (Tokens for above messages) | BEN_ENRT_SLECT_TIP_ANY_VALUE | | |

## Dependents Selection Page

The Dependents Selection page enables a participant to add their dependents to a plan.

> **Note:** For Advanced Benefits customers: if participant dependents are not displaying in this page, verify that you have linked the appropriate life events to the program or plan enrollment requirements in the Dependent Change of Life Event window.

**Hidden Field**: Use the BEN_ENRL_DEPEN_SELECTION_TABLE region to add the hidden Full Name field to the page and to remove the Name field if necessary.

## Dependents Selection Page

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Dependents Selection | Instruction | | -- | -- |
| Dependents Selection | Instruction | | DPS.ENRL_DEPENDENTS_CONTENT | Program, Life Event |
| Dependents Selection | Hint (Dependent Table) | | DPS.ENRL_DEPENDENTS_CONTENT_PL | Program, Plan Type, Plan, Life Event |
| Dependents Selection | Message (Can't Designate) | 92588 | __ | __ |

## Beneficiary Selection Page

The Beneficiary Selection page enables a participant to add their beneficiaries to a plan.

**Hidden Field**: Use the BEN_BENEF_SELECTION_TABLE region to add the hidden Full Name field to the page and to remove the Name field if necessary.

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Beneficiary Selection | Instruction (Page) | | BFS.BENEFICIARY_CONTENT | Program, Life Event |
| Beneficiary Selection | Instruction (Plan Level Table) | | BFS.BENEFICIARY_CONTENT_PLAN | Program, Plan Type, Plan, Life Event |
| Family Members and Others | Instruction | | BFS.BENEFICIARY_CONTENT_FAMILY | Program, Plan Type, Plan, Life Event |
| Organizations | Instruction | | BFS.BENEFICIARY_CONTENT_ORGS | Program, Plan Type, Plan, Life Event |

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Beneficiary Totals Table | Hint | | | |
| Beneficiary Selection | Message (Can't Designate) | 92587 | — | — |

## Primary Care Provider Page

The Primary Care Provider page enables a participant to select a care provider. If your enterprise partners with a third party supplier of primary care provider information, you can configure this page to allow web-based searches of a database of provider information.

See: Configuring the Primary Care Provider Search Facility, page 5-46

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Primary Care Provider Selection Content | Instruction | Instruction | PCP.PcpSelectContentPageLevel | Program, Life Event |
| Primary Care Provider Selection Content | Instruction | Instruction | PCP.PcpSelectContentPlanLevel | Program, Plan Type, Plan, Life Event |
| Primary Care Provider Selection Content | Hint | | — | — |
| Primary Care Provider Selection Content | Message (Can't Designate) | 92567 | — | — |

## Primary Care Provider Summary and Search Pages

**Hidden Fields**: You can use the following regions to add the hidden Full Name field to the page and to remove the Name field if necessary.

- BEN_PCP_SEARCH_TABLE
- BEN_PCP_SELECT_TABLE

On the Primary Care Provider Search page, you can use the BEN_PCP_SEARCH_CRITERIA region to add the hidden fields of Physician Group and Hospital. The hidden fields of Location, School, and Degree are reserved for future use.

For the Physician Group, Hospital, Language, and Specialty fields, you must load the available data as provided by your third party provider into the corresponding Lookup Codes--in the following order--using the Application Utilities Lookups window in the Professional User Interface.

- BEN_PCP_MED_GRP
- BEN_PCP_HOSPITAL
- BEN_PCP_LANGUAGE
- BEN_PCP_SPCLTY

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Primary Care Provider Search | Instruction | | PCS.PCP_SEARCH | Program, Plan Type, Plan, Life Event |
| Search | Instruction | | PCS.PCP_SEARCH_CRITERIA | Program, Plan Type, Plan, Life Event |
| PCP Result Table | Instruction | | PCS.PCP_SEARCH_RESULT | Program, Plan Type, Plan, Life Event |
| Ben PCP XML Request Params | Tip | | | |

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Ben PCP XML Request Params | Message (No PCPs found) | | | |

## Confirmation Page

The Confirmation page enables a participant to see a summary of their choices and a warning of any oversights or miscalculations they may have made.

> **Note:** You can also use the Confirmation page to display a *signature region* for participants to print from their web browser. Use this region if you require a participant's signature as part of a benefits enrollment. Use the Personalization Framework to display the signature region for this page.

Benefits users can print a summary statement of their enrollment, along with their signature, to keep as a proof of their records or to submit to an HR Representative if required. They can also view, print, or save the summary as a PDF document instead. The statement page displays a summary of the participant's benefits enrollment along with any warning messages, oversights, or miscalculations the participant may have made during the enrollment. Depending on the participant's enrollment data and personalization on the page, the Confirmation Page displays the following:

- Flex credits summary
- Benefits selection
- Covered dependents
- Beneficiaries
- Primary care providers
- Signature region

To print a benefits confirmation statement, click Printable Page. The printable page prints only the relevant information, excluding navigation buttons, tip messages, instruction text, tabs, and other user interface components.

To open or save the statement as a PDF document, click Publish PDF. Choose Open or Save in the File Download dialog box. You can print the document once you open it.

If you want to change the layout of the PDF Confirmation page, you can configure a

copy of the default RTF template that XML Publisher uses for this page, which is Benefits Enrollment Confirmation.

**Hidden Fields**: You can use the following regions to add the hidden Full Name field to the page and to remove the Name field if necessary.

- BEN_OVW_BENEF_TABLE
- BEN_OVW_CVR_DEPS_TABLE
- BEN_OVW_PCP_TABLE

You can use the BEN_OVW_SELECTIONS_TABLE region to display a column for the taxable cost of a benefit. This column corresponds to a standard rate with an activity type of Self-Service Display, or--if you are displaying multiple rates for the compensation object--to the rate you have defined with 3 in the Self Service Display Order field. If you are displaying multiple rates, you can also display the Cost 2 (After Tax Cost) and Cost 4 (Miscellaneous) columns to show the rates you have defined with 2 and 4 in the Self Service Display Order field.

You can also use the BEN_OVW_SELECTIONS_TABLE region to display Coverage Start and End Date columns. These columns show the coverage start and end dates for each election.

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Ben Enrollment Confirmation Content | Instruction | | BEC.ENRL_CONF_CONTENT | Program, Life Event |
| Flex Credits | Instruction | | BEC.FLEX_CREDITS | Program, Life Event |
| Flex Credit Summary | Instruction | | BEC.OVERVIEW_FC_SUMMARY | Program, Life Event |
| Flex Credit Rollovers | Instruction | | BEC.FLEX_CREDIT_ROLLOVERS | Program, Life Event |
| Benefit Selections | Instruction | | BEC.OVERVIEW_SELECTIONS | Program, Life Event |
| Covered Dependents | Instruction | | BEC.OVERVIEW_CVRD_DEPS | Program, Life Event |

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Beneficiaries Enrollment Confirmation | Instruction | | BEC.ENRL_CONF_BENEFICIARIES | Program, Life Event |
| Primary Care Providers Enrollment Confirmation | Instruction | | BEC.ENRL_CONF_PCP | Program, Life Event |
| BEN_ENRL_CONF_WARNINGS | Message (Confirmation Success) | 92605 | — | — |
| BEN_ENRL_CONF_WARNINGS | Message (Action Item Warning) | 92606 | — | — |

## Configurable FlexFields

## Confirmation Page

| Region | Flex Name | Flex Code |
|---|---|---|
| Benefit Selections | Additional Ben Prtt Enrt Rslt F Details | N/A |

## Unused Flex Credits Page

The Unused Flex Credits page provides a summary of the flex credits left unspent by a participant.

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Unused Flex Credits Content | Instruction | | FLX.UNUSED_FLEX_CREDIT_CONTENT | Program, Life Event |
| Unused Flex Credits Content | Instruction | | FLX.UNUSED_FLEX_CREDIT_NONE | Program, Life Event |
| Unused Flex Credits Content | Message (No Unused Flex Credits) | 92633 | — | — |
| Unused Flex Credits Content | Message | 92632 | — | — |

## Change Session Date Page

The Change Session Date page lets you test future-dated elections. For example, you may want to perform system testing before the start of an open enrollment period. This page should be removed in your production environment so that benefits participants do not alter their enrollment date.

See: Setting the Effective Date of a Scheduled Enrollment in Self-Service Benefits, page 5-42

| Region | Tip Type | Message Name |
|---|---|---|
| Session Date Content | Instruction | 92604 |
| Session Date Content | Tip (Effective Date) | 92637 |

## Temporary ID Card Page

The Temporary ID Card page lets a participant print an ID card which the participant can use to obtain medical, dental, or other benefit treatment before the participant receives the official membership card from the provider.

| Region | Tip Type | Message Name | Required Communication Short Name | Valid Communication Usages |
|---|---|---|---|---|
| Oracle Self-Service Human Resources Identification Card | Instruction | | TMP.ENRL_TEMP_ID_PAGE | Program, Life Event |
| Ben Temporary ID Card Content | Instruction | | TMP.ENRL_TEMP_ID_PLAN | Program, Plan Type, Plan, Life Event |
| Temporary ID Card | Instruction | | TMP.ENRL_TEMP_ID_CARD | Program, Plan Type, Plan, Life Event |

See: Configuring Web Pages, *Oracle HRMS Deploy Self-Service Capability Guide*

## Self-Service Benefits What-if Pages

You can access Self-Service Benefits What-if from the following menus and functions:

***Menu and Function Names***

| User Menu Name | Function Name |
|---|---|
| Manager Self-Service | Self-Service Benefits What-if Manager |
| Employee Self-Service | Self-Service Benefits What-if Employee |

You can configure the following definitions using the Personalization Framework.

***Configurable Tips and Instructions***

| Region | Tip Type | Message Name |
|---|---|---|
| Impact on Benefits Region | Header Text | BEN_93423_SS_WATIF_HDR_LABEL |

| Region | Tip Type | Message Name |
|---|---|---|
| Choose Winning Life Event Region | Message (Error) | BEN_93393_WATIF_CONFLICT_LER |
| Choose Winning Life Event Region | Instruction | BEN_93392_WATIF_CNFLT_LER_INS |
| Effective Date Region | Instruction | BEN_93389_WATIF_EFF_DATE_INS |
| Associated Data Changes Region | Instruction | BEN_93391_WATIF_DATA_CHG_INS |
| Impact on Benefits Region | Instruction | BEN_93394_WATIF_PG_INS_TEXT |

You can personalize the following columns to display them:

***Seeded Hidden Columns***

| Column Name | Displayed Detail |
|---|---|
| Reference Period | Activity Reference Period |
| Current Electable | Compensation objects currently electable |
| Current Coverage | Coverage information about currently electable compensation objects |
| Current Defined Amount | Defined Amount |
| What-If Electable | Compensation objects based on the what-if modeling |
| What-If Coverage | Coverage information about compensation object based on the what-if modeling |
| What-If Defined Amount | Defined Amount based on what-if modeling |

## Setting Up Self-Service Benefits Enrollments

You must complete your plan design in the professional forms interface before you can view a Self-Service Benefits enrollment web page. If you license Advanced Benefits, you can run the Participation Batch Process from the Concurrent Manager to create electable choices for eligible participants.

If you use Standard Benefits, or if you are an Advanced Benefits customers using the **unrestricted** enrollment method, you can begin to allow participant enrollments after you create your plan design. The application creates the self-service enrollment page when the person logs into Self-Service Benefits.

### To set up self-service benefits enrollments:

1. Review the sample benefits web pages. You can configure the following elements using the Personalization Framework:

   - Section titles
   - Table Layout
   - Hints
   - Tips
   - Fields (you can choose to display fields that are hidden by default)
   - Field labels

   See: Configuring Web Pages, *Oracle HRMS Deploy Self-Service Capability Guide*

2. Choose whether to display a predefined Legal Disclaimer page that the user must accept before processing an election.

   Oracle Self-Service Benefits delivers the Legal Disclaimer page as hidden by default.

   See: Setting Up User Access to Self-Service Benefits, page 5-39

3. Define instruction text for each web page region. You do this by defining a communication type and associating the instruction text with a web page Region.

   See: Defining Communication Types, page 5-180

   You can include a link in your instruction text to another web site using HTML syntax. You could create a link to reference information contained in a summary plan description. For example:

   See the <a href="http://www.visionmedical.com" target=_newWindow">Vision Medical web site </a> for more information.

In this example, the application opens the web page in a new browser window.

4. Define when you want the instruction text displayed. You can vary the instruction displayed according to:

   - Program
   - Plan Type
   - Plan
   - Life Event (Advanced Benefits)

   See: Defining When to Use a Benefits Communication, page 5-181

5. Create a hypertext link from a compensation object to a web page which describes that program, plan type in program, plan in program, plan, or option in plan. To create a hypertext link, use one or more of the following windows:

   - Programs (for a program)
   - Plan and Plan Type window (for a plan or a plan type in program)
   - Plans window (for a plan)
   - Maintain Plan Options window (for an option in a plan)

   The link appears in the Benefits Selection web page, or--for Programs--the Overview page.

   See: Defining a Benefits Program, page 1-89

6. Review Messages and change any that do not meet your requirements.

7. Configure Action Item messages (Advanced Benefits) to meet your requirements.

   The application displays Action Item messages at the end of the enrollment process on the Confirmation page.

   See: Enrollment Action Types in Enrollment Requirements, page 5-70

8. Set up any life event reasons that you want to trigger when a user adds, updates, or deletes a family member contact in Self-Service Benefits.

   See: Defining General Characteristics of Life Event Reasons, page 5-63

9. Configure whether benefits participants have the option to select a Primary Care Provider (PCP) for a benefits plan.

   See: Maintaining Primary Care Providers for a Plan, page 1-115

10. Configure whether you want benefits participants to have access to the Primary Care Provider Search facility.

    See: Configuring the Primary Care Provider Search Facility, page 5-46

11. Configure the RTF template if you want to modify the default Confirmation page. Perform the following steps to configure your own Confirmation page:

    1. Copy the default template, Benefits Enrollment Confirmation, and ensure that your copy has a template code beginning with BENSSCNF.

    2. Make the default template inactive.

12. Test your implementation. A system administrator can debug Self-Service Benefits by generating a PYUPIP trace file for an individual user.

    See: Generating Self-Service Benefits Trace Files, page 5-50

## Setting Up Flexible Spending Accounts

To set up a Flexible Spending Account (FSA), create two elements, a plan with no options, and two standard rates.

1. In the Element window, create two elements, one for employee contributions and the other for employer contributions.

   See: Defining an Element to Hold Information, *Oracle HRMS Compensation and Benefits Management Guide*

2. In the Plan window (or the Plan Design Wizard) create an FSA plan with no options.

   See: Defining a Benefits Plan, page 1-102

3. In the Plan Enrollment Requirements window (under the General and Plan tabs, select Coverage), click Coverage Restrictions and set up a Max value equal to the FSA limit for the year.

   See: Defining Enrollment Coverage Requirements for a Plan, page 5-101

4. In the Coverages window, select your plan in the Compensation Object field. Under the Calculation Method tab, create a Flat Amount calculation method with your Min, Max, Increment, and Default parameters. Check Enter Value at Enrollment.

   See: Defining a Coverage Calculation Method, page 5-162

5. In the Standard Rates window, create two standard rates, one for employers (FSA ER) and one for employees (FSA EE). For both, specify a calculation method of Post Enrollment Calculation Rule and attach a formula type of Rate Value Calculation. Also for both rules, create Rate Periodization rules using a formula of type Rate

Periodization.

For standard rates, see: Defining Activity Rates for a Standard Contribution/Distribution, *Oracle HRMS Compensation and Benefits Management Guide*

For formula creation, see: Writing or Editing a Formula, *Oracle HRMS FastFormula User Guide*

## Enabling Self-Service Benefits Enrollment Notifications

You can configure Self-Service Benefits Enrollments so that an enrollment update generates a notification to an HR professional.

To enable enrollment notifications, you update one of the seeded functions in the Form Functions window using the system administrator responsibility.

See: Enrollment Change Workflow Notifications, page 5-10

### To enable Self-Service Benefits Enrollment Notifications:

1. Query the function that you want to update. Choose one of the following:
   - Employee Self-Service (BEN_SS_BNFT_ENRT)
   - Manager Self-Service (BEN_SS_MGR_ENRT)
2. Choose the Form tab.
3. In the Parameters field, verify that the following parameter appears:

   displayDate=N&allowEnrt=Y&sessionDate=&sendFYINotification=N&wfProcessName=FYI_NOTIFICATION_PRC.

   **Note:** If you do not see this string, you must manually enter the parameter.
4. To enable workflow notifications, replace sendFYINotification=N with sendFYINotification=Y.
5. Replace the wfProcessName=FYI_NOTIFICATION_PRC portion of the parameter with your custom process name.
6. Save your work.

## Setting Up User Access to Self-Service Benefits

Self-Service Benefits functions are attached to the Benefits Self-Service menu. You can change menu names and function names, or remove menus and functions if required.

As a standard practice, you should copy and edit all delivered menus you want to update. Otherwise, your changes will be overwritten the next time you apply a patch to the application.

If you create a new submenu, you must update the AK regions which point to the submenou.

See: Configuring Tabbed Regions, *Oracle HRMS Deploy Self-Service Capability Guide*

### To set up user access to self-service benefits:

1. Log on to Oracle HRMS with the System Administrator responsibility.

2. Open the Menus window.

3. Query the Self-Service Menu in the Menu field: HR_EMPLOYEE_DIRECT_ACCESS_WEB. The following Self-Service User Menu Name displays to users:

   - Employee Self-Service

   You can change the menu name if required.

4. Query the Benefits Submenu in the Menu field: BEN_SELF_SERVICE_BENEFITS. The following Benefits Submenu User Name displays:

   - Benefits Self Service

   Because the Benefits Self Service submenu is not linked to a top level menu (it has no prompt) the submenu is hidden. The Benefits Self Service submenu has the following prompts.

   - Benefits Enrollment

   - Current Benefits

   These prompts function as the labels on the tabs of the self-service web page.

5. Save your work and close the Menus window.

6. If you create a new submenu, you must update the AK regions which point to the submenu.

   Complete steps 7 to 14 to update the region items, or proceed to step 15 if you do not intend to create any new submenus.

See:Configuring Tabbed Regions, *Oracle HRMS Deploy Self-Service Capability Guide*

7. Using an AK Developer responsibility, log on to the application.
8. Open the Regions window.
9. Query one of the following regions in the Region ID field:
   - BEN_BENEFICIARY_PAGE
   - BEN_CURR_OVW_PAGE
   - BEN_ENRL_CONF_PAGE
   - BEN_ENRL_DEPENDENTS_PAGE
   - BEN_ENRL_OVERVIEW_PAGE
   - BEN_ENRT_SELECTION_PAGE
   - BEN_FAMILY_MBRS_PAGE
   - BEN_FAM_ADD_PAGE
   - BEN_PCP_SEARCH_PAGE
   - BEN_PCP_SELECT_PAGE
   - BEN_UNUSED_FLEX_CREDIT_PAGE
10. Choose the Region Items button to open the Region Items window.
11. In the Attribute Name column, select the Application Menu entry.
12. Scroll to the Menu Name column and update the field with the new menu as entered in the Menu field of the Menus window.
13. Repeat for each region listed in step 9.
14. Save your work and close the Region Items window.
15. You can use the Form Functions window to customize the seeded functions--BEN_SS_BNFT_ENRT and BEN_SS_MNGR_ENRT.
16. Use the Form Functions window to create your own Self-Service Benefit functions from the sample functions supplied. The sample User Function Names are:
    - Self Service View Current Benefits

- Self Service Benefits Enrollment

The Function Names are:

- BEN_SS_CURR_BNFT
- BEN_SS_BNFT_ENRT

If you update the seeded functions, you must update your custom function to use the seeded parameters and HTML Calls.

> **Note:** It is a good practice to check the Readme for each Self-Service Benefits patch you apply to see if the parameters and HTML Calls for the seeded functions have changed.

17. Update the displayAgreement parameter value to Y to display a Legal Disclaimer page that the user must accept before continuing with an enrollment.

18. Set Security Profiles. Use the System Profile Values window to link the responsibility you have created to a Security Profile and your Business Group. The Security Profile is:

    - HR: Security Profile

    > **Note:** If you fail to link your Responsibility to your Business group with the HR: Security Profile, any benefits participants who attempt to enroll will receive an error message indicating they cannot enroll.

19. Set the HR: Business Group Profile. Use the System Profile Values window to link the responsibility you have created to your Business Group. The Business Group Profile is:

    - HR: Business Group

20. Define the people you would like to access Self-Service Benefits.

    There are two ways to do this. You can follow the typical steps for defining a new user and assign each user a responsibility that enables access to Self-Service Benefits, one at a time.

    Or, you can set up concurrent programs to automate this manual process.

    See Batch Creation of User Accounts, *Oracle HRMS Deploy Self-Service Capability Guide*

## Setting the Effective Date of a Scheduled Enrollment in Self-Service Benefits

Self-Service Benefits provides different ways of controlling the date on which the application records a participant election:

- The Change Session Date web page (for testing environments in both Standard and Advanced Benefits)
- The Change Session Date menu parameter (Standard Benefits)
- Normal date processing based on the session date (Advanced Benefits)

The Change Session Date web page lets you test future-dated elections, such as for an upcoming open enrollment period.

Use the Change Session Date menu parameter if you use standard benefits and you want to record the life event occurred date of an enrollment for a date that is not equal to the system date.

For example, if you schedule your open enrollment period for the first two weeks in November, you can set the session date to record all enrollments as of January 1st of the following year.

> **Note:** You can use both features simultaneously, but the date the user enters in the Change Session Date web page overrides the session date parameter for the current session.

### To set the session date in Self-Service Benefits:

1. Log in to Oracle HRMS using a System Administrator responsibility and open the Form Functions window.
2. Choose the Description tab.
3. Query the Function Name for which you want to set the session date. Choose from:
   - BEN_SS_BNFT_ENRT (Employee Self-Service Benefits)
   - BEN_SS_MGR_ENRT (Manager Self-Service Benefits)
4. Choose the Form tab.
5. Update the seeded parameter to display the Change Session Date page or to set the effective date to a date you choose.

**Note:** If you do not set the session date, Self-Service Benefits processes dates based on the date codes you select in your plan design.

In the following example, setting *displayDate=Y* displays the Change Session Date web page. Setting *&sessionDate=12/31* sets the session date to December 31st for the BEN_SS_MGR_ENRT function.

displayDate=Y&sessionDate=12/31&pFromPersonSearch=Y&pFormFunction=BEN_SS_MGR_SRCH

You enter the session date in *mm/dd* format. Do not include the year.

**Note:** You should remove this web page from your production environment by setting displayDate=N so that benefits participants cannot alter their enrollment date.

#### Deriving the Year of the Session Date

The application derives the year to use for the session date, so you should not include a year in the session date parameter.

If you enter a session day and month that is prior to or equal to the *system* day and month, the application uses the following year. If you enter a session date that is later than the system day and month, the application sets the session date to the current year.

## Configuring Unrestricted Program Enrollment Processing

Whenever a participant accesses the Benefits function in Self-Service Benefits, the Participation Process evaluates the participant's eligibility for unrestricted program enrollments. During an annual open enrollment period, with many participants accessing the application at once, this can impede system performance.

To reduce system load, you can restrict when the application re-evaluates unrestricted programs for a participant.

Also, you can remove access to the Benefits Enrollment Overview web page during those periods when you do not want participants to enter or update benefits elections for any event. In these instances, participants can still view their past, current, and future elections using the Current Benefits Overview web page.

### To configure unrestricted program enrollment processing:

1. Log in to Oracle HRMS using a System Administrator responsibility and open the Form Functions window.

2. Choose the Description tab.

3. Query the Function Name for which you want to configure unrestricted enrollment processing. Select one of the following:

   - BEN_SS_BNFT_ENRT (Self-Service Benefits Enrollment - Employee)

   - BEN_SS_MGR_ENRT (Self-Service Benefits Enrollment - Internal Use)

4. Choose the Form tab to display the following parameter:

   displayDate=Y&allowEnrt=Y&sessionDate=&sendFYINotification=Y&wfProcessName=FYI_NOTIFICATION_PRC&ssProcessUnrestricted=Y

5. If you do not see the parameter, enter the parameter string as listed above.

6. To force the Participation Process to re-evaluate a participant for each access of the Benefits function, leave the seeded parameter ssProcessUnrestricted=Y. Use this setting during open enrollment.

7. To disallow unrestricted enrollments in Self-Service Benefits, update the seeded parameter by setting ssProcessUnrestricted=N. Use this setting outside of your Open Enrollment period to prevent Self-Service enrollments.

8. Set ssProcessUnrestricted=P to restrict Unrestricted enrollment evaluation during your Open Enrollment period to the following scenarios:

   - This is the first time the application has evaluated the unrestricted event for the person, and no unrestricted events exist for the person.

   - The Participation Process has not processed the unrestricted event for the current annual enrollment period, and the current session date is later than the existing unrestricted life event occurred on date.

   - The Life Event Occurred On Date for the unrestricted event equals the session date, and there is a person change made after the last unrestricted process run to one of the following tables.

     - Per_addresses

     - Per_all_assignments_f

     - Per_all_people_f

     - Per_contact_relationships

     - Per_pay_proposals

- Per_periods_of_service
- Per_qualifications
- Ben_per_bnfts_bal_f
- Per_absence_attendances
- Per_person_type_usages_f

9. Save your work.

## Defining Self-Service Instruction Text

Use the Communication Types window in the Professional User Interface to define regional instruction text for Self-Service Benefits Enrollments and Individual Compensation Distributions.

You can vary the instruction text that displays in a region based on different criteria, such as the presence of a life event or enrollment in a particular compensation object.

### To define a communication type:

1. Enter a Name for the communication type you are defining.
2. Enter a Short Name for this communication type.

   **Note:** Self-Service uses the short name to link the instruction text you write to a specific region in a Self-Service Benefits web page. You must enter the short name in the following format: **BEN.REGIONNAME**. Exclude the **BEN** prefix from the regionname portion of the short name.

   See: Benefits Enrollments, page 5-17 for a list of the required short names for each web page region.

3. Select a To Be Sent code of Not Applicable.
4. Select a Usage type of Self Service Instruction Text to indicate you are configuring a self-service web page.
5. Save your work.
6. Choose the Usages button.
7. Select a value for one or more of the following parameters to limit the conditions

under which instruction text is displayed.

- Life Event
- Program
- Plan
- Plan Type
- Enrollment Period
- Action

8. Select a Usage Rule if your criteria for determining the conditions under which instruction text is generated cannot be fully accommodated by the usage criteria on this window.

9. Enter instruction text in the Self Service Instruction Text field that corresponds to the region of the self-service web page that you are configuring.

10. Click in the next **Or Combination of** field and enter the next set of instruction text in the Self Service Instructor Text box if you enable the Legal Disclaimer page.

    You cannot specify limitation parameters, such as life event or plan, when defining instruction text for the Legal Disclaimer page.

    > **Note:** The application displays the disclaimer text entered in each field as a separate paragraph on the Legal Disclaimer web page. You can enter a maximum of 2000 characters for each disclaimer text paragraph. Advanced Benefits users can check whether a person has accepted the legal disclaimer in the Person Communication window. When you query the name of the person in the window, the Type field displays Legal Disclaimer, indicting that the user has accepted the legal disclaimer with details of the life event name and date. Both Standard and Advanced Benefits users can create a system extract to report on this information.

11. Save your work.

## Configuring the Primary Care Provider Search Facility

As part of a self-service enrollment, a benefits participant can select a primary care provider (PCP) for a benefit plan. As a system administrator, you can configure Self-Service Benefits so that a participant can select a primary care provider through a web-based search of a PCP database.

Self-Service Benefits also supports free form text entry of primary care providers without validation when a repository of PCP data is not used.

Follow the instructions below based on the search type configured by your enterprise.

#### Setting up an XML-Enabled Primary Care Provider Search

If the search criteria entered by a benefits participant is formatted as an XML search request for use with a database of primary care providers (maintained by your enterprise or a third party), you use the Personalization Framework to configure information such as the URL of the information provider and the Document Type Definition (DTD) used by the search.

> **Note:** If you change your PCP Search Configuration, you must delete any Personalization changes and re-enter the PCP configuration data.

### To set up an XML-enabled primary care provider search:

1. Navigate to the Primary Care Provider Search page from the Self-Service Benefits Enrollments menu.
2. Choose the Personalize Ben PCP XML Request Params link.
3. Select a Personalization Level.
4. Choose the Advanced Settings button.
5. Select the Ben PCP Provider Information item and enter the URL of the information provider in the New Column Name field.

   > **Note:** Enter the URL as you would in the Address or Location field of your web browser. Do not enclose the URL in quotations.

6. Select the Ben PCP XML DTD item and enter the URL of the XML Document Type Definition in the New Column Name field.
7. Select the Ben PCP Info Provider Client ID item and enter the Client ID given by the information provider in the New Column Name field.
8. If you use a proxy server to access an external web site, select the Ben PCP Server Proxy Set item and enter **true** in the New Column Name field.
   - If you do not use a proxy server, enter **false**.
9. If you use a proxy server, select the Ben PCP Server Proxy Port item and enter the port number (typically 80) in the New Column Name field.

10. If you use a proxy server, select the Ben PCP Proxy Host item and enter the URL of the proxy server in the New Column Name field.

11. Select the Ben PCP XML Version item and enter the version of XML you are using in the New Column Name field, such as 1.0

12. Select the Ben PCP Max Records item and enter the maximum number of records to be returned by the query in the New Column Name field.

    **Note:** For best performance, it is recommended that the maximum number of records be set to 100 or less.

13. Select the Ben PCP Request Method item and enter the HTTP request method expected by the information provider (such as GET or POST) in the New Column Name field.

14. Select the Ben PCP Show Label item and enter a message to display in the Result Table if the search returns no provider.

15. Select the Ben PCP Direction item and enter the text to display in the Map Column of the Result Table.

16. Select the Ben PCP Table Bar Text item and enter the text to display in the Result Table Bar.

#### Setting Up a Primary Care Provider Search without XML

Customers who create a search page which does not format the PCP query in XML can follow these guidelines for a creating a PCP search that is compatible with Self-Service Benefits.

### To set up a primary care provider search without XML:

1. Navigate to the Primary Care Providers page from the Self-Service Benefits Enrollments menu.

2. Choose the Personalize Primary Care Provider Selection Table link.

3. Select a Personalization Level.

4. Choose the Advanced Settings button.

5. Select the Search item and enter the URL in the URL field that is accessed when a participant clicks the Search button on your custom Search web page.

6. A system administrator or application developer creates a search page that performs the query and accepts the following page-context variables:

- PcpPersonId = (Person ID of the person for whom you are searching for a primary care provider )
- PcpPlId = (Plan ID defined for the plan in the database)
- PcpPlTypId = (Plan Type ID defined in the database)

> **Note:** You do not need to use these variables if they are not required for your search or validations.

7. If the search is canceled without a selection of a PCP, the following URL must be used to return to the search page:
   - /OA_HTML/OA.jsp?akRegionCode=BEN_PCP_SELECT_PAGE&akRegionApplicationId=805&pcpSearchCancel=1.

   > **Note:** Replace the directory OA_HTML with the base HTML directory of your installation.

8. If the search is successful, the URL accessed by the query must return the following information (properly formatted) with the following parameter names and data types:

| Parameter Name | Data | Value | Example |
|---|---|---|---|
| ExtIdent | ID of the primary care provider per the plan. | Number | 10154244 (id) |
| PcpName | Name of the primary care provider | String | Sue Jones, MD (doctorsName) |
| PcpSpecialty | Specialties of the primary care provider | String | Internal Medicine, Pediatrics (specialty) |
| PcpPlId | The plan ID that corresponds to the plan name | Number | 905 (planId) |

| | | | |
|---|---|---|---|
| PcpPersonId | The person ID passed to the database as part of the query | Number | 928374655 (personId) |
| PcpTypCd | The code of the first primary care provider specialty that is returned by the query | Number | 23 (pcpTypCd) |

The URL returned by the search should look like this:

- /OA_HTML/OA.jsp?akRegionCode=BEN_PCP_SELECT_PAGE&akRegionApplicationId=805&ExtIdent=id&PcpName=doctorsName&PcpSpecialty=specialty&PcpPlId=planId&PcpPersonId=personId&PcpTypCd=pcpTypCd

  **Note:** Replace the directory OA_HTML with the base HTML directory of your installation and replace the variables in the URL with the actual values.

## Generating Self-Service Benefits Trace Files

If you experience enrollment problems during system testing, or while in production, you can generate a trace file of a PL/SQL procedure to track the source of the problem for an individual user. The hr_utility.set_location function generates output that lets you examine the flow of code execution for key APIs and business processes.

Set the profile option OAB: Enable Self-Service Benefits Trace to select the module that you want to trace.

**Note:** You should set the profile option for only one user at a time.

Using a system administrator responsibility, open the Find System Profiles Value window to set the profile option for a user.

### To generate a Self-Service Benefits trace file:

1. Deselect the Site check box.
2. Select the User check box.
3. Select the person for whom you are running the trace from the User list.

4. Select the OAB: Enable Self-Service Benefits profile option in the Profile field.

5. Click Find.

6. In the System Profile Values window, select a User value for the profile option.

   - **BENACTBR (Activity Base Rate)**: This user value traces the rates computation process.

   - **BENDISRT (Distribute Rates)**: This user value traces a user-entered rate change that calculates other dependent rates, such as parent/child rates or annual-to-communicated rates.

   - **BENELINF(Election Information)**: This user value traces the enrollment process when the user changes elections on the Benefits Selections Page and clicks Next.

   - **BENOLLET (On-Line Life Event)**: This user value traces the Participation Process for a single user. For example, when the user clicks Next on the Dependents and Beneficiaries page.

7. Save your work.

8. Close the System Profile Values window.

9. Run your test case in Self-Service Benefits based on the profile option you selected.

   **Note:** The browser window stops responding while the page waits for the trace pipe to open for the user.

10. To view the results of the trace, enter the following command on a server where you can access the application database. The example below shows the command for the BENELINF value of the profile option.

```
$PAY_TOP/bin/PYUPIP <apps userid>/<apps pwd>@<dbname> BENELINF >
PYUPIP.txt
```

11. Read the PYUPIP.txt file to analyze the results of the trace.

    **Note:** You can upload the trace file to Oracle Support for analysis as part of a Technical Assistance Request.

12. Close your test browser session.

13. After you complete the trace, navigate to the System Profile Values window and clear any value from the OAB: Enable Self-Service Benefits profile option.

**Warning:** If you do not return the profile option value to null, the Self-Service application stops responding while the page waits for the trace pipe to open for the user the next time they access Self-Service Benefits.

# Life Events

## Life Event Reasons

You define a life event reason as any change to a person that impacts benefits participation. The system creates a life event when it detects a change in a person's HR record that you have defined as a life event reason.

You can define these types of life event reason:

- Compensation--Use this type to set up one life event reason for each Compensation Workbench plan

  See: Setting Up Compensation Workbench Plans, page 3-48

- Absence--Use this type to set up three life event reasons (Absence Started, Absence Ended, and Absence Deleted) to detect creation of, and changes to, absence records.

- Checklist--Use this type to assign an HR administrator a series of tasks based on a common event, such as a new hire or termination.

If you use iRecruitment, use the iRecruitment type to set up one life event reason to process compensation plans for applicants.

In Advanced Benefits, assignment changes, an anniversary of employment, a marriage, or the occurrence of an open enrollment, are all examples of life events (in addition to the Compensation and Absence life event reasons). You can define life event reasons to determine key benefits processes, including:

- Enrollment eligibility and electability

- Rates and coverage amounts

- Available flex credits

- Coverage start and end dates

- Required communications

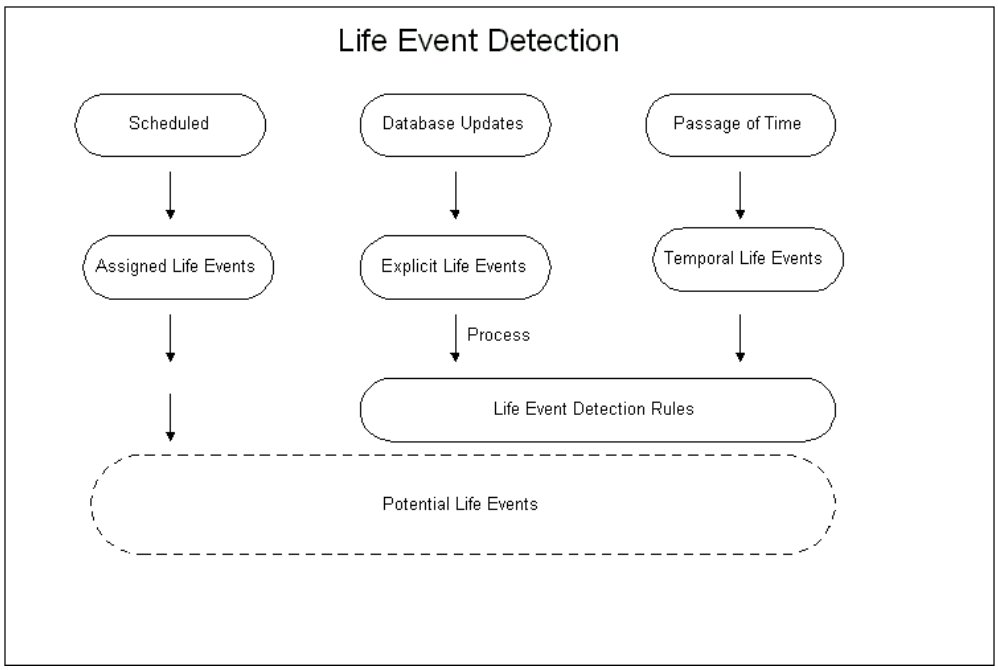
- Automatic and default enrollments

Life events can be explicit, temporal, or scheduled.

- **Explicit** life events are changes to a person's HR record, such as a job change.

- **Temporal** life events occur with the passage of time, such as the six month anniversary of employment.

- **Scheduled** life events are assigned life events, such as an open enrollment period.




Because life event detection can be complex, and because the accurate determination of qualifying life events is important to benefits administration, detected life events are initially given a status of *potential* so that they do not generate enrollment actions.

You can review potential life events for a person and then process the life event using the Participation batch process. Potential life events become *active life events* if they meet your plan design requirements. Active life events can trigger enrollment opportunities.

## Life Event Terminology

Life events are a cornerstone of benefits processing; understanding some basic terminology before you define any qualifying life event reason is important. The table below outlines the basic life event terminology:

## Life Event Terminology

| Terminology | Description |
|---|---|

| | |
|---|---|
| **Life Event Reason** | A life event reason is an approved explanation for enrollment, de-enrollment, or change in enrollment resulting from a life event. Participation eligibility is determined based on the life event reasons and eligibility profiles you associate with programs, plans, and options. |
| **Related Person Life Event Reason** | A related person life event reason occurs when a life event experienced by the primary participant generates a life event for a person related to the participant. |
| **Person Change** | A person change is a change in system data that you define to indicate that a person has experienced a given life event. |
| **Related Person Change** | A related person change is a change in system data that you define to indicate that a person has experienced a given related life event. |

## Life Event Definition

You define a life event by specifying the processing characteristics of the life event and the database change that triggers the life event. You can trigger life events with criteria similar to those you use to define your eligibility profiles and variable rate profiles. Not all criteria are available to trigger life events, but you can always write a formula (using the Person Change Causes Life Event formula type) to trigger an event using criteria that are not available in the list of tables and columns.

You can also trigger life events based on changes to segments in special information types.

See: Setting Up Special Information, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

Life events are defined separately from any compensation object or activity rate so that a single life event can have multiple uses.

## Life Event Notification

Because life events are not always reported and recorded in a timely manner, you can specify whether a life event is processed as of the date the life event occurred, as of the notification date (the date the life event is recorded in the system) or the later of the actual date or notification date.

Temporal life events, such as age changes, are always processed as of the actual

occurred date.

## Person Changes

You define the changes to a person's record that trigger a life event by specifying the value of the database field that indicates this person change has occurred.

> **Note:** Do not define person changes for Compensation life event reasons.

You select the database table and column for which you want to define a change that the system detects and processes as a life event. You specify the *new value* for this combination of database table and column that, when detected, indicates that a life event has occurred.

For example, you can define that a person change is detected when the database value of a person's marital status changes from Single to Married.

A person change can be defined based on the detection of:

- A new value
- A change from a specific old value to a specific new value
- Any change to a value
- A change from any value to no value
- A change from no value to any value

You can also select a rule that defines more complex conditions for triggering a life event.

You link the person change that you define to a life event. You can link multiple person changes to a single life event and you can link a single person change to more than one life event.

You can define a life event to trigger based on changes to more than one table, or based on multiple changes to the same table.

For changes based on multiple tables, the APIs detect the life event when there is a data change in one of the tables that meet your Person Change criteria (an Or condition).

For multiple changes in the same table, the person must satisfy all Person Change criteria associated with the table for the API to detect the life event (the And condition).

## Life Event Detection

### Advanced Benefits

When you define a life event, you specify whether or not it is an *overriding* life event. If two or more life events with the same Occurred On date are detected for a person, the system picks the overriding life event as the winner.

If two or more potential life events are detected with the Override Flag set to On, the Participation batch process records an error in the log file. In these cases, you use the Potential Life Events form to select the winning life event.

You can select a *timeliness evaluation code* that indicates if a life event that occurs prior to the current calendar year or a given number of days prior to the system date should be voided or processed manually.

You can set a *life event treatment code* to prevent temporal event detection for a specified life event reason under certain conditions.

See: Defining General Characteristics of Life Events Reasons, page 5-63

### Absence Life Events

Absence life events are processed by the Participation Process in Absence mode. In this mode, the process handles multiple potential life events in date order.

## Closing, Backing Out, and Voiding Life Events

You can remove the processing of a life event performed by the Participation process, and you can prevent further processing of a life event.

- Close a life event to prevent further processing.
- Back out a life event to roll back any updates generated by the Participation Process (such as updates to eligibility, rates, automatic de-enrollments, and so on)
- Void a life event to roll back any updates *and* prevent further processing by the Participation process.

## Life Event Usage (Advanced Benefits)

Once you create a life event definition, you can use that definition for a variety of purposes. This section describes the ways that you can use life events.

## Enrollment Requirements

You can link life event definitions to your enrollment requirements for a compensation object so that a person must experience a particular life event before they can enroll in a plan for which they are eligible. You can also use life events to restrict enrollment

changes based on whether or not the participant is currently enrolled in a benefit.

Because scheduled enrollments are also a kind of life event, you must link scheduled life events to a compensation object if you are defining an enrollment period for that benefit.

Enrollment requirements based on life events can be applied to both participants and dependents.

#### Enrollment Coverage

You can vary the amount of coverage available for a plan based on a life event. You define the standard coverage amount for the plan or option in plan and then the coverage level available for those participants who experience the life event you select.

You can also limit a currently enrolled participant's ability to change coverage levels based on a life event.

### Communications

You can generate a reminder letter for a participant with an open life event. Communications can also be triggered based on emerging life events, such as an event that will occur due to a temporal event.

## Collapsing Life Events (Advanced Benefits)

You create a *collapsing life event definition* for those instances when a combination of two or more detected life events results in either a different life event or the voiding of the detected events.

The system uses your collapsing life event definition in conjunction with other life event reasons that you have defined. You must define life event reasons before you define how to collapse life event combinations. Life events with a status of potential or active can be collapsed.

Using And/Or expressions, you define the life event combinations that cause a collapsing life event. You can include up to ten life events as part of your collapsing life event definition. Select a collapsing logic code to indicate if the detected life events should be voided or collapsed into another life event.

### Collapsing Life Event Date Determination

You can select the effective date of the new life event as:

- The effective date of the batch process.
- The earliest or latest life event occurred date for the set of potential life events being evaluated.

- The date of the resulting life event if it is included in the set of potential life events being evaluated.

- The earliest life event, latest life event, or batch process date if the resulting life event is not in the set of potential events being evaluated.

You can specify the number of *tolerance days* that the system considers when detecting life events that are evaluated by your collapsing life event rule. The tolerance period is based on the earliest life event occurred on date of the set of potential life events under consideration. For example, if the tolerance level is 10 days and the earliest life event occurred on date is 01-JAN, then the system considers all potential life events detected between 01-JAN and 11-JAN.

### Collapsing Life Events Process

After you define your life events and collapsing life event rules, you run the Participation batch process to determine the winning life event for each selected participant. Your collapsing life event definitions are considered in conjunction with your other life event definitions, including overriding life event definitions and timeliness evaluations that determine how potential life events are processed.

## Seeded Life Event Reasons

Oracle HRMS delivers seeded life event reasons you can use for benefits administration. Seeded life event reasons are pre-defined; you can re-name them but they cannot be otherwise modified or deleted. You do not set up person changes for seeded life event reasons as you do with user defined life event reasons.

You link seeded life event reasons to your plan design just like user defined life event reasons, or you can include a seeded life event reason as a parameter when you run either of the following batch processes to manage life events:

- Participation Process: Life Event

- Participation Process: Temporal

For example, you could run the Temporal Participation Process to detect changes in age that might make a person age into a savings plan or age out of a medical plan. In this example, you would select the seeded life event reason Age Changed as a parameter when you run the process from the Concurrent Manager.

See: Life Event Usage, page 5-57

The following is a description of the life event reasons that are seeded with Oracle HRMS:

## Administrative and Open Enrollment

- **Administrative:** Assign the administrative life event reason to a person or group of persons when the terms and conditions of a benefit plan change significantly and participants must be allowed to re-evaluate their elections. Examples of administrative life events include renegotiation of contract rates or addition of a new benefit

- **Open Enrollment:** Use the Open life event reason to determine eligibility for an open enrollment period. Open enrollments typically occur at recurring scheduled periods, such as an annual health and welfare benefits enrollment or a quarterly savings plan enrollment.

- **Unrestricted:** The unrestricted life event reason is used for benefit enrollments that are not time-dependent, such as a savings plan.

When you run the Participation Process in Scheduled mode from the Concurrent Manager, and select the enrollment period start date, the system creates a life event with a status of Detected for each person who meets the batch process criteria.

## Temporal

When you run the Participation Process in scheduled, life event, or temporal mode, the system creates a life event when the minimum or maximum boundary is crossed as specified in the definition you create for the applicable derived factor. The seeded life event reasons for temporally derived factors are:

- **Age Changed**

- **Combined Age and Length of Service Changed**

- **Compensation Changed**

- **Hours Worked in Period Changed**

- **Length of Service Changed**

- **Total Percent Full Time Changed**

You implement temporally based life events by creating the derived factor, including the derived factor in an eligibility profile or variable rate profile, and linking the profile to a compensation object.

See: Derived Factors, page 1-144

## COBRA Administration (US Only)

The seeded life event reasons for COBRA are used to determine *ineligibility* or

enrollment period change for COBRA benefits. COBRA life event reasons should be associated with programs or plans subject to COBRA regulations.

- **Loss of Eligibility:** This seeded life event reason detects when a COBRA enrollment period has passed.

- **Maximum Period of Enrollment Reached:** This seeded life event reason detects when a COBRA participant is to be de-enrolled due to reaching the maximum period of enrollment, which can vary based on subsequent life events that occur during COBRA coverage, such as a divorce or qualifying disability.

- **Non or Late Payment:** This seeded life event reason detects when a COBRA participant's payment is delinquent or late based on the participant's enrollment start date and the COBRA Payment due date. The initial payment is granted a 45 day grace period.

- **Voluntary End of Coverage:** This seeded life event reason detects when the participant's COBRA participation has been voluntarily ended. This indicates that the COBRA eligibility end date has been reached as recorded in the COBRA Beneficiaries window with an ineligible reason of Voluntary End of Coverage.

- **Period of Enrollment Changed:** This seeded life event is created when a person's COBRA eligibility end date is changed. For example, this could occur for a participant who is initially eligible for 18 months of COBRA coverage who becomes disabled during the first 60 days of coverage. The participant's enrollment period is changed to 29 months and the COBRA eligibility period end date is changed accordingly.

## Miscellaneous Seeded Life Event Reasons

- **Enrollment Override:** Use this seeded life event reason when you employ the Participation Overrides window or the Enrollment Override window to make a person eligible or ineligible for a benefit, or for enrollment or de-enrollment.

- **Quartile in Grade:** This seeded life event is created by the system when a change in a person's grade, salary basis, or salary moves them into a new quartile in grade. These conditions trigger the Quartile in Grade life event if the BEN: Enable Quartile in Grade Life Event user profile option is set to Yes. If you set this profile option to No, the system never creates a Quartile in Grade potential life event.

- **Reduction of Hours:** This seeded life event reason is used when a reduction in hours causes a person to experience a change in benefits status, such as becoming eligible or ineligible for a benefit.

- **Satisfied Waiting Period:** This seeded life event is created by the system when a person experiences a life event but has not yet satisfied the waiting period for the benefit and is therefore not eligible. The life event is created with the occurred on

date equal to the date the person satisfied the waiting period. The life event is given a status of potential until the waiting period completion date is reached.

- **Added During Enrollment:** This seeded life event is used by Self- Service Benefits enrollment to prevent a life event from occurring when you create a family member or update a family member's details. You can define a *gain dependent*life event reason if you want to trigger a life event based on a family member change in Self-Service.

## Life Event Definition (Advanced Benefits)

This example shows you the high level steps necessary to create a marriage life event.

1. Use the Life Event Reasons window to define the Marriage life event reason this person change triggers.

   See: Defining General Characteristics of Life Event Reasons, page 5-63

2. Use the Person Changes window to define the person change that triggers this Marriage life event.

   See: Defining Person Changes, page 5-66

3. Use the Person Change Causes Life Event window to associate the person change with the Marriage life event.

   See: Associating a Person Change with a Life Event, page 5-68

4. A FastFormula programmer creates a Marriage rule that specifies how the system detects the Marriage life event when doing so is more complex that steps 2 and 3 can accommodate.

5. Use the Life Event Reasons window to associate this Marriage rule to the Marriage life event.

6. After you define these person changes, every time a database change occurs, a program reads the table you populate using the Person Change Causes Life Event window. If all conditions are met, this program updates the Person in Life Event Reason table.

   This step requires no human intervention.

7. On a periodic basis, the benefits administrator runs the Participation batch process which reads the Person in Life Event Reason table and then determines the impact on the person's eligibility for enrollment, change in enrollment, and de-enrollment.

   See: Participation Batch Processes, page 6-11

## Defining General Characteristics of Life Event Reasons

You use the Life Event Reasons window to date effectively define life events and their associated processing.

### To define general characteristics of a life event reason:

1. Set your effective date to the appropriate start date for this life event reason.

2. Enter a Name for this life event reason.

   **Note:** Use a noun for the life event reason name since this life event may appear in communications that you send to participants.

3. Select a life event reason Type. Choose from a variety of types including:

   - **Absence:** Select this type if you want entry and ending of absences to trigger life events.

   - **Checklist**: Select this type to trigger HR Checklist events for HR administrators.

   - **Compensation** : Select this type if you are defining a life event for a Compensation Workbench plan.

   - **Personal (Advanced Benefits only)**: Examples include Marriage, Divorce, and Birth.

   - **Scheduled (Advanced Benefits only)**: Examples include age and length of service changes.

   - **Work (Advanced Benefits only)**: Examples include Change in Job Assignment, New Hire, and Termination.

   - **iRecruitment**: Select this type if you are defining a life event for compensation plans for iRecruitment applicants.

4. If you selected Absence as the Type, select the Life Event Operation Code: Delete Event, Start Event, or End Event. For example, to set up the life event reason that detects entry of an absence end date, select End Event.

5. Select an Evaluation Rule to apply to this life event reason. You can use an evaluation rule to define:

   - How to combine multiple detected life events into one

   - How to fully detect a life event when its detection is complex

- When to eliminate a previously detected life event.

6. Enter a description of the life event in the Description field.

7. Select a Life Event Treatment code if you want to limit the detection of seeded temporal life events. Choose from:

   - **Do Not Detect Past Temporal Events**: Prevents the detection of past temporal events while the application processes this life event.

   - **Do Not Detect Past or Future Temporal Events**: Prevents temporal event detection while the application processes this life event. Use this code with the seeded open and administrative events, or any other explicit events, when you do not want to detect temporal events.

   - **Never Detect This Temporal Life Event**: Prevents the automatic detection of a specific temporal event. Set this code for any seeded temporal event, such as Age Change or Length of Service Change, that you do not want to detect, such as for mid-year changes.

8. Select a Timeliness Evaluation code to indicate how the system processes potential life events that fall outside a time period that you define.

9. Do one of the following:

   - Enter the number of days after the life event occurred beyond which the system does not process this potential life event in the Timeliness Days field.

   - Select a Timeliness Period if the potential life event should be voided or processed manually because it occurred prior to the current calendar year.

   - Select a Rule that controls your timeliness definition.

     **Note:** The Timeliness Days and Timeliness Period fields are mutually exclusive.

10. Select an Occurred Date Determination code that controls if the life event is processed according to the date the event occurred or the date the event was recorded in the system.

    **Note:** By setting the profile option BEN: Comp Objects Display Name Basis in the System Profile Values window, you can choose whether compensation object names display in application windows (both in the professional and Self-Service user interfaces) based on the life event occurred on date or the user's session date.

The default profile option value is Session.

11. If you want to link a life event reason to a self-service process, select a value in the Selectable for Self Service field to indicate in which processes this life event should be available.

    - All--the life event can be selected in all self-service processes
    - Add/Update/Delete Family Members--the life event can be selected in Self-Service Benefits when the user adds, updates, or end dates a family member contact
    - Add/Update Family Members--the life event can be selected in Self-Service Benefits when the user adds or updates a family member contact
    - Delete Family Members--the life event can be selected in Self-Service Benefits when the user end dates a family member contact
    - Basic Registration--the life event can be selected in the New Employee Registration process
    - COBRA Registration--the life event can be selected in the Non-employee Registration process
    - Basic and COBRA Registration--the life event can be selected in both the New Employee and the Non-Employee Registration processes

    **Note:** In Self-Service Benefits, a user can select life event reasons with a Selectable for Self Service value of All, Add/Update/Delete Family Members, or Delete Family Members as valid reasons for ending a relationship between the primary participant and a dependent or beneficiary.

    **Note:** Do not use the Life Events page in self-service registration if you are the employer of benefits recipients. This page is only for third party benefits providers.

    See: Configuring the New Employee and Non-Employee Registration Processes, *Oracle HRMS Deploy Self-Service Capability Guide*

12. Select the Check Related Persons Eligibility field if the system generates a related person life event when the primary participant experiences this life event.

    If you select the Check Related Persons Eligibility field, complete the Causes Related Person Life Events block as described in step 15, page 5-66

13. Select the Override field if this life event is the overriding life event in the case of the collision of two or more life events.

    **Note:** When two or more overriding life events collide, no life event is selected as the winner. You use the Potential Life Events form to select the winning life event.

14. Select the COBRA Qualifying Life Event field if this life event impacts eligibility for US COBRA benefits.

15. Select the name of the related person life event this life event triggers in the Causes Related Person Life Event field.

    Repeat this step for each related person life event that is triggered by this life event.

16. Save your work.

**Next Step**

Associating a Person Change With a Life Event, page 5-68

## Defining Person Changes

You define the changes to a person's record that trigger a life event by specifying the value of the database field that indicates this person change has occurred.

### To define a person change:

1. Query or enter a life event in the Life Event Reasons window.

2. Choose the Person Changes button if you are defining a life event for a primary participant.

   - Or, choose the Related Person Changes button if the life event experienced by the primary participant causes a life event for a related person.

3. Choose the Define Person Change button or the Define Related Person Change button depending if you chose Person Changes or Related Person Changes in step 2.

4. Enter a Name for the person change you are defining.

5. Select the Table Name of the database table containing the column name (field) and new value that indicates a person has experienced this life event.

   **Note:** Refer to the *Oracle HRMS Technical Reference Manual* for

definitions of the database tables and columns.

6. Select the Column Name.

7. Select the Old Value if the life event you are defining is only detected when the column name value change from a specific old value to a specific new value.

8. Select the New Value that triggers a detected life event.

9. If necessary select a Rule of the type Person Changes Causes Life Event to refine the circumstances under which the system determines that this person change has occurred. You can use this rule if changes to different columns on the same table trigger the same life event.

   **Note:** If you select a rule and associate this person change with an absence-type life event, the values you enter in the Old Value and New Value fields are ignored and only the rule is evaluated. If the rule returns the value Yes, the Person Change has occurred, regardless of the value in the selected column.

10. Enter the text in the What-if Label field that represents this person change when you model eligibility using the What-if Eligibility/Ineligibility Participation window.

11. Select the Rule Overrides check box if you attach a Person Changes Causes Life Event rule to this Person Change and you want the results of the formula to determine how to detect the event.

    The API executes the rule when a change happens on the table you select for this Person Change.

    If you do not select this check box, the application detects a life event when a person meets the criteria of both the rule and the table/column values you selected in steps 5 through 8.

12. Click the Add Record icon on the toolbar if you want to define another person change.

    You can add a person change based on another column in the same table you previously selected, or a column in a different table. Changes based on columns in the same table function as an And condition; changes based on columns in different tables function as an Or condition.

13. Save your work.

## Associating a Person Change with a Life Event

In order to know when a person has experienced a life event, you associate a *person change* with each life event you define. A person change is a change to a person's HR record that indicates a life event might have occurred.

You can also associate a *related person change* with a life event if a change to the primary participant's HR record generates a life event for a person related to the primary participant.

> **Note:** You must define your person changes and related person changes before these can be associated to a life event. See: Defining Person Changes, page 5-66

### To associate a person change with a life event:

1. Query or enter a life event in the Life Event Reasons window.
2. Choose the Person Changes button if you are defining a life event for a primary participant.
   - Or, choose the Related Person Changes button if the life event experienced by the primary participant causes a life event for a related person.
3. Select the Name of a person change that you have defined.

   Repeat this step for each person change you link to this life event reason. If you define the Person Change based on a single table, the application must detect Person Changes in all the columns you select to trigger the life event (the And condition).

   For Person Changes based on multiple tables, the application must detect all Person Changes for at least one of the tables to trigger the life event (the Or condition).
4. Save your work.

## Defining a Collapsing Life Event (Advanced Benefits)

You use the Collapsing Rules window to build your collapsing life event definition. By selecting life events and expressions (and/or), you create the conditions that the system evaluates when determining the new life event.

### To define a collapsing life event:

1. Enter the Seq (sequence) in which this collapsing life event definition is processed relative to any other collapsing life event definitions.

2. Select the life event into which your life event combination collapses in the Results in field.

3. Use the Tolerance field to enter the number of days after the earliest life event occurred date beyond which the system ignores any detected life events when evaluating your life event combinations.

4. Select the primary life event in your life event combination in the first Life Event field.

5. Select the Expression (and/or) used to evaluate the detected life event combination.

6. Select another life event to include in combination with the primary life event in the next Life Event field.

7. Select more life event/expression combinations depending on the complexity of your collapsing life event definition.

8. Select a Collapsing Logic code or rule that indicates if the detected life events are voided or collapsed into a resulting life event.

9. Select a Life Event Occurred Date code or rule to specify the occurred on date of the resulting life event.

10. Save your work.

# Benefit Enrollment Requirements

## Enrollment Requirements

Enrollment requirements determine *when* an eligible person can enroll in a benefit. You define enrollment requirements for a program, plan type, or plan to determine scheduled enrollment periods and the qualifying life events that enable an enrollment.

Enrollment requirements that you define at the program level cascade to the plan type and plan levels unless you override these requirements for a given plan type or plan. Although there are many program-level enrollment attributes, participants do not technically enroll in a program. Instead, they enroll in the plans associated with that program.

You can also use the enrollment requirements forms to implement other restrictions, as follows.

- You can coordinate coverage levels between all plans in a plan type. For example, you can require that a person who elects the "employee only" coverage option in one plan elects this coverage level for all plans in the plan type in which they enroll.
- For insurance plans, you can limit the coverage level that can be elected by a spouse or a dependent to a percentage of the coverage elected by the primary participant.
- Advanced Benefits customers can require that an action item be completed before an enrollment is valid.
- You can also define dependent coverage requirements such as dependent information that is required for an enrollment to be valid (date of birth or social security number) and required certifications.
- You define beneficiary designation requirements at the plan level.

### General Program Enrollment Requirements

#### For a Program

You can define general enrollment requirements for a program, such as enrollment coverage start and end dates and activity rate start and end dates. These dates are not particular calendar dates, but dates relative to a scheduled enrollment in the program year.

Advanced Benefits customers can define at the program level whether default or automatic enrollments apply to any plans in this program.

For insurance plans, you can limit the coverage level that can be elected by a spouse or a

dependent to a percentage of the coverage elected by the primary participant.

#### For a Plan Type in a Program

You can define enrollment requirements for the plan types in a program if these requirements differ between plan types. For example, you can define a required period of enrollment for the plans in one plan type.

Other requirements you can set at the plan type level relate to life insurance plans. You can:

- Specify if the plans in a plan type limit the amount of coverage a spouse or a dependent of the primary participant can elect as a percentage of the coverage elected by the primary participant
- Specify if the system determines imputed income and life insurance maximums for a plan type

You can limit the maximum number of plans in a plan type in which a person can enroll, or require that a participant enroll in a minimum number of plans in a plan type.

#### For a Plan in a Program

Advanced Benefits customers can define if a plan in a program is the default enrollment for a participant who fails to make an election. You can limit the circumstances under which a plan is the default based on whether or not the participant is currently enrolled in the program.

For example, you can define a default plan for newly enrolled participants, and indicate that currently enrolled participants must remain enrolled in their current plan.

## Scheduled Program Enrollments and Life Event Enrollments (Timing)

#### Scheduled Enrollments for Programs

For scheduled enrollments, you define the enrollment type for the program, either open, administrative, or unrestricted.

> **Important:** Open and administrative enrollment types are only available to Advanced Benefits customers. Because unrestricted enrollments are not date dependent, the system does not recognize an enrollment period for unrestricted enrollments. An unrestricted enrollment is considered closed when the enrollment is saved.
>
> You cannot combine unrestricted and life event processing in the same program. If a plan does not require a life event for electability, attach the plan to a separate, unrestricted program or set up a plan not in program.

You associate a program year period with those programs that contain one or more

plans with scheduled enrollments. Within the program year, you can specify the enrollment period for plans in the program, the date on which defaults are assigned, the date after which no further processing is allowed, and the enrollment close date.

For programs that allow an override to the enrollment start and end dates or the activity rate start and end dates, you can specify these enrollment and activity rate periods.

#### Life Event Enrollments for Programs (Advanced Benefits)

You can define the life events that trigger an enrollment opportunity for the plans in a program. You can also specify the date on which defaults are assigned, the date after which a person experiencing the life event is no longer eligible for enrollment, and the life event enrollment close date.

You can define the enrollment coverage start and end dates for a life event. This is not a particular calendar date, but a date relative to the life event.

As with scheduled enrollments, you can define overrides to enrollment start and end dates or activity rate start and end dates for a program that are caused by a life event that you associate with the program.

## Life Event Enrollment Requirements for Plan Types and Plans in Program (Advanced Benefits)

You can associate with a plan type or a plan in program those life events that trigger an enrollment action. Depending on the life event and the participant's current enrollment status, you can define whether or not the life event enables an enrollment action. You select from *enrollment codes* that limit the participant's enrollment options based on whether they are currently enrolled in the compensation object that you specify.

For example, you can specify that a participant who experiences a particular life event and is currently enrolled in a plan can keep their current elections but cannot change their elections. But, if the participant is not currently enrolled in the plan, then they can enroll. You would select an enrollment code of Current, Keep Only; New, Can Choose.

You can also define for a plan in program the *enrollment method* associated with a life event, either automatic or explicit.

## Dependent Coverage Enrollment Requirements for Programs

The information required to enroll a dependent in a benefit can be different from the information required to enroll a primary participant. For dependents you can define:

- Dependent coverage start and end dates
- Required information for enrollment, such as social security number/legislative ID and date of birth
- Required certifications

- Dependent coverage eligibility profiles
- Enrollment actions triggered by a life event
- Certifications required for enrollment after the occurrence of a specific life event

## Plan Enrollment Requirements

You specify enrollment requirements at the program level if the requirements apply to all the plans in the program. You use plan level enrollment requirements to override values set at the program level for individual plans. The enrollment requirements that you can specify for scheduled enrollments and life event enrollments are the same at the program and plan level.

In addition, you set enrollments requirements for not in program plans and options in plans by using plan enrollment requirements.

You can define general enrollment requirements for a plan, such as enrollment coverage start and end dates. You can also set limitations to the minimum and maximum number of options in a plan in which a person can be enrolled.

If an action must be complete before an enrollment is valid, you can associate enrollment action types with a plan if you are an Advanced Benefits customer.

You can also define designation requirements that limit the familial relationship types covered by an option.

## Enrollment Requirements for Plans Not in Program

You define enrollment requirements for plans not in program just as you do for plans in program. However, plans not in program also have additional enrollment requirements that you can set.

For each plan not in program, you can select a default enrollment code that determines how the system processes an enrollment when a participant fails to make an election.

For a plan not in program with a required enrollment period, you need to specify whether the required enrollment period applies to the plan, the options in the plan, or the plan type that contains the plan.

You can also specify the time period in which activity rates for a plan not in program are expressed in the user interface, for example by month or annually.

## Enrollment Requirements for Options

You can define enrollment requirements that apply to the options in a plan, such as:

- The default option for participants who do not make an election (Advanced Benefits)

- The options that are required for enrollment in the plan
- The enrollment method, either automatic or based explicitly on the participant's election (Advanced Benefits)

You can also set designation requirements for an option. See: Defining Options, page 1-118

### Rate Start and End Dates

The Total Compensation processing model uses the rate start and end date codes on the Plan and Program Enrollment requirements windows to derive when the standard rate begins and ends for an enrollment. These codes also determine when the corresponding element entry begins and ends.

Depending on the code you select, the application determines the rate dates based on the life event occurred on date, enrollment coverage date, or effective date of the election.

### Enrollment Action Types (Advanced Benefits)

An enrollment action is any action that is required of a participant to complete an enrollment or de-enrollment. In addition to the enrollment action types delivered with the product, you can use the Enrollment Action types window to define additional enrollment action types.

You associate an enrollment action with the enrollment requirements for a program or plan.

## Enrollment Types

Most benefit plans define when an enrollment can be initiated or altered during the plan year. Often, restrictions are placed on when an eligible participant can enroll in a plan or change a current election.

Oracle HRMS controls enrollments using enrollment types:

- Unrestricted Enrollment
- Open Enrollment (Advanced Benefits)
- Administrative Enrollment (Advanced Benefits)
- Life Event Enrollment (Advanced Benefits)
- Automatic and default enrollment (Advanced Benefits)
- Explicit enrollment

## Unrestricted Enrollment

Unrestricted enrollments are enrollments you define that are not time-dependent and often do not require a special reason for enrollment. A savings plan is a typical example of a benefit for which you might elect to use the unrestricted enrollment type.

Oracle customers who do not license Advanced Benefits must use unrestricted enrollments to process participants into a benefits plan. This is the only enrollment type available to you.

> **Important:** Advanced Benefits users cannot combine unrestricted and life event processing in the same program. If a plan does not require a life event for electability, attach the plan to a separate, unrestricted program or set up a plan not in program.

During the plan design phase, you choose the unrestricted enrollment type for all your programs and plans. Then, when a benefits representative (or in the case of self-service enrollments, a participant) processes an enrollment, the system determines the person's electable choices based on the eligibility requirements for the benefit.

Unrestricted enrollments do not restrict an enrollment to a certain period or require that an action item or certification be completed for an enrollment to be valid.

## Open Enrollment (Advanced Benefits)

You define an open enrollment for a benefit as a predefined time period during the plan year when a participant can alter elections in a plan. This is the most common type of scheduled enrollment.

## Administrative Enrollments (Advanced Benefits)

Administrative enrollments are rare, but you might use this enrollment type when a significant change occurs to the coverage offered under a plan and it is necessary to allow participants to re-evaluate their continued participation in the plan.

## Life Event Enrollments (Advanced Benefits)

Life event enrollments are caused by a significant change to the participant which requires or enables an enrollment action.

## Automatic and Default Enrollments (Advanced Benefits)

You can automatically enroll an eligible participant into a benefit. To do so, you set up the enrollment method of automatic when defining the enrollment requirements for the benefit. Automatic enrollments are typically used to provide interim coverage before participants can make their own elections.

You define default enrollments as those elections an eligible participant receives if they do not specify an election within a pre-defined enrollment period. Default enrollments are processed when you run the Default Enrollment batch process from the concurrent manager.

See: Benefits Batch Processes, page 6-15

### Explicit Enrollments

All elections that are neither automatic or default are considered explicit elections. The participant must explicitly elect the benefit into which they enroll either through a self-service form or through their benefits department.

## Enrollment Codes

When you define enrollment requirements for a compensation object, you select from enrollment codes that limit the participant's enrollment options based on whether they are currently enrolled in the compensation object. You can select enrollment codes for a program, plan in program, plan not in program, and option in plan. You can also select enrollment codes for specific life events for each compensation object.

For each plan not in program, you can select a default enrollment code that determines how the system processes an enrollment when a participant fails to make an election. Similarly, you can specify default enrollment codes for programs, plans in programs, and plan types in programs to determine default enrollment after specific life events. You can also select a default enrollment code for options in plans to specify when the option is the default based on a new or existing enrollment.

> **Note:** In Standard Benefits, the default enrollment is displayed on the enrollment window but you need to save the election to enroll the participant. In Advanced Benefits, default enrollments are made automatically when you run the Default Enrollments process.

You can select from the enrollment codes and default enrollment codes listed below, or you can create a formula-based rule to define your own requirements.

### List of Enrollment Codes

**Current, Can Keep or Choose; New, Nothing:** If a person is currently enrolled in this compensation object, the person can keep their current elections or make new elections. If a person is not yet enrolled, the person cannot make an election.

**Current, Can Keep or Choose; New, Can Choose:** If a person is currently enrolled in this compensation object, the person can keep their current elections or make new elections. If a person is not yet enrolled, the person can make new elections.

**Current, Can Keep or Choose But Starts New; New, Can Choose:** If a person is

currently enrolled in this compensation object, the person can keep their current elections or make new elections. The coverage ends at the end of the plan year and restarts the next day so that the participant must explicitly re-elect each year, even though the coverage amount may stay the same. If a person is not yet enrolled, the person can make new elections.

> **Note:** You can only select this code from the Program or Plan Enrollment Requirements windows at either the plan type in program, plan in program, or plan level based on a life event. It is recommended that you select this code only for the Open enrollment life event.

**Current, Choose Only; New, Can Choose:** If a person is currently enrolled in this compensation object, the person must make an explicit election to stay enrolled. If a person is not yet enrolled, the person can make new elections.

**Current, Choose Only; New, Nothing:** If a person is currently enrolled in this compensation object, the person must make an explicit election to stay enrolled. If a person is not yet enrolled, the person cannot make an election.

**Current, Keep Only; New, Can Choose:** If a person is currently enrolled in this compensation object, the person must keep their current elections. If a person is not yet enrolled, the person can make new elections.

**Current, Keep Only; New, Nothing:** If a person is currently enrolled in this compensation object, the person must keep their current elections. If a person is not yet enrolled, the person cannot make an election.

**Current, Lose Only; New, Can Choose:** If a person is currently enrolled in this compensation object, the person must de-enroll from their current elections. If a person is not yet enrolled, the person can make new elections.

**Current, Lose Only; New, Nothing:** If a person is currently enrolled in this compensation object, the person must de-enroll from their current elections. If a person is not yet enrolled, the person cannot make new elections.

**Current, Assign; New, Assign (Automatic):** If the enrollment method code is Automatic, both current and new enrollees automatically enroll and cannot de-enroll.

**Current, Nothing; New, Assign (Automatic):** If the enrollment method code is Automatic, current enrollees automatically de-enroll; new enrollees automatically enroll and cannot de-enroll.

**Current, Assign; New, Nothing (Automatic):** If the enrollment method code is Automatic, current enrollees automatically enroll and cannot de-enroll; people not already enrolled cannot make an election.

**Rule:** Select Rule if you define a FastFormula rule to determine a person's electability based on their current enrollment status. The formula must be of the type *Enrollment Opportunity*.

### List of Default Enrollment Codes

**New, Defaults; Current, Nothing:** If a person is not yet enrolled in a given benefit, enroll that person in the default enrollment for that benefit. If the person is already enrolled in that benefit, de-enroll the person from that benefit.

**New, Defaults; Current, Defaults:** If a person is not yet enrolled in a given benefit, enroll that person in the default enrollment for that benefit. If a person is already enrolled in a benefit, enroll the person in the default enrollment for that benefit.

**New, Defaults; Current, Same Enrollment and Rates:** If a person is not yet enrolled in a given benefit, enroll that person in the default enrollment for that benefit. If a person is already enrolled in a benefit, do not change that enrollment or the activity rate.

**New, Defaults; Current, Same Enrollment but Default Rates:** If a person is not yet enrolled in a given benefit, enroll that person in the default enrollment for that benefit. If a person is already enrolled in a benefit, do not change the enrollment but assign the default activity rate.

**New, Nothing; Current, Same Enrollment and Rates:** If a person is not yet enrolled in a given benefit, do not enroll that person in that benefit. If a person is already enrolled in a benefit, do not change that enrollment or the activity rate.

**New, Nothing; Current, Same Enrollment but Default Rates:** If a person is not yet enrolled in a given benefit, do not enroll that person in that benefit. If a person is already enrolled in a benefit, do not change that enrollment but assign the default activity rate.

**New, Nothing; Current, Defaults:** If a person is not yet enrolled in a given benefit, do not enroll that person in that benefit. If a person is already enrolled in a benefit, enroll that person in the default enrollment for that benefit.

**New, Nothing; Current, Nothing:** If a person is not yet enrolled in a given benefit, do not enroll that person in that benefit. If the person is already enrolled in that benefit, de-enroll that person from that benefit.

**Rule:** Indicates that you will specify a FastFormula rule for this default treatment. The formula must be of the type *Default Enrollment*.

## Enrollment Period Determination for Life Events

For situations where you back-out and reprocess an event - or when an event occurs during the enrollment window of a prior event - you can determine how the application determines the start and end date of the newly calculated enrollment period.

As part of your implementation, you can select a Period Determination code for each life event you attach to a program or a plan not in program.

**Note:** You can only set this code at the program level for plans in a

program; the code applies to all plans in the program.

The application uses this code to adjust the enrollment period start date in the following situations:

- You back-out and reprocess an event
- An event occurs within the enrollment window of another event
- The application detects a colliding life event

Select one of the following enrollment codes to control the calculation of the new enrollment window.

- **Retain Number of Days in Original Enrollment Period**: This is the default value if you select no code; this code does not adjust the start date. The application calculates the enrollment window using the enrollment period start and end date codes based on the later of an existing *Processing Date* for a prior life event or, the life event occurred on date of the current event being processed.

  If you back out and reprocess an event, the enrollment window will be the original number of days from the later of the original enrollment period start date, the backed-out date, or the system date. In most cases, the enrollment window will begin on the system date.

- **Later of Enrollment Period Start Date or Future Enrollments Start Date**: This code retains the original enrollment period. However, the enrollment period must be one day or more *after* any future enrollment start date.

  This is the most commonly used code; it always tries to retain the exact enrollment window based on the original start and end dates. If there is an enrollment result after the original enrollment period end date, the enrollment start date will be set to one day after the existing enrollment result. The code keeps the original end date if the end date is later than the new start date, otherwise, the end date will be reset to equal the new start date.

  If the enrollment window has past, the participant will not be able to make election changes in Self-Service and the HR professional would need to set the effective date back to the enrollment window to make elections for the participant

  You should also select this code if you base participant eligibility on family member information.

- **Later of Future Enrollments Start Date or System Date**: This code retains the original enrollment period. However, the enrollment period must be one day or more *after* any future enrollment start date or the system date if the life event has been backed-out and reprocessed.

  Selecting this code allows a participant to update elections in Self-Service on the

day you reprocess a backed-out event.

- **Later of Future Enrollments Start Date or Backed Out Date**: This code retains the original enrollment period. However, the enrollment period must be one day or more *after* any future enrollment start date or the backed-out date if the life event has been backed-out and reprocessed.

  **Note:** if you set up your life event to close based on the code 'When Enrollment Period Ends', the Close Enrollment Process closes the event.

## Reinstatement of Elections for Reprocessed Life Events

As part of implementation, you can configure how Oracle HRMS reinstates elections when a benefits administrator backs out a life event for a person (due to an intervening or colliding life event) and then reprocesses the original life event.

Select a *Reinstate Code* to control election reinstatement based on the reprocessed life event. You can also determine how the application processes reinstatements for overriden activity rates by selecting an *Override Code*. Select from the following codes based on your administrative practices.

- Reinstate all if no electability change for life event
- Reinstate if no change for backed out enrollment
- Reinstate if electability exists for backed out result
- Never Reinstate
- Always use overridden rates
- Override the rates if no change

You can select a Reinstate Code and an Override Code for programs and plans not in program based on each life event you define.

## Dependent Coverage and Beneficiary Designation Requirements

Dependent coverage enrollment requirements determine when an eligible dependent can enroll in a benefit. The information required to enroll a dependent can be different from the information required to enroll a primary participant. For dependents you can define:

- Dependent coverage start and end dates
- Required information for enrollment, such as social security number/legislative ID

and date of birth

- Required certifications
- Dependent coverage eligibility profiles
- Enrollment actions triggered by a life event
- Certifications required for enrollment after the occurrence of a specific life event

> **Note:** For Standard Benefits, you must link the Unrestricted life event to the compensation object at the dependent designation level.

The enrollment requirements you specify at program level are inherited at plan type and plan level. The requirements you specify at plan level are inherited by all options in the plan.

You can define beneficiary designation requirements at the plan level. All options in the plan inherit these beneficiary designation requirements.

## Defining Enrollment Methods for a Program

You use the Enrollment Methods alternate region of the Program Enrollment Requirements window to define how a participant enrolls in a program.

If you use Standard Benefits, you can define requirements for unrestricted enrollments using this window.

Advanced Benefits customers can specify whether default or automatic enrollment rules apply for a program.

### To define an enrollment method for a program:

1. Query the Program for which you are defining program enrollment requirements.

   The current status of the program is displayed. For a definition of the program statuses, see Defining a Benefits Program, page 1-89.

2. For Advanced Benefits users, select the enrollment method, either **automatic** or based on the participant's **explicit** choice, in the Method field.

3. For Advanced Benefits users, select an Automatic Rule to define the circumstances under which automatic enrollments apply for this program.

4. Check the Allows Unrestricted Enrollment field if this program uses the unrestricted enrollment type.

   You must also check the Allows Unrestricted Enrollment field for each plan in this

program that uses the unrestricted enrollment type.

> **Important:** You must check this field if you have not purchased an Advanced Benefits license. If you license Advanced Benefits, you cannot combine unrestricted and life event processing in the same program. If a plan does not require a life event for electability, attach the plan to a separate, unrestricted program or set up a plan not in program.

5. For Advanced Benefits users, check the No Default Enrollment Applies field if the system takes no enrollment actions when eligible persons fail to specify available elections for plans or options in this program.

6. For Advanced Benefits users, check the No Automatic Enrollment Applies field if the system does not automatically enroll eligible persons in any plans in this program.

7. Select an Enrollment Code or rule that defines a participant's enrollment choices for this program based on whether the participant is currently enrolled in the program.

   See: Enrollment Codes, page 5-76

8. Save your work.

## Defining Coverage Requirements for a Program

You use the Coverage region of the Program Enrollment Requirements window to define when coverage starts and ends for a program, if coverage levels are coordinated between plans in the program, and rules regarding spousal and dependent coverage for insurance plans.

### To define coverage requirements for a program:

1. Select an Enrollment Coverage Start Date code or rule to specify when coverage begins for participants who enroll in plans in this program.

2. Select an Enrollment Coverage End Date code or rule to specify when coverage ends for participants who lose eligibility for a plan in this program.

   In the Maximum % of Participant Coverage block:

3. Enter a Spouse Insurance Coverage percentage to specify the maximum insurance coverage amount allowed for spouses for all insurance plans in the program, expressed as a percentage of the employee's insurance coverage amount.

**Important:** If you define spousal or dependent life insurance coverage limits, you must create one plan type for spousal life insurance plans and another plan type for dependent life insurance plans.

4. Enter a Dependent Insurance Coverage percentage to specify the maximum insurance coverage amount allowed for dependents other than spouses for all insurance plans in the program, expressed as a percentage of the employee's insurance coverage amount.

5. Save your work.

## Defining an Action Item Due Date (Advanced Benefits)

You use the Action Types window to enter the date by which a person must complete an action item associated with a compensation object.

Action items include enrollment certifications, and dependent and beneficiary designation requirements.

### To define an action item due date:

1. Query the compensation object for which you are defining an action item due date in the Program Enrollment Requirements window or the Plan Enrollment Requirements window.

2. Choose the Action Types button.

3. Select an action item in the Action Type field.

4. Select an Action Type Due Date code or rule.

5. Save your work.

## Defining Activity Rate Enrollment Requirements for a Program

Use the Rates region of the Program Enrollment Requirements window to define when activity rates start and end for the plans in a program.

### To define activity rate enrollment requirements for a program:

1. Select a Rate Start Date Code or Rule to specify the date on which activity rates apply to the plans in this program.

2. Select a Rate End Date Code or Rule to specify when activity rates end for

participants in the plans in this program.

3. Save your work.

## Defining Enrollment Requirements for Plan Types in a Program

You can define enrollment requirements that apply to a plan type in a program.

### To define enrollment requirements for a plan type in a program:

1. Choose the General tab and then the Plan Type tab in the Program Enrollment Requirements window.

2. Select a Plan Type in this program for which you are defining enrollment requirements.

3. Check the Coordinate Coverage for All Plans field to specify that participants in this plan type must elect the same coverage options for all plans in this plan type.

4. Choose from the following if you limit insurance coverage for a spouse or a dependent to a percentage of the employee's insurance coverage:

   - Check the Subject to Spouse's Maximum % Insurance Coverage field if for this plan type you are limiting the insurance coverage of the spouse of an employee to a percentage of the employee's insurance coverage.

   - Check the Subject to Dependent's Maximum % Insurance Coverage field if for this plan type you are limiting the insurance coverage of a dependent of an employee to a percentage of the employee's insurance coverage.

     **Important:** If you define spousal or dependent life insurance coverage limits, you must create one plan type for spousal life insurance plans and another plan type for dependent life insurance plans.

5. Check the Sum Participant's Life Insurance field if the system determines imputed income and life insurance maximums for this plan type in this program.

6. For Advanced Benefits users, choose from the following if this plan type is part of a flex credit program:

   - Check the Provides Credits field if flex credits are allocated for this plan type.

   - Check the Credits Apply Only To This Plan Type field if flex credits in this plan type cannot be rolled over into other plan types in this program.

7. Select a Required Period of Enrollment Value and UOM for this value to describe the period of time in which a participant's elections for all plans in this plan type must be in effect (except in the case of a qualified life event).

   To define a required period of enrollment for an option, see: Defining Options, page 1-118.

8. Save your work.

## Defining Enrollment Limitations for Plan Types in a Program

You can define the minimum and maximum number of plans in which a person can be simultaneously enrolled for a plan type in a program. You can also specify the required enrollment period for the plans in a plan type.

Use the Program Enrollment Requirements window.

### To define enrollment limitations for a plan type in a program:

1. Choose the General tab, then the Plan Type tab.

2. In the Limitations region, select a Plan Type in this program for which you are defining enrollment limitations.

3. Check the No Minimum field if there is no minimum number of plans of this plan type in which a participant must be enrolled.

   - Or, enter the Minimum number of plans of this plan type in which a participant must be enrolled.

4. Check the No Maximum field if there is no maximum number of plans of this plan type in which a participant must be enrolled.

   - Or, enter the Maximum number of plans of this plan type in which a participant must be enrolled.

   In the Required Period of Enrollment block:

5. Enter a Value that represents the length of time for which a person must be enrolled in the plans in this plan type.

6. Select the unit of measure of this value in the UOM field.

7. Select a rule if you use a formula to determine the required period of enrollment for the plans in this plan type.

8. Save your work.

# Defining Enrollment Requirements for a Plan in a Program

If you are an Advanced Benefits customer, you can specify the circumstances under which a plan is the default for a program. A life event reason can override this information.

### To define enrollment requirements for a plan in a program:

1. In the Program Enrollment Requirements window, choose the General tab and then the Plan tab.

2. Select the plan in this program for which you are defining enrollment requirements.

3. For Advanced Benefits users, select the enrollment method, either **automatic** or based on the participant's **explicit** choice, in the Method field.

4. For Advanced Benefits users, select an Automatic Rule to define the circumstances under which automatic enrollments apply for this plan.

5. Select an Enrollment Code or rule that defines a participant's enrollment choices for this plan based on whether the participant is currently enrolled in the plan.

   See: Enrollment Codes, page 5-76

6. Check the Allows Unrestricted Enrollment field if the enrollment type for this plan in program is unrestricted.

   You must also check the Allows Unrestricted Enrollment field for the program that contains this plan.

   > **Important:** You must check this field if you have not purchased an Advanced Benefits license. If you license Advanced Benefits, you cannot combine unrestricted and life event processing in the same program. If a plan does not require a life event for electability, attach the plan to a separate, unrestricted program or set up a plan not in program.

7. Save your work.

### Default Enrollment Requirements

You run the Default Enrollment Process from the concurrent manger to create default enrollments based on your plan design and eligibility requirements. Default enrollment processing is only available for Advanced Benefits customers.

### To define default enrollment requirements for a plan in a program:

1. Choose General -> Plan -> Default in the Program Enrollment Requirements window.
2. Select a Default Enrollment Method Code or Rule for this plan.
3. Check the Assign on Default field if participants who fail to specify an election are enrolled in this plan.
4. Save your work.

## Defining Coverage Requirements for a Plan in a Program

You can define when coverage starts and ends for participants who enroll in a plan in a program. You can also define restrictions to the amount of available coverage provided by a plan.

Use the Program Enrollment Requirements window. Choose the General tab, then the Plan tab, and then the Coverage region.

### To define coverage start and end dates for a plan in a program:

1. Select a plan in this program for which you are defining coverage start and end dates.
2. Select an Enrollment Coverage Start Date code or rule to specify when coverage begins for participants who enroll in this plan.
3. Select an Enrollment Coverage End Date code or rule to specify when coverage ends for participants who lose eligibility for this plan.

   **Note:** You should coordinate your coverage start and end dates with your activity rate start and end dates.

4. Save your work.

## Defining Coverage Start and End Dates for a Plan Type in a Program

You can define when coverage starts and ends for participants who enroll in a plan type in a program. These coverage dates apply to all the plans in this plan type unless you override the coverage dates at the plan level.

Choose the General tab, then the Plan Type tab, and then the Coverage region.

### To define coverage start and end dates for a plan type in a program:

1. Select a plan type in this program for which you are defining coverage start and end dates.
2. Choose an Enrollment Coverage Start Date code or rule to specify when coverage begins for participants who enroll in a plans in this plan type.
3. Choose an Enrollment Coverage End Date code or rule to specify when coverage ends for participants who lose eligibility for a plan in this plan type.

   **Note:** You should coordinate your coverage start and end dates with your activity rate start and end dates.

4. Save your work.

## Defining Activity Rate Start and End Dates for a Plan in a Program

You can define when activity rates start and end for the plans in a program.

Use the Program Enrollment Requirements window. Choose the General tab, then the Plan tab, and then the Rates region.

### To define activity rate start and end dates for a plan in a program:

1. Select a plan in this program for which you are defining activity rate start and end dates.
2. Select a Rate Start Date code or rule to specify the date on which activity rates apply to this plan.
3. Select a Rate End Date code or rule to specify when activity rates end for participants in this plan.

   **Note:** You should coordinate your coverage start and end dates with your activity rate start and end dates.

4. Save your work.

## Defining Activity Rate Start and End Dates for a Plan Type in a Program

You can define when activity rates start and end for the plan types in a program. These activity rate dates apply to all the plans in this plan type unless you override the activity rate dates at the plan level.

Choose the General tab, then the Plan Type tab, and then the Rates region.

### To define activity rate start and end dates for a plan type in a program:

1. Select a plan type in this program for which you are defining activity rate start and end dates.

2. Choose a Rate Start Date Code or Rule to specify the date on which activity rates apply to this plan type.

3. Choose a Rate End Date Code or Rule to specify when activity rates end for participants in this plan type.

   **Note:** You should coordinate your coverage start and end dates with your activity rate start and end dates.

4. Save your work.

## Defining a Scheduled Enrollment for a Program

You use the Program Enrollment Requirements window to define a scheduled enrollment so that eligible persons can enroll, or alter elections, in one or more plans during a specified time period.

For example, you could schedule an open enrollment period for a benefits program from 1 November to 30 November each year.

Standard Benefits customers can define a scheduled enrollment period for a plan or program, but the information is considered read-only and does not restrict enrollment processing.

### To define a scheduled enrollment period for a program:

1. Query a program in the Program Enrollment Requirements window. Choose the Timing tab, and then the Scheduled tab.

2. Select an Enrollment Type for the scheduled enrollment period that you are defining for this program.

3. Select a Year Period that applies to the scheduled enrollments for the plans in this program.

4. Enter the enrollment start date in the Persons May Enroll During the Period From field.

5. Enter the enrollment end date in the To field.

6. For Advanced Benefits users, enter a Defaults Will be Assigned on date to specify the date on which default benefits assignments are made when participants fail to make their choices as part of this scheduled enrollment.

7. Choose a No Further Processing is Allowed After date to specify the latest date on which the plan sponsor can apply elections applicable to this enrollment period.

   **Important:** Typically, a third party administrator's requirements for receiving elections information determines this date.

8. Select a Close Enrollment Date To Use code that defines the enrollment closing date based on one of three factors:

   - Processing End Date
   - When Elections Are Made
   - When Enrollment Period Ends

9. Select a Period Determination code to control how the application establishes a start and end date for an enrollment period in the following situations:

   - You back-out and reprocess an event
   - The event occurs within the enrollment window of another event
   - A colliding life event occurs

10. Choose the Overrides alternate region to override any enrollment period or activity rate start and end dates for this program.

11. Choose an Enrollment Start Date Code or Rule to specify the date from which an override to an enrollment date applies to this scheduled enrollment for this program.

12. Choose an Enrollment End Date Code or Rule to specify the final date on which an override to an enrollment date applies to this scheduled enrollment for this program.

13. Choose a Rate Start Date Code or Rule to specify the date from which an override to an activity rate applies to this scheduled enrollment for this program.

14. Choose a Rate End Date Code or Rule to specify the final date on which an override to an activity rate applies to this scheduled enrollment for this program.

15. Choose the Reinstate alternate region.

16. Select a Reinstate Code to control how the application reinstates elections when a benefits administrator reprocesses a backed out life event.

17. Select an Override Code to control how the application reinstates previously overriden activity rates for reinstated elections.

18. Save your work.

## Defining Requirements for a Life Event Enrollment for a Program (Advanced Benefits)

You define a life event enrollment schedule to establish temporal parameters for enrollment, de-enrollment, or changes to elections following a given life event, regardless of when that life event occurs during the plan year.

### To define life event enrollment requirements for a program:

1. Query a program in the Program Enrollment Requirements window. Choose the Timing tab and then the Life Event tab.

2. Select the Enrollment Type of Life Event.

3. Select a Life Event for which you are defining enrollment requirements.

4. Enter the number of Days After Enrollment Period to Apply Defaults if you define a default enrollment for this program.

5. Enter the number of days persons can fail to respond in the Days After Enrollment Period for Ineligibility field.

   **Important:** After this number of days, the person is no longer eligible to enroll in benefits for which this life event made them eligible.

6. Enter the number of Additional Processing Days allowed.

7. Select a Close Enrollment Date to use code that defines the enrollment closing date based on one of three factors:

   - Processing End Date
   - When Elections Are Made
   - When Enrollment Period Ends

8. Choose the Overrides alternate region to override any life event enrollment period or activity rate start and end dates based on this life event.

9. Select an Enrollment Start Date Code or Rule to specify the date from which an override to an enrollment date applies to this life event enrollment for this program.

10. Select an Enrollment End Date Code or Rule to specify the last date on which an override to an enrollment date applies to this life event enrollment for this program.

11. Select a Rate Start Date Code or Rule to specify the date from which an override to an activity rate applies to this life event enrollment for this program.

12. Select a Rate End Date Code or Rule to specify the last date on which an override to an activity rate applies to this life event enrollment for this program.

13. Choose the Reinstate alternate region.

14. Select a Reinstate Code to control how the application reinstates elections when a benefits administrator reprocesses a backed out life event.

15. Select an Override Code to control how the application reinstates previously overriden activity rates for reinstated elections.

16. Save your work.

## Defining Enrollment Periods for Life Event Enrollments for a Program (Advanced Benefits)

You can define an enrollment period for a life event so that a participant experiencing this life event has a defined period in which to take an enrollment action.

When you select an enrollment period start date code, the system calculates the start date as of the effective date of the Participation batch process that detected the life event. The enrollment end date is calculated based on the Life Event Occurred on Date which is displayed on the Maintain Potential Life Events window.

### To define an enrollment period for life event enrollment for this program:

1. In the Program Enrollment Requirements window, with the Timing tab and then the Life Event tab chosen, choose the Periods region.

2. Select Life Event in the Enrollment Type field to specify that you are defining a life event enrollment.

3. Select the Life Event for which you are defining an enrollment period.

4. Select an Enrollment Period Start Date and End Date Code or Rule to specify the

enrollment period for this life event.

You can set the enrollment period to a specific number of days from the event by selecting one of the following codes:

- Number of Days from Event
- Number of Days from Notified
- Number of Days from later Event or Notified

Choose Event or Notified based on whether you set the enrollment period from the Date Event Occurred or the Date Event Recorded.

5. Select a Period Determination code to control how the application establishes a start and end date for an enrollment period in the following situations:
   - You back-out and reprocess an event
   - The event occurs within the enrollment window of another event
   - A colliding life event occurs

   See: Enrollment Period Determination for Life Events, page 5-78

6. Save your work.

## Defining Coverage and Activity Rate Periods for a Plan in a Program

You use the Enrollment Period for Plan window to define start and end dates for enrollment coverage and activity rates for a plan in a program. You can define enrollment periods for scheduled or life event enrollments.

### To define an enrollment period for a plan in a program:

1. Select the plan for which you are defining coverage and activity rate start and end dates.
2. Choose an Enrollment Coverage Start Date code or rule to specify when coverage begins for participants who enroll in this plan.
3. Choose an Enrollment Coverage End Date code or rule to specify when coverage ends for participants who lose eligibility for this plan.
4. Select a Rate Start Date Code or Rule to specify the date on which activity rates apply to this plan.
5. Select a Rate End Date Code or Rule to specify when activity rates end for

participants in this plan.

6. Save your work.

## Associating an Enrollment Rule with a Program

You can associate an enrollment rule with a program. You can also associate such rules with overrides for enrollment or activity rate start and end dates.

### To define an enrollment rule for a program:

1. Navigate to the Enrollment Rules window.
2. Enter a Seq (sequence) number for the enrollment rule you are defining for this enrollment or override for this program.
3. Select this Rule.
4. Save your work.

## Defining Life Event Enrollment Requirements

You use the Life Event tabbed region of the Program Enrollment Requirements window to define life event requirements for a program, plan type in program, or a plan in program.

Your life event enrollment requirements restrict a participant's enrollment changes based on their current enrollment status.

### To define life event enrollment requirements for a plan type or a plan in program:

1. Query the program for which you are defining enrollment requirements.
2. Choose the Program, Plan Type, or Plan tabbed region based on whether you are defining life event enrollment requirements for a program, plan type in program, or a plan in program.
3. Select the plan type or plan in program for which are defining life event requirements if you selected the Plan Type or Plan tabbed region.
4. Select the Life Event for which you are defining enrollment requirements.

   Only Life Events of the Personal and Work types are displayed in the list of values.

   **General Change of Life Requirements**

5. Choose the General alternate region to define enrollment restrictions based on whether the participant is currently enrolled in this compensation object.

6. Check the Current Enrollment Precludes Change field if a participant who is currently enrolled in this compensation object cannot change elections based on this life event.

7. Check the Still Eligible, Can't Change field if a participant who is still eligible for this compensation object after this life event cannot change their current elections.

8. Select a factor in the Enrollment Change field that limits the compensation objects a participant can change when this life event occurs.

9. Choose the Enrollment alternate region.

10. Select an Enrollment Method code:

    **Explicit:** An eligible person can choose from available offerings following the occurrence of this life event.

    **Automatic:** The system automatically enrolls an eligible person in a given offering following the occurrence of this life event.

11. Select an Enrollment Code or Rule to indicate if the participant can alter elections based on if they are newly or currently enrolled in this compensation object.

    See: Enrollment Codes, page 5-76

12. Select a Default Enrollment code to specify the default treatment when a person who experiences this life event fails to make an election.

13. For a plan in program, check the Assign on Default field if this plan in program is the default plan for those persons who do not enroll as a result of this life event.

14. Save your work.

## Defining Dependent Coverage Enrollment Requirements for a Program or a Plan Type in Program

You can define how participants designate dependents for a program. Then, all plan types and plans in this program inherit these dependent coverage enrollment requirements unless you specify otherwise at the plan type or plan in program level.

> **Important:** Unless otherwise noted, the dependent coverage requirements you define for a program apply to all compensation objects in this program's hierarchy, regardless of the dependent designation level (plan type or plan) you define.

### To define dependent coverage requirements for a program:

1. Query a program in the Program Enrollment Requirements window.
2. Choose the Dependent Coverage tab then choose the Program or Plan Type tab.
3. Select a Designation Level code to specify at what level of the compensation object hierarchy dependent information is recorded for this program or plan type in program.
4. Select the Plan Type in this program for which you are defining dependent coverage enrollment requirements if you choose the Plan Type tab.
5. Select a Program or Plan Type Dependent Designation code to specify whether you require participants to designate dependents when enrolling at any level in this program or plan type.
6. Select a Dependent Coverage Start Code or Rule to specify how the system determines the date on which coverage for dependents in this program or plan type takes effect.
7. Select a Dependent Coverage End Code or Rule to specify the date on which coverage for dependents in this program or plan type ends.
8. Deselect the Suspend Enrollment check box if failure to provide required information does not result in election suspension for the participant.

   By default, Advanced Benefits suspends an election if the participant does not provide required information for a dependent, such as a certification or date of birth. For Standard Benefits, the application does not suspend elections.
9. Check the No Certification Needed field to specify that you do not require the participant to submit certification for a dependent to qualify that person as a dependent.
10. In the following fields, select whether you require the participant to provide dependent information.
    - Social Security Number/Legislative ID
    - Date of Birth
    - Address

      **Note:** Failure of the participant to provide this information results in election suspension if you require the information.

11. Check the Derivable Factors Apply field to alert the system to the fact that a derived factor is associated with a dependent coverage eligibility profile for this program or plan type.

    The system uses this information to determine whether to calculate derived factors. If you do not check this field, then no dependent coverage in any plan types or plans in this program can have any derived factors associated with them.

12. Save your work.

## Defining Dependent Coverage Certifications for a Program

You use the Dependent Certifications window to date effectively define the certifications necessary to enroll dependents in a program.

### To define a dependent coverage certification for a program:

1. Select the dependent coverage Certification Type for this program.
2. Select a Certification Required by value to specify when you require this certification type in order for a participant to enroll in this program.
3. Select a Relationship Type to indicate the kinds of dependents who must provide this certification.
4. Check the Required field if this dependent coverage certification type is required.
5. Check the Preferred field if this dependent coverage certification type is preferred for this program, but not required.
6. Check the Lack of Certification Suspends Designation field if failure to provide this dependent coverage certification type suspends the dependent's enrollment in this program.
7. Save your work.

## Defining Dependent Coverage Eligibility Profiles for a Program

You use the Dependent Eligibility Profiles window to link a dependent coverage eligibility profile to a program.

### To define a dependent coverage eligibility profile for a program:

1. Select a dependent coverage eligibility profile or a coverage eligibility rule to associate with this program.

2. Check the Mandatory field if a person must meet criteria in this eligibility profile in order to qualify as a dependent for the plans in this program.

   **Note:** If multiple dependent coverage eligibility profiles are attached to the program, a person must satisfy all profiles marked as Mandatory and at least one profile that is not marked Mandatory.

3. Save your work.

## Defining Dependent Coverage Eligibility Profiles for a Plan Type in a Program

You use the Dependent Eligibility Profiles window to date effectively maintain dependent coverage eligibility profiles for a plan type in program.

### To define eligibility profiles for dependent coverage for a plan type in a program:

1. Select a Profile.

2. Check the Mandatory checkbox if a person must meet criteria in this dependent coverage eligibility profile in order to qualify as a dependent in this plan type in this program.

   **Note:** If multiple dependent coverage eligibility profiles are attached to the plan type in program, a person must satisfy all profiles marked as Mandatory and at least one profile that is not marked Mandatory.

3. Select a Coverage Eligibility Rule if you are using a rule to define the dependent coverage eligibility for this plan type in program.

4. Save your work.

## Defining Dependent Coverage Change of Life Event Enrollment Requirements

You use the Dependent Change of Life Event window to maintain enrollment requirements for dependents based on life events for a plan type or a program.

**Note:** For Standard Benefits, you must link the Unrestricted life event to

the compensation object at the dependent designation level.

### To define dependent coverage change of life event enrollment requirements:

1. Select a Life Event for which you are defining life event enrollment requirements for dependent coverage in this plan type or program.
2. Select a Change Dependent Coverage Code or Rule that limits how a participant can change their dependent coverage when this life event occurs.
3. If this life event results in adding dependent coverage, select a Coverage Start Date code or Rule to specify how the system determines when that coverage begins following the occurrence of this life event.
4. If this life event results in removing dependent coverage, select a Coverage End Date Code or Rule to specify how the system determines when that coverage ends following the occurrence of this life event.
5. Deselect the Suspend Enrollment check box if failure to provide required certification for this life event does not result in election suspension for the participant.
6. Save your work.

## Defining Dependent Coverage Certifications for Change of Life Event Enrollment Requirements

You use the Dependent Change of Life Event Certifications window to maintain the certifications that you require to enroll a dependent in a plan type or a program after a given life event.

Select a life event in the Dependent Change of Life Event window and choose the Change of Life Event Certifications button.

### To define dependent coverage certifications for a change of life event enrollment requirement:

1. Select a Certification Type for this life event.
2. Select a Certification Required By value to specify the date when you require this certification type in order for a dependent to receive coverage following this life event.
3. Select the Relationship Type for which this certification type is generated based on

this life event.

4. Check the Required field to specify that this dependent coverage certification type is required.

5. Check the Lack of Certification Suspends Enrollment field if failure to provide this dependent coverage certification type suspends the dependent's enrollment.

6. Save your work.

## Defining an Enrollment Method for a Plan

You define enrollment requirements for a plan or the options in a plan using the Plan Enrollment Requirements window. Enrollment methods restrict when a participant can enroll in a plan.

### To define an enrollment method for a plan:

1. Query the plan for which you are defining enrollment requirements in the Plan field.

   The current status of the plan is displayed. For a definition of the plan statuses, see: Defining a Benefits Plan, page 1-102.

2. With the General tab and the Plan tab selected, choose the Enrollment tabbed region.

3. For Advanced Benefits customers, select an Enrollment Method to specify the type of enrollment this plan uses.

   **Explicit:** An eligible person can choose from available offerings in this plan.

   **Automatic:** The system automatically enrolls an eligible person in a given offering in this plan (Advanced Benefits customers only).

4. For Advanced Benefits users, select an Automatic Rule to define the circumstances under which automatic enrollments apply for this plan.

5. Select a Post-election Edit Rule if you have defined a special post-election processing rule for this plan.

6. Check the Allows Unrestricted Enrollment field if enrollment in this plan is unrestricted.

   **Important:** You must check this field if you have not purchased an Advanced Benefits license. If you license Advanced Benefits, you cannot combine unrestricted and life event processing in the same

program. If a plan does not require a life event for electability, attach the plan to a separate, unrestricted program or set up a plan not in program.

7. Check the Enroll in Plan and Option field if this plan requires or allows simultaneous enrollment in both a plan and one or more options in plan.

   **Important:** You should check this field if you define a savings plan where a participant can elect the plan and one or more investment options in the plan.

8. Deselect the Suspend Enrollment check box if failure to provide required information does not result in election suspension for the participant.

   By default, Advanced Benefits suspends an election if the participant does not provide required certification. For Standard Benefits, the application does not suspend elections.

9. Select a Code that controls when you require certification for enrollment in this plan.

10. Select an Enrollment Code that defines whether a participant can keep, lose, or choose elections based on if they are currently enrolled in this plan or newly enrolling.

    See: Enrollment Codes, page 5-76

11. Save your work.

## Defining Enrollment Coverage Requirements for a Plan

You use the Plan Enrollment Requirements window to define enrollment coverage requirements for a plan.

### To define enrollment coverage for a plan:

1. Query the plan for which you are defining enrollment requirements in the Plan field.

   The current status of the plan is displayed. For a definition of the plan statuses, see: Defining a Benefits Plan, page 1-102.

2. With the General tab and the Plan tab selected, select the Coverage tabbed region.

3. Choose an Enrollment Coverage Start Date Code or Rule to specify when coverage

begins for participants in this plan.

4. Choose an Enrollment Coverage End Date Code or Rule to specify when coverage ends for participants in this plan.

5. Check the Dependent Covered by Other Plans field if you do not allow a participant to designate a dependent for this plan if the dependent is already covered under another plan.

6. Save your work.

### To define coverage restrictions for a plan:

1. Query the plan for which you are defining coverage restrictions.

2. Choose the Coverage Restrictions button.

3. Select a value in the Restrict Change Based On field if you want to limit changes in coverage to a plan or an option.
   - **Benefit Restriction Applies** limits changes in coverage to a plan.
   - **Option Restriction Applies** limits changes in coverage to an option in a plan.

4. Select a value in the Change Restrictions field that limits a participant's ability to decrease or increase coverage in this plan.

   In the Values block:

5. Define the minimum coverage level a participant may elect. Choose one of the following options:
   - enter the minimum coverage amount
   - select a Min Rule that determines the fixed minimum coverage amount
   - check the No Min field if the plan defines no minimum coverage amount

6. Define the maximum coverage level a participant may elect. Choose one of the following options:
   - enter the maximum coverage amount
   - select a Max Rule that determines the fixed maximum coverage amount
   - check the No Max field if the plan defines no maximum coverage amount.
   - enter the maximum coverage amount a person may elect if they provide

certification in the Max with Certification field.

7. Enter the maximum multiple coverage value available with certification in the Max with Certification field.

In the Increases block:

8. Define the maximum flat amount increase for a participant who is already enrolled in this plan. Choose one or both of the following options:

- enter the maximum coverage increase amount in the Max field
- enter the maximum coverage increase amount available with certification in the Max with Certification field

In the Multiple Increases block:

9. Define the maximum multiple coverage increase level for a participant who is already enrolled in this plan. Choose one or both of the following options:

- enter the maximum multiple increase amount in the Max field
- enter the maximum multiple increase amount available with certification in the Max with Certification field

> **Note:** Increase levels are based on the options attached to the plan. For example, to restrict a maximum level increase from 1x salary to 3x salary, enter a maximum increase of 2.

In the Interim to Assign block:

10. Select an Assign Code or rule that determines the interim coverage to assign in those cases where a participant's election of this coverage has been suspended pending the completion of an action item.

See: Interim Coverage, page 5-129 for an explanation of the codes.

11. Select an Unsuspend Code that defines the enrollment coverage start date to use when a suspended enrollment becomes unsuspended.

> **Note:** If you do not select an unsuspend code, the coverage start date is the date on which the enrollment is unsuspended.

12. Save your work.

13. For Advanced Benefits customers, choose the Life Event Reason button if the available coverage for a plan varies based on a life event.

14. Select the Life Event that causes the available coverage to vary.

    **Note:** The remainder of the fields on the Life Event Reason window function in the same manner as the fields on the Coverage Restrictions window. Complete these fields as necessary to restrict the available coverage for this plan based on this life event.

15. For Advanced Benefits customers, choose the Certifications button if a certification is required to elect coverage at a particular level.

16. Select an Enrollment Certification Type.

17. Select a Certification Required When rule.

18. Check the Required field if this certification is required to receive this coverage amount for this plan.

    **Note:** If you do not check the Required field, the certification is considered preferred.

19. Save your work.

## Defining Activity Rates Requirements for a Plan

You use the Plan Enrollment Requirements window to define when activity rates start and end for a plan.

### To define activity rate requirements for a plan:

1. Query the plan for which you are defining enrollment requirements in the Plan field.

   The current status of the plan is displayed. For a definition of the plan statuses, see Defining a Benefits Plan, page 1-102.

2. With the General tab and the Plan tab selected, select the Rates tabbed region.

3. Choose a Rate Start Date Code or Rule to specify when activity rates start for participants in this plan.

4. Choose a Rate End Date Code or Rule to specify when activity rates end for participants in this plan.

5. Save your work.

## Defining Enrollment Limitations for a Plan

You use the Plan Enrollment Requirements window to define the minimum and maximum number of options in which a participant can be enrolled in a plan. You can also define the required period of enrollment for a plan.

### To define enrollment limitations for a plan:

1. Query the plan for which you are defining enrollment requirements in the Plan field.

   The current status of the plan is displayed. For a definition of the plan statuses, see Defining a Benefits Plan, page 1-102.

2. With the General tab and the Plan tab selected, select the Limitations tabbed region.

3. Check the No Minimum field if there is no minimum number of options in this plan in which a participant must be enrolled.

   - Or, enter the Minimum number of options in this plan in which a participant must be enrolled.

4. Check the No Maximum field if there is no maximum number of options in this plan in which a participant must be enrolled.

   - Or, enter the Maximum number of options in this plan in which a participant must be enrolled.

   In the Required Period of Enrollment block:

5. Enter a Value that represents the length of time in which a person must be enrolled in this plan.

   To define a required period of enrollment for an option, see: Defining Options, page 1-118.

6. Select the unit of measure of this value in the UOM field.

7. Select a rule if you use a formula to determine the required period of enrollment for this plan.

8. Save your work.

## Defining Designation Enrollment Requirements for a Plan or Option in Plan

You use the Designation Requirements window to date effectively define a group relationship for a plan or an option in plan depending if you navigate to the window

from the Plan or Option tab. A group relationship limits the relationship types that can be covered under a plan. You can also limit the number of dependents that a plan covers.

### To define designation requirements for a plan or option in plan:

1. Query the plan for which you are defining enrollment requirements in the Plan Enrollment Requirements field.
2. Choose the Plan or Option tab.
3. Choose the Designation Requirements button.
4. Select a Group Relationship for which you are defining designation requirements.
5. Select Beneficiaries or Dependents in the Type field to indicate the designee type covered by this designation requirement.
6. Enter the minimum and maximum number of designees that can be covered under this plan.
   - Check the No Minimum or No Maximum field if there is no minimum or maximum number of designees for this plan.
   - Check the Cover All Eligible field if there is no minimum or maximum number of designees for this plan and you want to provide coverage to all designees who meet the eligibility profile.

     **Note:** You enter 0 in the Minimum and Maximum fields if the plan allows no designees.

7. Select one or more Relationship Types to include with this group relationship.
8. Repeat steps 4-7, page 5-106 for each group relationship you are defining for this plan.
9. Save your work.

## Defining Enrollment Requirements for Not in Program Plans

You use the Plan Enrollment Requirements window to define special enrollment requirements for plans that you do not associate with a program.

### To define enrollment requirements for a not in program plan:

1. Query the plan for which you are defining enrollment requirements in the Plan

field.

The current status of the plan is displayed. For a definition of the plan statuses, see Defining a Benefits Plan, page 1-102.

2. With the General tab and the Plan tab selected, select the Not in Program tabbed region.

3. For Advanced Benefits users, select a Default Enrollment Code or Rule to define how the system processes enrollments when a participant fails to make an election.

   See: Enrollment Codes, page 5-76

   **Note:** If an option in this plan is the default option, you must still select this plan as the default plan.

4. Save your work.

## Defining Enrollment Requirements for Options in a Plan

You can specify whether an option is ever a default for a plan, and the circumstances under which that option is the default in the Plan Enrollment Requirements window. A life event reason can override this information.

### To define general enrollment requirements for an option in a plan:

1. Query the plan for which you are defining enrollment requirements in the Plan field.

   The current status of the plan is displayed. For a definition of the plan statuses, see Defining a Benefits Plan, page 1-102.

2. Select the General tab and then the Option tab.

3. Select an Option in this plan for which you are defining enrollment requirements.

4. Select a Post-Election Edit Rule if you have defined a special post-election processing rule for this option.

5. For Advanced Benefits users, check the Automatic Enrollment field if an eligible participant is automatically enrolled in this option.

6. Select a Family Member Code or rule to indicate the kind of family members that must be recorded in a participant's contact record in order for that participant to be eligible for this option.

**Note:** Family members are recorded in the Contacts window.

7. For Advanced Benefits users, select an Automatic Rule to define the circumstances under which automatic enrollments apply for this plan.

### To define default enrollment requirements for an option:

You run the Default Enrollment Process from the concurrent manger to create default enrollments based on your plan design and eligibility requirements. Default enrollment processing is only available for Advanced Benefits customers.

1. Choose General -> Option-> Default in the Plan Enrollment Requirements window.

2. Select a Default Enrollment Code or Rule to specify when this option is the default based on a new or existing enrollment.

   - Or, check the Assign on Default field if a participant who fails to specify an election is enrolled in this option as the default.

   See: Enrollment Codes, page 5-76

   **Note:** If this is the default option for the plan, you must also define the plan as the default plan.

3. Save your work.

## Defining Enrollment Limitations for an Option in a Plan

You can define when a participant is required to enroll in an option and the required period of enrollment for an option.

### To define enrollment limitations for an option in a plan:

1. Query the plan for which you are defining enrollment requirements in the Plan field.

2. With the General tab and the Option tab selected, select the Limitations tabbed region.

   In the Option is Required block:

3. Check the Required field if enrollment in this option is required.

   - Or, select a Rule to limit the conditions under which enrollment in this option is required.

In the Required Period of Enrollment block:

4. Enter a Value that represents the length of time in which a person must be enrolled in this option.

5. Select the unit of measure of this value in the UOM field.

6. Select a rule if you use a formula to determine the required period of enrollment for this option.

7. Save your work.

## Defining a Scheduled Enrollment for a Plan

You use the Plan Enrollment Requirements window to define a scheduled enrollment so that eligible persons can enroll in a plan or change their elections during a specified time period each year.

For example, you could schedule quarterly enrollment periods for a plan from 1 January to 15 January, 1 April to 15 April, 1 July to 15 July, and 1 October to 15 October of each year.

Standard Benefits customers can define a scheduled enrollment period for a plan or program, but the information is considered read-only and does not restrict enrollment processing.

### To define an enrollment period for a plan:

1. Query a plan in the Plan Enrollment Requirements window. Choose the Timing tab, and then the Scheduled tab.

2. Choose an Enrollment Type code for the scheduled enrollment period you are defining for this plan.

3. Select a Year Period to specify the plan year for which this scheduled enrollment applies to this plan.

4. Enter the date on which participants can begin to enroll in this plan in the Persons May Enroll During the Period from field.

5. Enter the last date on which participants can enroll in this plan in the To field.

6. For Advanced Benefits users, choose a Defaults Will be Assigned on date to specify the date on which default assignments are made when participants fail to make their choices as part of the scheduled enrollment for this plan.

7. Choose a No Further Processing is Allowed After date to specify the latest date on

which the plan sponsor can apply elections applicable to this enrollment period for this plan.

Typically, a third party administrator's requirements for receiving elections information determines this date.

8. Select a Close Enrollment Date to use code that defines the enrollment closing date based on one of three factors:
   - Processing End Date
   - When Elections Are Made
   - When Enrollment Period Ends
9. Select a Period Determination code to control how the application establishes a start and end date for an enrollment period in the following situations:
   - You back-out and reprocess an event
   - The event occurs within the enrollment window of another event
   - A colliding life event occurs
10. Choose the Overrides alternate region to override any enrollment period or activity rate start and end dates.
11. Choose an Enrollment Type code for the override scheduled enrollment period you are defining for this plan.
12. Choose an Enrollment Start Date Code or Rule to specify the start date from which an override to an enrollment date applies to this scheduled enrollment for this plan.
13. Choose an Enrollment End Date Code or Rule to specify the last date on which an override to an enrollment date applies to this scheduled enrollment for this plan.
14. Choose a Rate Start Date Code or Rule to specify the date from which an override to an activity rate applies to this scheduled enrollment for this plan.
15. Choose a Rate End Date Code or Rule to specify the last date on which an override to an activity rate applies to this scheduled enrollment for this plan.
16. Choose the Reinstate alternate region.
17. Select a Reinstate Code to control how the application reinstates elections when a benefits administrator reprocesses a backed out life event.
18. Select an Override Code to control how the application reinstates previously

overriden activity rates for reinstated elections.

19. Save your work.

## Associating Enrollment Rules with a Plan

You use the Enrollment Rules window to associate a scheduled or life event enrollment rule with a plan.

Navigate to the Enrollment Rules window from the Scheduled or Life Event tab depending if you are defining an enrollment rule for a scheduled or life event enrollment.

### To associate an enrollment rule with a plan:

1. Enter a Seq (sequence) number for the enrollment rule you are defining for this plan.

2. Select an enrollment Rule.

3. Save your work.

## Defining Requirements for a Life Event Enrollment for a Plan (Advanced Benefits)

You define a life event enrollment schedule to establish temporal parameters for enrolling, de-enrolling, or changing elections following a given life event, regardless of when that life event occurs during the plan year.

For example, you could allow newly hired employees 30 days to enroll in a plan before requiring that they wait until the next open enrollment period.

### To define requirements for a Life Event Enrollment for a plan:

1. Query a plan in the Plan Enrollment Requirements window. Choose the Timing tab and then the Life Event tab.

2. Select the Enrollment Type of Life Event.

3. Select a Life Event for which you are defining enrollment requirements.

4. Enter the number of Days After the Enrollment Period to Apply Defaults if you define a default enrollment for this program.

5. Enter the number of days persons can fail to respond in the Days After Which Becomes Ineligible field.

**Important:** After this number of days, the person is no longer eligible to enroll in benefits for which this life event made them eligible.

6. Enter the number of Additional Processing Days allowed.
7. Select a Close Enrollment Date to Use code that defines the enrollment closing date based on one of three factors:
   - Processing End Date
   - When Elections Are Made
   - When Enrollment Period Ends
8. Choose the Overrides alternate region to override any life event enrollment period or activity rate start and end dates based on this life event.
9. Select a life event for which you are defining enrollment override information.
10. Select an Enrollment Start Date Code or Rule to specify the date from which an override to an enrollment date applies to this life event enrollment for this plan.
11. Select an Enrollment End Date Code or Rule to specify the last date on which an override to an enrollment date applies to this life event enrollment for this plan.
12. Select a Rate Start Date Code or Rule to specify the date from which an override to an activity rate applies to this life event enrollment for this plan.
13. Select a Rate End Date Code or Rule to specify the last date on which an override to an activity rate applies to this life event enrollment for this plan.
14. Choose the Reinstate alternate region.
15. Select a Reinstate Code to control how the application reinstates elections when a benefits administrator reprocesses a backed out life event.
16. Select an Override Code to control how the application reinstates previously overriden activity rates for reinstated elections.
17. Save your work.

## Defining a Life Event Enrollment Period for a Plan (Advanced Benefits)

You define an enrollment period for a life event to limit the time when a qualifying

participant can make a benefit election based on a life event.

Use the Plan Enrollment Requirements window.

### To define a life event enrollment period for a plan:

1. Choose the Timing tab and the Life Event tab and then choose the Periods region.
2. Select a life event for which you are defining an enrollment period.
3. Select an Enrollment Period Start Date and End Date Code or Rule to specify the enrollment period for this life event.

   You can set the enrollment period to a specific number of days from the event by selecting one of the following codes:

   - Number of Days from Event
   - Number of Days from Notified
   - Number of Days from later Event or Notified

   Choose Event or Notified based on whether you set the enrollment period from the Date Event Occurred or the Date Event Recorded.
4. Select a Period Determination code to control how the application establishes a start and end date for an enrollment period in the following situations:

   - You back-out and reprocess an event
   - The event occurs within the enrollment window of another event
   - A colliding life event occurs

   See: Enrollment Period Determination for Life Events, page 5-78
5. Save your work.

## Defining Life Event Enrollment Certifications for a Plan or Option in Plan (Advanced Benefits)

You use the Life Event Certifications window to maintain the certifications that you require to enroll a participant in a plan or option in plan after a given life event.

### To define life event enrollment certifications for a plan or option in plan:

1. Select a life event for which you are defining an enrollment certification.
2. Deselect the Suspend Enrollment check box if failure to provide required

information does not result in election suspension for the participant.

By default, Advanced Benefits suspends an election if the participant does not provide required certification. For Standard Benefits, the application does not suspend elections.

3. Select a Determination Code that controls when you require certification for enrollment in this plan or option.

4. Select a Certification Required By Rule to specify when you require certification to support enrollment in this plan or option.

5. Select an Enrollment Certification Type that you require or accept for enrollment in this plan or option in plan after this life event.

6. Select a Certification Required By Rule to specify when you require this certification type.

7. Check the Required field to specify that the receipt of this certification type is required before an enrollment is valid after this life event.

8. Save your work.

## Defining Life Event Enrollment Requirements for a Not in Program Plan

You use the Plan Enrollment Requirements window to define life event enrollment requirements for a not in program plan and to determine when a participant can enroll or change elections in a not in program plan based on the occurrence of a life event.

> **Important:** You define enrollment requirements for plans in program using the Program Enrollment Requirements window.

### To define life event enrollment requirements for a not in program plan:

1. Query a plan and choose the Life Event tab.

2. Choose the Plan tab and then choose the General alternate region.

3. Select the Life Event for which you are defining general enrollment requirements.

   Only Life Events of the Personal and Work types are displayed in the list of values.

4. Check the Current Enrollment Precludes Change field if a participant who is currently enrolled in this plan cannot change elections based on this life event.

5. Check the Still Eligible, Can't Change field if a person who experiences this life event and is still eligible for this plan cannot change his or her current enrollment

elections.

**Important:** You can set the Still Eligible, Can't Change checkbox at the plan in program, not in program plan, and option in plan levels.

6. Select an Enrollment Change code to specify the degree to which a participant can change enrollment in a plan.
7. Choose the Enrollment alternate region.
8. Select the Life Event for which you are defining enrollment requirements.
9. Select an Enrollment Method code for this life event enrollment for this plan.

   **Explicit:** An eligible person may choose from available offerings in this plan following the occurrence of this life event.

   **Automatic:** The system automatically enrolls an eligible person in a given offering in this plan following the occurrence of this life event.
10. For Advanced Benefits users, select an Automatic Rule to define the circumstances under which automatic enrollments apply for this plan.
11. Select an Enrollment Code for a life event enrollment you are defining for this plan.

    See: Enrollment Codes, page 5-76
12. Choose a Default Enrollment Code to specify for this plan the default treatment when a person experiencing this life event fails to make a choice among available choices.
13. Check the Assign on Default field if this plan is the default plan for those persons who fail to make an election as a result of this life event.
14. Save your work.

## Defining Life Event Enrollment Requirements for an Option in a Plan

You use the Plan Enrollment Requirements window to define enrollment requirements for a life event for an option in a plan. These enrollment requirements override those you define for the plan associated with the option.

For example, you could define enrollment requirements for an Employee Plus Spouse option in a medical plan when the life event Marriage occurs for the participant.

### To define life event enrollment requirements for an option in plan:

1. Query a plan and choose the Life Event tab.

2. Choose the Option tab and then choose the General alternate region.

3. Select the option in this plan for which you are defining enrollment requirements.

4. Select the Life Event for which you are defining enrollment requirements.

   Only Life Events of the Personal and Work types are displayed in the list of values.

5. Check the Current Enrollment Precludes Change field if a participant who is currently enrolled in this option cannot change elections based on this life event.

6. Check the Still Eligible, Can't Change field if a person who experiences this life event and is still eligible for this option may not change his or her current enrollment elections.

   **Important:** You can set the Still Eligible, Can't Change checkbox at the program, plan in program, and not in program plan levels.

7. Choose the Enrollment alternate region.

8. Select the Life Event for which you are defining enrollment requirements for this option in this plan.

9. Select an Enrollment Code based on whether the participant is currently enrolled in this option.

   See: Enrollment Codes, page 5-76

10. Select a Default Enrollment Code to specify for this option in this plan the default treatment when a person experiencing this life event fails to make a choice among available choices.

11. Check the Assign on Default field if this option in this plan is the default for those persons who fail to make an election as a result of this life event.

12. Check the Automatic Rule field if you use a rule to determine if this life event results in automatic enrollment of this option.

13. Select the Automatic Enrollment rule.

14. Save your work.

## Defining Dependent Coverage Requirements for a Plan

You can define how participants designate dependents for a plan. Then, all options in this plan inherit these dependent coverage enrollment requirements.

### To define dependent coverage requirements for a plan:

1. Query a plan in the Plan Enrollment Requirements window.

2. Choose the Designations tab and then the Dependent tab.

3. Select a Dependent Designation Code to specify whether you require participants to designate dependents when enrolling in this plan.

4. Deselect the Suspend Enrollment check box if failure to provide required information does not result in election suspension for the participant.

   By default, Advanced Benefits suspends an election if the participant does not provide required information for a dependent, such as a certification or date of birth. For Standard Benefits, the application does not suspend elections.

5. Check the No Certification Needed field to specify that you do not require the participant to submit certification for a dependent to qualify that person as a dependent.

6. In the following fields, select whether you require the participant to provide dependent information.

   - Social Security Number/Legislative ID
   - Date of Birth
   - Address

   **Note:** Failure of the participant to provide this information results in election suspension if you require the information.

7. Select a Dependent Coverage Start Code or Rule to specify how the system determines the start date for coverage for dependents in this plan.

8. Select a Dependent Coverage End Code or Rule to specify how the system determines the end date for coverage for dependents in this plan.

9. Check the Derivable Factors Apply field to alert the system that a derived factor is associated with a dependent coverage eligibility profile for this plan. (The system uses this information to determine whether to calculate derived factors or proceed.)

   **Note:** If you do not check this field, then no dependent coverage in this plan may have any derived factors associated with it.

10. Click the Certifications button to open the Dependent Certifications window and to

define the certifications necessary to enroll dependents in a plan.

11. Select a dependent coverage Certification Type you require or prefer in order for participants to designate dependents for participation in this plan.

12. Select the Relationship Type for which this certification type is required for this plan.

13. Select a Certification Required by value to specify when you require this Certification Type in order for participants to designate dependents for participation in this plan.

14. Check the Required field to specify that this dependent coverage certification type is required.

15. Save your work.

## Defining Dependent Coverage Eligibility Profiles for a Plan

You use the Dependent Eligibility Profiles window to link a dependent coverage eligibility profile to a plan.

### To define a dependent coverage eligibility profile for a plan:

1. Select a dependent coverage eligibility profile or a coverage eligibility rule to associate with this plan.

2. Check the Mandatory field if a person must meet criteria in this eligibility profile in order to qualify as a dependent for this plan.

3. Save your work.

## Defining Dependent Coverage Change of Life Event Enrollment Requirements for a Plan

You use the Dependent Change of Life Event window to limit dependent designations for a plan based on a life event.

### To define dependent coverage change of life event enrollment requirements for a plan:

1. Query a plan in the Plan Enrollment Requirements window.

2. Choose the Designations tab and then the Dependent tab.

3. Choose the Dependent Change of Life Event button.

4. Select a Life Event for which you are defining dependent coverage enrollment requirements.

   **Note:** For Standard Benefits, you must link the Unrestricted life event to the compensation object at the dependent designation level.

5. Select whether the system adds or removes coverage for a dependent as a result of this life event in the Change Dependent Coverage Code or Rule field.

6. Select a Coverage Start Date Code or Rule if this life event results in adding dependent coverage.

7. Select a Coverage End Date Code or Rule if this life event results in removing dependent coverage.

8. Deselect the Suspend Enrollment check box if failure to provide required information does not result in election suspension for the participant.

9. Choose the Change of Life Event Certifications button to maintain the certifications that you require to enroll a dependent in a plan after a given life event.

10. Select the Certification Type for this life event.

11. Select a Certification Required By value to specify when you require this certification type in order for a dependent to receive coverage following this life event.

12. Select the Relationship Type for which this certification type is required for this life event.

13. Check the Required field to specify that this dependent coverage certification type is required.

14. Save your work.

## Defining Certifications for Enrollment in a Plan

You use the Certifications window to define a certification that is required or preferred for enrollment in a plan.

1. Select the Certification Type you require or prefer in order for a participant to enroll in this plan.

2. Select a Certification Required to specify when you require this Certification Type in order for a participant to enroll in this plan following this life event.

3. Check the Required field if failure to provide this Certification Type suspends enrollment in this plan.

4. Save your work.

## Defining Beneficiary Designation Requirements for a Plan

You can define beneficiary designation requirements for a plan. Then, all options in this plan inherit these beneficiary designation requirements.

### To define beneficiary designation requirements for a plan:

1. Query a plan in the Plan Enrollment Requirements window.

2. Choose the Designations tab and then the Beneficiary tab.

3. Select the Beneficiary Designation Code to specify whether beneficiary designations for the plan are optional or required.

4. Select the Default Beneficiary Code to specify the type of person (such as a spouse) who is the beneficiary in those cases when the participant fails to designate a beneficiary for the plan.

   **Note:** This field is information-only and does not effect system processing. You must manually designate a person's beneficiaries.

5. Deselect the Suspend Enrollment check box if failure to provide required information does not result in election suspension for the participant.

   By default, Advanced Benefits suspends an election if the participant does not provide required information, such as a certification or date of birth. For Standard Benefits, the application does not suspend elections.

6. Check the No Certification Needed field to specify that you do not require the participant to submit certification for a beneficiary to qualify that person as a beneficiary.

7. In the following fields, select whether you require the participant to provide beneficiary information.

   - Social Security Number/Legislative ID
   - Date of Birth

- Address

  **Note:** Failure of the participant to provide this information results in election suspension if you require the information.

8. Select a Measures Allowed code to define if amounts to be distributed to beneficiaries should be specified by percent only or by percent and amount.

9. Select an Increment Amount and Increment Percent to specify how the system expresses benefit amount increments.

10. Select a Min Designatable Amount and/or Percent to specify the smallest monetary amount that a participant can designate to a beneficiary according to the terms of the plan.

11. Check the appropriate fields in the Restrictions block, as needed.

    - **Minor Designee Requires Trustee** if you require participants to identify a trustee for any beneficiary the governing regulatory body defines as a minor.

    - **May Designate Organization as Beneficiary** if this plan allows participants to designate an organization such as a charity as a beneficiary.

    - **Qualified Domestic Relations Rule Applies** if you require the participant to designate a qualified domestic partner as primary beneficiary, or obtain the consent of a qualified domestic partner to name another individual.

    - **Additional Instruction Text Allowed** if participants can provide a textual description of how benefits are to be distributed to beneficiaries in those cases when the instructions are complex.

    - **Contingent Beneficiaries Allowed** if this plan allows participants to identify one or more contingent beneficiaries in addition to any primary beneficiaries.

12. Choose the Certification button to open the Beneficiary Certifications window.

13. Select the Certification Type you require or prefer in order for participants to designate beneficiaries for this plan following this life event.

14. Select a Certification Required by value to specify when you require or prefer this Certification Type in order for participants to designate beneficiaries for this plan following this life event.

15. Select a Relationship Type to indicate if this plan limits beneficiary designations to a person who is of a particular relationship to the participant.

16. Select a Beneficiary Type to indicate if this plan limits beneficiary designations to either persons or organizations.

17. Check the Required field if this certification is required from a beneficiary.

18. Save your work.

# Activity Rates and Coverage Calculations

## Activity Rates

You define an activity rate calculation to determine the **contribution** that an employee (and, in some cases, an employer) spends to purchase a benefit on a recurring or non-recurring basis. Activity rates also determine the monetary **distribution** paid from a plan such as a savings plan or a flexible spending account.

The process of defining contribution and distribution activity rates varies depending on the complexity of your calculations. These activities include defining:

- Standard contributions and distributions
- Prorated partial month contributions
- Variable activity rates
- Employer matching rate contributions
- Imputed income calculations for plans subject to imputed income regulations in the US

As part of your activity rate definition you can also define deduction schedules and payment schedules for contributions and distributions that do not process each pay period.

You can use the Total Compensation Setup Wizard, page 5-4 to update multiple standard and variable activity rates simultaneously. You can:

- correct existing rates or change rates from an effective date onwards
- update rates for a combination of rate type, plan type, and plan
- make updates on the page or by way of Web ADI-enabled spreadsheet loaders

### Activity Rates and Element Definitions

When you define an activity rate definition, you select the element to which the activity rate corresponds. That way, when the system calculates an activity rate for a person and a benefit plan or option, the result can be captured in the element and transferred to payroll and other areas of your HR system as necessary.

> **Note:** Set up your elements as a prerequisite to defining your activity rates. If your element definition changes, you must re-attach the

element to the rate.

If your plan design allows a participant to enroll in more than one plan at a time in a plan type or more than one option in a plan, you create an element for each plan and each option. If you define activity rates at the plan level that cascade to each option in the plan, you must define an element for each option.

You use eligibility profiles, instead of element links, to determine benefits eligibility. Create an *open element link* for each benefits-related element. Query the benefits element in the Element Link window and save the record without selecting any assignment criteria to create an open link. If necessary, you can set up several links with assignment criteria for costing purposes. However, you must ensure that these links do not conflict with your eligibility profiles.

Normally, you define one input value per activity rate. However, you can select a formula in the Extra Inputs Rule field and map the formula outputs to input values by choosing the Extra Inputs button.

When a participant enrolls in a benefit, the activity rate result is written to the element. You can view the result in the Element Entries window and the Entry Values window. You cannot manually add or edit an entry for an element associated with an activity rate. These entries are maintained by the system when you make an election change or an enrollment override.

See: Defining and Linking an Element for Standard and Advanced Benefits, page 1-46

See: Elements: Building Blocks of Pay and Benefits, page 1-8

## Standard Contributions and Distributions

You define a standard contribution or distribution as a calculation that determines the amount a person must pay to participate in a benefit (a contribution) or the amount that is paid to a participant (a distribution).

You associate a standard calculation with a plan or an option in plan so that when a participant makes an election, the contribution or distribution amount is determined.

Standard calculations are used for a variety of plan types, such as medical plans and savings plans. Other plan types require special activity rate calculations, these include flex credit plans and plans subject to imputed income taxes.

Defining a standard contribution or distribution involves:

- Defining general characteristics of the activity rate
- Defining the activity rate calculation method
- Defining prorated activity rates
- Defining payroll processing requirements

- Defining variable rate calculations, if applicable

## General Characteristics of Activity Rates

For all activity rates, you indicate if the activity type is a contribution or distribution made by the participant or the employer. Examples of activity types include:

- Employee Individual Contribution
- Employer Matching Plan Contribution
- Employer Distribution

You specify the tax basis on which the contribution or distribution is made, such as pretax or aftertax.

If you are defining a calculation for a non-monetary distribution, you can define the unit of measure in which that distribution is expressed, such as Options for stock options.

## Activity Rate Calculation Methods

You define an activity rate calculation method to determine the rate of contribution or distribution for a plan or option. In addition to flat rates, the system supports a range of calculation methods including multiple of actual premium and multiple of compensation.

Calculation methods can also set boundaries for the result of the standard calculation. You can define a minimum and maximum contribution or distribution amount for the result of an activity rate calculation.

You can set the increment by which activity rates are expressed and the default activity rate value.

## Prorated Activity Rates

For a participant whose enrollment coverage date falls within the month, you can define if the system prorates the activity rate. For prorated activity rates, you can define the date range within the month that is subject to the prorated rate. For example, you may only want to prorate activity rates for participants who enroll between the 5th and the 25th of the month.

You specify the percentage of the standard activity rate used to calculate the prorated activity rate for participants who enroll mid-month.

## Activity Rate Payroll Processing

As part of defining an activity rate calculation for a benefit, you define your payroll processing system, such as Oracle Payroll. Then, you define whether the calculation is

recurring or non-recurring. For recurring calculations, you can define a schedule for deductions or payments depending if the calculation is for a contribution or a distribution.

You can also define when the activity rate value should be entered. Typically this is at the time of enrollment, but the system also supports automatic rate entry.

## Rate Certification (Advanced Benefits Only)

You can enforce certification requirements for a standard rate attached to a plan or option in plan when the plan is not in a program. The element associated with the standard rate is not entered for the participant until you mark the certification as having been received, on the Person Enrollment Certification window. The element is entered based on the rate start date code specified on the Plan Enrollment Requirements window.

When you define the standard rate, you can select a certification type from the lookup type BEN_ENRT_CTFN_TYP.

## Variable Rates

You can associate a variable rate profile with a standard calculation if the activity rate may vary by participant.

See Variable Rate Profiles, page 5-127

## Employer Matching Rates

**Note:** This feature is reserved for future use.

If you define a plan where the employer matches a percentage of the employee's contribution, such as for a savings plan, you can define how the system calculates the matching rate.

Because employer matching percentages may vary based on the employee's contribution percentage, you may need to define more than one matching rate for an activity rate.

If the benefit plan sets a maximum employee earnings amount or a maximum contribution percentage beyond which a matching rate should not be calculated, you can define this maximum earnings amount or contribution percentage. That way, if the employee's earnings or contribution percentage exceeds the limit, the system calculates the matching rate based on the maximum amount or percentage that you define.

You define the matching contribution percentage based on the employee's contribution percentage. However, you can also define minimum and maximum employer contribution limits.

## Period-to-Date Limits

**Note:** This feature is reserved for future use.

For those plans with contribution limits, you can associate a period-to-date limit with the activity rate that determines the contribution amount. Period-to-date limits are often used with 401(k) plans in the US.

## Variable Rate Profiles

You can define an activity rate for a benefit that varies based on some factor. You group together the factors that cause an activity rate to vary into a *variable rate profile*. You then associate the variable rate profile with an activity rate which, in turn, you associate with a particular benefit plan or option.

As with participant eligibility profiles, variable rate profiles may consist of employment factors, personal factors, derived factors, and other factors such as participation in a particular benefits plan.

You can use a participant eligibility profile that you have defined as a criteria set in a variable rate profile. This lets you define your criteria once, then reuse the criteria set to control both eligibility and variable rates. Oracle recommends attaching eligibility profiles to variable rates--as opposed to individual criteria--to improve system performance.

**Note:** You can only attach one participant eligibility profile to a variable rate profile. You cannot attach an eligibility profile to a variable rate profile if you have already attached existing criteria to the profile. However, you can remove any existing criteria, then attach an eligibility profile.

Most variable rate profiles are defined so that participants who meet certain criteria are eligible to receive the variable rate. However, you can also define a variable rate profile so that persons who meet the criteria become *excluded* from receiving the variable rate. In such cases, the standard activity rate for the benefit applies to these persons.

## FastFormula Rules in Variable Rate Profiles

If you use a FastFormula rule as part of your variable rate profile, the participant must meet the criteria of the rule and one value from any other criteria that you include in the profile. If you use more than one FastFormula rule, by default the participant must meet the criteria of all the rules. If you change the user profile option BEN:VAPRO Rule from AND to OR, the participant need only meet the criteria of one rule.

You can associate a variable rate profile with the following kinds of activity rates:

- Standard contributions and distributions
- Flex credit calculations
- Imputed income calculations
- Actual premiums
- Reimbursement plan rates (for flexible spending accounts)

## Coverage Calculations

A coverage calculation defines the level of benefits coverage a participant receives under plans such as a group term life insurance or accidental death & dismemberment insurance plan.

Typical business requirements allow a participant to choose either a flat coverage amount or an amount that is a multiple of the participant's salary. The system also supports many other coverage calculation methods.

Here are several of the aspects of a coverage calculation that you can define:

- Minimum and maximum coverage amounts
- Maximum coverage amount available with certification (Advanced Benefits)
- Maximum coverage increases for flat amounts and coverage amounts that are a multiple of a given value
- Prorated coverage for employees who enter flexible spending accounts at any time other than the beginning of the plan year

When you define a coverage calculation method you define if the coverage level amount is entered at the time of enrollment or during the definition of the coverage calculation. You can choose from the following calculation methods depending on the requirements of the plan:

- Flat fixed amount
- Flat range
- Flat amount plus multiple of compensation
- Flat amount plus multiple of compensation range
- Multiple of compensation
- Multiple of compensation plus flat range

- Multiple of compensation range
- No standard value
- Same as annualized elected activity rate
- Post Enrollment Calculation Rule

If necessary, you can associate a variable rate profile with a coverage calculation when the calculation may vary by participant.

You can define a life insurance plan where spouse or dependent coverage is a percentage of the participant's elected coverage. Write a FastFormula with a rule type of Coverage Amount Calculation and attach the rule to the coverage calculation using the Post Enrollment Calculation Rule.

This formula executes both when you run the Participation Process to determine electable choices and when you save an enrollment or choose the Recalculate button on the Flex Enrollment window, Non-Flex Enrollment window, or the Benefits Selection page in Self-Service.

> **Note:** Since the formula executes when you run the Participation Process, the coverage amount selected by the employee may not be available. Therefore, the formula should contain a default coverage value.

### Coverage Across Plan Types

For those benefit programs that restrict the amount of coverage that a participant can elect across plan types in a program, you can group the plan types in the program to which a minimum or maximum coverage amount applies.

Cross plan type coverage limits work in conjunction with coverage limits you define at the plan level. If you define a maximum coverage limit at the plan level, the cross plan type coverage limit must not have a maximum coverage level that is *less than* the maximum you set for a plan in that plan type.

For example, suppose your organization defines a Group Term Life Insurance plan type. Within that plan type, you offer the Employee Group Term Life Insurance plan that provides coverage equal to two times earnings up to a maximum of $200,000.

You also maintain a corresponding plan type for Non-Group Term Life Insurance plans. In this plan type, you define a plan that has a maximum coverage level of $120,000.

You could define an across plan type coverage limit called "All Life Insurance Maximum" that limits the maximum coverage a participant can elect across these two plan type to $300,000.

## Interim Coverage (Advanced Benefits)

As part of your plan design, you can define the interim coverage assigned to a participant when a participant's enrollment in a benefit is suspended pending the completion of an action item.

For example, you might require a certificate of good health from a participant who is currently enrolled in a life insurance plan with a coverage level of 1x compensation if the participant newly elects a coverage of 3x compensation during an open enrollment period. If you suspend the new election pending receipt of the certification, you can provide interim coverage until the certification is provided.

### Interim Coverage Determination

You can qualify the conditions under which interim coverage is provided based on the participant's current enrollment and the new suspended election. You can either use an interim to assign code or an interim to assign rule to determine the interim electable choice.

**Interim to Assign Code**

Each interim to assign code contains two parts.

- The first part identifies if the suspended election is current or new. Current means that the suspended enrollment is for the Same Option in Plan, Same Plan, or Same Plan Type as the participant's current enrollment.

- The second part defines the interim coverage that is provided. You have the following options:

    - *Same*: The system assigns the person's current election as interim coverage.

    - *Next Lower*: The system assigns as interim coverage the plan in plan type, option in plan, or coverage amount of a range that is the next lower sequence that will not be suspended based on your plan or option definitions. You assign a sequence number when you define a plan or option.

    - *Default*: The system assigns as interim coverage the default compensation object or coverage amount defined for the plan, based on the default enrollment codes.

    - *Min*: The system assigns as interim coverage the minimum option in plan, plan in plan type, or coverage amount within a range defined for the plan.

    - *Nothing*: The system assigns no interim coverage in place of the suspended coverage.

    **Example:** *Current Same Plan Type, Default; New, Nothing*--This code means that if the participant is currently enrolled in a plan of the same plan type, they are assigned

the default coverage; if they are not currently enrolled in a plan of the same plan type, they receive no interim coverage.

**Interim to Assign Rule**

The interim to assign rule provides greater flexibility in interim cover determination. You configure an interim to assign rule to return one of the following parameters that meets your business requirements:

- An interim to assign code
- An electable choice ID within the plan type of the suspended enrollment
- An electable choice ID within the plan type of the suspended enrollment, and a benefit amount, which must be less than the amount for the suspended enrollment.

  **Note:** Return a benefit amount only if the interim coverage calculation method is:

  - Flat range
  - Flat amount, and the Enter Value at Enrollment option is selected

For more information about the Default to Assign Pending Action formula type, see Oracle FastFormula Reference Guide available on MetaLink (Note ID 218059.1).

## Unsuspended Enrollments (Advanced Benefits)

For those cases where a suspended enrollment is unsuspended, you define the enrollment coverage start and end dates and the activity rate start and end dates for the unsuspended enrollment.

If you assign interim coverage when an enrollment is suspended, the interim enrollment is ended one day before the coverage start date of the unsuspended enrollment.

You select an *unsuspend enrollment code* that controls the enrollment coverage start date of the unsuspended enrollment if the unsuspended date is equal to or later than the original enrollment coverage start date. Select from the following codes:

- *As of Completed Date* This code sets the enrollment coverage start equal to the effective date on which the enrollment is unsuspended.
- *Use Existing Enrollment Start Date* This code uses the original enrollment coverage start date, even if this date is before the suspension end-date.
- *Recalculate Using Completed Date and Enrollment Start Date Code*This code recomputes

the enrollment coverage date using the un-suspended date as the life event occurred on date or notification date (depending on your life event definition) if the computed coverage start date is less than the effective date of the un-suspension.

The activity rate start and end dates are re-calculated based on the enrollment coverage start date of the unsuspended enrollment.

## Imputed Income Calculations (US only)

Section 79 of the US Internal Revenue Service code defines imputed income as certain forms of indirect compensation termed *fringe benefits*, and taxes the recipient accordingly. You define *imputed income calculations* to calculate the amount of a benefit that is taxable as imputed income.

For example, if you offer a group term life insurance plan that provides coverage in excess of $50,000 to a participant or in excess of $2,000 to a spouse or dependent, you can define an imputed income calculation that determines the amount of coverage that is subject to imputed income tax regulations.

You can select the payroll system that processes the imputed income calculation and the manner in which the calculations are processed. If your payroll system calculates imputed income on a basis other than every pay period, you can associate one or more payment schedules with the imputed income calculation.

> **Note:** By default, the imputed income calculation assumes that the employer pays 100% of the benefit, and the benefits system does not subtract employee contributions from the calculation. However, you can set the BEN:Imputed Income Post Tax Deduction profile to Y so that the imputed income process deducts the sum of all standard rates defined as Subject to Imputed Income with a Tax Type of After Tax and an Activity Type of either Employee Payroll Contribution, Employee Individual Contribution, or Employee Plan Contribution.

For employees whose participation in an imputed income plan begins mid-month, you can define partial month treatment rules.

You can also restrict the calculation to a subset of people according to assignment type or types (such as Employee, Benefits, or Employee then Benefits).

You associate a variable rate profile with an imputed income calculation because imputed income taxes vary based on a person's age.

See: Imputed Income Plans (US), page 1-87

## Actual Premium Calculations

Premiums are the amount paid by a benefit plan sponsor to the supplier of a benefit. Typically, premiums are calculated on a per-participant basis, but the system also supports premium calculation based on the total participants enrolled in a plan or the

total volume of elected coverage.

You can think of premium determination and processing as divided into the following areas:

- Premium calculation setup
- Premium determinations that occur during enrollment
- Recalculation of premiums based on life events (Advanced Benefits)
- Premiums and credits are determined by the Premium Calculation batch process at month end
- Manual adjustment of calculated premiums by participant or by plan and review of monthly premium totals

### Premium Calculation Setup

You setup premiums calculations to define how the system calculates, costs, and administers premiums. The system supports the administration of the following premium types:

- regular premiums that are calculated on a per-participant basis
- premiums based on the total number of participants covered in a plan or option in plan
- premiums based on the total coverage volume elected in a plan or option in plan

You can calculate premiums *prospectively* (in advance of the period of coverage) or *retrospectively* (as a result of coverage previously received). Premium are calculated on a monthly basis in accordance with the most common business practices of benefit suppliers. The system supports pro-rated premium calculations for benefits participants who gain or lose coverage mid-month. You can also define a *standard wash rule* so that participants who are covered by a plan for less than a full month have no premium obligation.

You can choose how to cost a participant's premium so that the contribution is distributed to the appropriate general ledger account. A single plan or option can have multiple premiums so that, for example, you could calculate one premium for an employee contribution and a second premium for the employer contribution.

Premium setup also includes defining the calculation method you use to determine the premium, including any variable rates. You link premium calculations to the benefit supplier organization so that premiums can be remitted to the appropriate source.

### Premiums Based on Total Participants or Total Coverage Volume

For premiums that are determined based on the total number of participants or the total

coverage volume elected by all participants in a plan or option in plan, you use variable rate profiles to calculate the premium.

You select a variable rate criteria of Total Participants or Total Coverage Volume and then define a variable rate calculation that determines the premium based on the number of participants or the coverage volume that you specify.

> **Note:** Variable rates for actual premiums must have a tax type of Not Applicable.

### Enrollment Based Premium Determination

Premiums that are calculated on a per-participant basis are determined when a participant elects a plan or option in plan.

At month end, you run the Premium Calculation batch process from the Concurrent Manager to select the participants for whom you want to write a premium result.

You can then view monthly premium results by participant in the Monthly Participant Premium window or by plan and option in the Monthly Plan or Option Premium window.

> **Note:** Premiums that vary based on the total number of participants or the total coverage volume elected by all participants for a plan or option in plan are determined only when you run the Premium Calculation batch process.

### Premium Changes Based on Life Events (Advanced Benefits)

You can define premiums that vary based on life events.

You link a life event reason that you have defined to a premium definition so that when a participant experiences this life event the premium is recalculated.

> **Note:** You can define a life event such that its impact only effects a participant's premium, and not their eligibility for benefits.

### Calculation of Monthly Premiums and Credits by Batch Process

You run the Premium Calculation batch process from the Concurrent Manager to calculate monthly premiums. By selecting parameters, you can control the plan or option in plan for which premiums are calculated. You can also select the processing month and year and the participant or participant groups for whom a premium is calculated.

The batch process uses your premium definition to determine the per participant premium or the total premium for the compensation object depending on your

premium type.

> **Note:** You cannot select parameters that limit the results of the Premium Calculation process by person criteria for calculations that allocate premiums to participants based on the total number of participants in a plan or option.

For premiums that have been paid but which *should not* have been paid (due to retroactive changes or an error in processing), the Premium Calculation process allocates credits to offset the result of the previously paid premium. Credits are applied against the premium due for the current month.

Your *credit lookback processing rules* determine how credits are applied to a premium. If you restrict the application of credits to the current plan year or you restrict credit lookbacks to a particular length of time, the system does not apply credits to the current premium if the month from which the credits are due is outside the boundary of the credit lookup period.

Credits can only be applied to premiums that are calculated on a per-participant basis. In all cases, the applied credits cannot exceed the premium due.

### Manual Premium Adjustments

The product lets you manually adjust a premium result both for a participant and for the premium total for a plan or option in plan. Use this feature if making a manual adjustment to a premium result is a more efficient means of correcting a premium error than recalcuating the premium.

## Period-to-Date Limits

For those plans where there is a regulated maximum contribution amount (such as a 401(k) plan in the US) or where a participant has discretion over the amount contributed into the plan, you can define period-to-date maximum contributions.

These maximums are specified either by the plan itself or, as is true in the US, by regulations. In addition to straightforward limits in which the period-to-date amount, once reached, stops subsequent contributions for the remainder of the period, other, more complex, limits must be enforced.

### Benefit Balances

You use the Benefit Balances window to create a benefit balance that you can then associate with a person or a formula.

For example, you might define a benefits balance for use when calculating how many flex credits an employee can be given to spend on benefits as part of a flex program.

Benefit balances are useful in transitioning data from a legacy benefits system to Oracle HR.

# Variable Rate Factors

You can define from one to dozens of variable factors for a variable rate profile. A participant must meet all the criteria in your variable rate profile in order to receive the variable rate.

## Personal Factors

You select personal factors by choosing the Personal tab in the Variable Rate Profiles window.

Uses the first three enabled segments defined for the Competency Key Flexfield for the business group as criteria.

**Disabled** Uses an employee's disability category as criteria.

**Gender** Uses a person's gender as a variable factor to associate with an activity rate.

**Leaving Reason** Uses an employee's termination reason as criteria. This criteria is often used for continuing benefits eligibility, such as for COBRA in the US.

**Opted for Medicare** Uses whether an employee is enrolled in the US Medicare program as criteria.

**Person Type** Uses a person's person type(s) as a variable factor to associate with an activity rate.

**Postal Zip** Uses individual zip/postal codes or ranges of zip/postal codes as a variable factor to associate with an activity rate.

**Qualification Title** Uses a person's qualification title, such as an advanced education degree, as criteria.

**Service Area** Uses a person's service area, such as a city or other geographical area, as a variable factor to associate with an activity rate.

**Tobacco Use** Uses whether or not a participant uses tobacco as a variable factor to associate with an activity rate. In countries where it is illegal to hold information about a person's tobacco usage, for example, Italy, this personal factor is unavailable.

## Employment Factors

You select employment factors by choosing the Employment tab of the Variable Rate Profiles window.

**Assignment Set** Uses an employee's assignment or a set of assignments as a variable factor to associate with an activity rate.

**Assignment Status** Uses a person's state of employment (Active, Inactive, or On Leave) as a variable factor to associate with an activity rate.

**Bargaining Unit** Uses an employee's bargaining unit (local union group) as a variable

factor to associate with an activity rate.

**Full/ Part-time** Uses whether an employee works full-time or part-time as a variable factor to associate with an activity rate.

**Grade** Uses an employee's grade as a variable factor to associate with an activity rate.

**Hourly/Salaried** Uses whether an employee is hourly or salaried as criteria.

**Job** Uses an employee's job classification as criteria.

**Labor Union Member** Uses whether an employee is a labor union member as a variable factor to associate with an activity rate.

**Leave of Absence** Uses an employee's leave of absence reason as a variable factor to associate with an activity rate.

**Legal Entity** Uses an employee's legal entity (GRE) as a variable factor to associate with an activity rate (US only)

**Organization Unit** Uses an employee's organization as a variable factor to associate with an activity rate.

**Pay Basis** Uses an employee's pay basis as a variable factor to associate with an activity rate.

**Payroll** Uses an employee's payroll as a variable factor to associate with an activity rate.

**People Group** Uses a participant's people group as a variable factor to associate with an activity rate.

**Performance Rating** Uses an employee's performance rating as criteria.

**Position** Uses a person's position as criteria.

**Quartile in Grade** Uses an employee's pay range for a grade, divided by four, to determine the quarter into which the person's salary amount falls.

**Range of Scheduled Hours** Uses the number of hours an employee is scheduled to work as a variable factor to associate with an activity rate. This is taken from the Working Hours field on the assignment. For employees with more than one assignment, the hours are totaled across all assignments if you check the 'Use All Assignments for Eligibility' check box on either the Programs or Plans window. If you define multiple scheduled hours ranges, the Participation Process evaluates each range as an 'Or' condition.

**Work Location** Uses an employee's work location as a variable factor to associate with an activity rate.

## Derived Factors

You select derived factors by choosing the Derived Factors tab of the Variable Rate Profiles window.

**Age** Uses an employee's age as a variable factor to associate with an activity rate.

**Combined Age and Length of Service** Uses an employee's combination age and length of service factor as a variable factor to associate with an activity rate.

**Compensation Level** Uses an employee's compensation level as a variable factor to associate with an activity rate.

**Full Time Equivalent** Uses an employee's percent of full-time employment as a variable factor to associate with an activity rate.

**Hours Worked in Period** Uses an employee's hours worked in a given period as a variable factor to associate with an activity rate.

**Length of Service** Uses an employee's length of service as a variable factor to associate with an activity rate.

## Other Factors

You select other factors by choosing the Other tab in the Variable Rate Profiles window.

**Benefits Group** Uses a person's benefits group as a variable factor to associate with an activity rate.

**COBRA Qualified Beneficiary** Uses whether a person is considered a qualified beneficiary under COBRA regulations to determine the variable rate (US only).

**Continuing Participation** Used to set the date on which an ex-employee's payment for a continuing benefit must be received.

**Health Coverage Selected** Uses the plan and option in plan in which the participant is enrolled as a variable factor to associate with an activity rate.

**Participation in Another Plan** Uses a person's participation in a particular plan as a variable factor to associate with an activity rate. You can use this factor to define special rates when two plans are elected in conjunction with one another.

**Rule** Uses a FastFormula rule that you define to determine a variable factor to associate with an activity rate.

**Total Coverage Volume** Uses the total coverage elected for a plan or option in plan by all participants as a variable factor in determining the actual premium owed by a plan sponsor to the benefits supplier.

**Total Participants** Uses the total number of participants covered by a plan or option in plan as a variable factor in determining the actual premium owed by a plan sponsor to the benefits supplier.

## Related Coverages

The criteria available under the Related Coverages tab are designed primarily for COBRA administration in the US but, you can use them for other purposes.

## Calculation Methods: Values, Increments, and Operations

You select a **calculation method** to help you define the contribution or distribution activity rate for a plan or option. Calculation methods are composed of values that you define, operations that you perform on those values, and, in some case, values from the results of other calculations that you have defined.

The following list describes the components that you can include in an activity base rate calculation.

- **Flat Amount:** A standard rate that does not vary or an amount you enter as part of a more complex calculation.
- **Minimum Value:** The smallest amount a participant can elect to contribute or receive as a distribution.
- **Maximum Value:** The largest amount a participant can elect to contribute or receive as a distribution.
- **Increment:** The units participants must use to specify elected amounts during enrollment. For example, if the increment value is 100, participants must specify amounts in whole hundreds of currency.
- **Default Value:** The value assigned to the participant during a default enrollment or when a participant fails to specify an explicit value when one is required during enrollment.
- **Operation:** A mathematical operator that is applied to a value, such as Multiplied by or Percent of.
- **Actual Premium:** The per-participant amount paid by a plan sponsor to the benefits supplier.
- **Coverage:** The amount of coverage available under the plan or option for which you are defining the activity rate.
- **Coverage Operation:** A mathematical operator that is applied to a coverage amount.
- **Compensation Level:** The participant's salary.
- **Rounding Code/Rule:** Specifies how the system rounds the result of the calculation when the value is not a fixed amount.
- **No Standard Values Used:** The calculation always uses a variable rate.
- **Post Enrollment Calculation**: This method calculates a person's standard rate or

coverage amount based on election information entered during enrollment. It requires that you write a FastFormula rule type of Rate Value Calculation (for rates) or Coverage Amount Calculation (for coverages) and attach the rule to the activity rate definition.

The Participation Process evaluates this rule when first determining electable choices and rates and again after you choose the Recalculate button on the enrollment window. Therefore, your rule must use default electable choice information or return values that will not cause the formula to error when you run the Participation Process.

- **Rule:** Uses a FastFormula rule to structure the calculation.

## Activity Rate Calculations

The tables below contain sample activity rate calculations for the various calculation methods that you can use with a standard contribution/distribution or a flex credit calculation.

### Flat Amount

| | |
|---|---|
| **Calculation** | Value |
| **Example** | 5 |

**Result** = 5

### Flat Amount Entered at Enrollment

| Calculation | Minimum Value | Maximum Value | Increment | Default Value |
|---|---|---|---|---|
| **Example** | 1,000 | 10,000 | by 1 | 5,000 |

**Result** = 5,000 (can be changed at enrollment to value between 1,000 and 10,000)

### Multiple of Compensation or Balances

| Calculation | Value | Operation | Compensation |
|---|---|---|---|

| | | | |
|---|---|---|---|
| **Example** | 1 | Per 10,000 | 25,000 |

**Result** = 2.5 (1/10,000) x 25,000

## Multiple of Compensation or Balances, Enter Value at Enrollment

| Calc | Min Val | Max Val | Increment | Default | Operation | Comp Lvl |
|---|---|---|---|---|---|---|
| **Example** | 1 | 3 | 1 | 2 | Per 10,000 | 25,000 |

**Result** = 2.5 (1/10,000) x 25,000

*5.0 (2/10,000) x 25,000

7.5 (3/10,000) x 25,000

## Multiple of Compensation or Balances and Coverage

| Calc | Value | Operation | Compensation | Coverage Operation | Coverage |
|---|---|---|---|---|---|
| **Example** | (0.0001 | Multiplied by | 25,000) | Per 10,000 | 100,000 |

**Result** = 25.0 ((.0001 x 25,000) / 10,000) x 100,000

## Multiple of Coverage

| Calculation | Value | Operation | Coverage |
|---|---|---|---|
| **Example** | 5 | Per 100,000 | 200,000 |

**Result** = 10 (5 / 100,000) x 200,000

## Multiple of Coverage, Enter Value at Enrollment

| Calc | Min Val | Max Val | Increment | Default | Operation | Coverage |
|---|---|---|---|---|---|---|
| **Example** | 2 | 6 | 2 | 4 | Per 100,000 | 200,000 |

**Result** = 4 (2/100,000) x 200,000

*8 (4/100,000) x 200,000

12 (6/100,000) x 200,000

## Multiple of Parent Rate

| Calculation | Value | Operation | Activity Base Rate (Parent Rate) |
|---|---|---|---|
| **Example** | 1 | Multiplied by | 2.5 |

**Result** = 2.5 (1 x 2.5)

## Multiple of Parent Rate and Coverage

| Calc | Value | Operation | Parent Activity Rate | Coverage Operation | Coverage |
|---|---|---|---|---|---|
| **Example** | (1 | Multiplied by | 8) | Per 100,000 | 100,000 |

**Result** = 8.0 ((1 x 8) / 100,000) * 100,000

## Multiple of Actual Premium

| Calculation | Value | Operation | Actual Premium |
|---|---|---|---|
| **Example** | 50 | Percent | 8 |

**Result** = 4 (50 / 100) x 8

## Multiple of Actual Premium and Coverage

| Calc | Value | Operation | Actual Premium | Coverage Operation | Coverage |
|---|---|---|---|---|---|
| **Example** | (10 | Percent of | 8 | Per 10,000 | 100,000 |

**Result** = 8.0((10 / 100 * 8) / 10,000) x 100,000

## Coverage Calculations

You use the Coverages form to calculate the coverage amount available for a plan or an option. You can set the contribution rate necessary to purchase this coverage using the Standard Rates window.

The tables below contain sample coverage calculations for the various calculation methods that you can use in defining coverage for a benefit.

### Flat Amount

| Calculation | Value |
|---|---|
| **Example** | 50,000 |

**Result** = 50,000

### Flat Range

| Calculation | Minimum Value | Maximum Value | Increment | Default Value |
|---|---|---|---|---|
| **Example** | 30,000 | 50,000 | by 10,000 | 40,000 |

**Result** = 30,000

*40,000

50,000

### Multiple of Compensation

| Calculation | Value | Operation | Compensation Level |
|---|---|---|---|

| | | | |
|---|---|---|---|
| **Example** | 2 | Multiplied by | 25,000 |

**Result** = 50,000 (2 x 25,000)

## Multiple of Compensation Range

| Calc | Min Val | Max Val | Increment | Operation | Comp Lvl | Default |
|---|---|---|---|---|---|---|
| **Example** | 2 | 6 | 2 | Multiplied by | 25,000 | 4 |

**Result** = 50,000 (2 x 25,000)

*100,000 (4 x 25,000)

150,000 (6 x 25,000)

## Flat Amount Plus Multiple of Compensation

| Calc | Value | | Min Val | Operation | Comp Lvl |
|---|---|---|---|---|---|
| **Example** | 50,000 | Plus | (2 | Multiplied by | 25,000) |

**Result** = 100,000 50,000 + (2 x 25,000)

## Flat Amount Plus Multiple of Compensation Range

| Calc | Val | | Min Val | Max Val | Increment | Operation | Comp Lvl | Default |
|---|---|---|---|---|---|---|---|---|
| **Example** | 50,000 | Plus | (2 | 6 | 2 | Multiplied by | 25,000) | 4 |

**Result** = **100,000** 50,000 + (2 x 25,000)

***150,000** 50,000 + (4 x 25,000)

**200,000** 50,000 + (6 x 25,000)

### Multiple of Compensation Plus Flat Range

| Calc | Val | Operation | Comp Lvl | | Min Val | Max Val | Increment | Default |
|---|---|---|---|---|---|---|---|---|
| **Example** | (2 | Multiplied by | 25,000) | Plus | 30,000 | 50,000 | 10,000 | 40,000 |

**Result** = **80,000** (2 x 25,000) + 30,000

***90,000** (4 x 25,000) + 40,000

**100,000** (6 x 25,000) + 50,000

## Actual Premium Calculations

You use the Calculation Method tabbed region of the Actual Premiums window to define the calculation that determines the actual premium rate per participant for a plan or an option.

The tables below contain sample actual premium calculations for the various calculation methods that you can use with an actual premium calculation.

### Flat Amount

| Calculation | Value |
|---|---|
| **Example** | 5 |

**Result** = 5

### Multiple of Coverage

| Calculation | Value | Coverage Operation | Coverage |
|---|---|---|---|
| **Example** | 5 | Per 100,000 | 200,000 |

**Result** = 10 (5 / 100,000) x 200,000

### Multiple of Total Coverage

| Calculation | Value | Operation | Total Coverage |
|---|---|---|---|
| **Example** | 1 | Per 1,000 | 1,000,000 |

**Result** = 1000 (1 / 1000) x 1,000,000

### Multiple of Total Participants

| Calculation | Value | Operation | Total Participants |
|---|---|---|---|
| **Example** | 5 | Multiply By | 50,000 |

**Result** = 250,000 5 x 50,000

## Defining Activity Rates for a Standard Contribution/Distribution

You create a separate contribution or distribution activity rate calculation for each plan or option in your benefits offering that requires a contribution or distribution. After you link the calculation to the plan or option, you define the calculation.

You date effectively maintain standard contributions and distributions using the Standard Rates window. You can also use Total Compensation Setup Wizard, page 5-4 to update multiple rates simultaneously.

#### To define an activity rate for a standard contribution/distribution:

1. Enter or query the standard contribution or distribution that you are defining in the Name field.

2. Select the Status of this activity rate.

   **Pending:** This plan or option in plan currently does not use this calculation, but could in the future if you change the Status of this calculation to Active. Select the Pending status when setting up a standard contribution/distribution calculation that possibly may not become Active.

   **Active:** The system currently calculates this standard contribution/distribution for this plan or option in plan.

   **Inactive:** The system currently does not calculate this standard contribution/distribution for this plan or option in plan.

**Closed:** The system currently does not calculate this standard contribution/distribution, nor will it do so in the future.

3. Choose the General tabbed region if it is not already selected.

4. Select the Level in the compensation object hierarchy at which you are defining the activity rate.

5. Select the Compensation Object for which you are defining the activity rate.

6. Select an Activity Type code that identifies the business function this calculation performs, such as an Employee Contribution or an Employer Payroll Distribution.

7. Select the Tax Type indicating the tax impact of this calculation to participants.

   You select this Tax Type primarily for classification purposes; the payroll system is primarily responsible for processing taxability.

8. Select a Usage code that limits the use of this activity rate to a particular kind of contribution or distribution.

9. Select a UOM (unit of measure) to express the result of this calculation if this activity rate is for a non-monetary distribution.

10. Select an Element Determination Rule. The application uses this rule to determine an employee's currency for the worksheet amount rate if you choose a Determination Code of Automatic or do not choose a determination code.

    See: Defining Processing Information for a Standard Contribution/Distribution, page 5-151

11. Select the Element you defined that corresponds to this activity rate definition.

    **Note:** Set up your elements as a prerequisite to defining your activity rates. If your element definition changes, you must re-attach the element to the rate. For an absence plan, you must also re-select the Extra Input Rule and re-map the input values to formula results.

12. Check the Element and Input Value Required field.

13. Select the Input Value for the activity rate, such as pay value.

14. If you are defining a rate for an absence plan and you need to associate more than one input value with the activity rate, select the Extra Input Rule. This is a formula that calculates the values to be returned to the other input values. When you have finished defining the rate, choose the Extra Inputs button to associate the formula

results with the appropriate input values.

15. Check the Uses Variable Rate field if the result of this calculation varies due to some factor or other piece of discreet data about the participant and you associate a variable rate profile with the calculation.

    To associate a variable rate profile to this activity rate, see Associating a Variable Rate Profile with a Standard Contribution/Distribution Calculation, *xx*

16. Select the Parent/Child code to specify whether this calculation is a parent activity rate (the primary activity rate) or a child activity rate (dependent upon the parent activity rate).

17. Check the Subject to Imputed Income field if the activity rate for this compensation object is governed by US imputed income regulations.

18. Save your work.

## Defining a Calculation Method for a Standard Contribution or Distribution

You use the Calculation Methods region of the Standard Rates window to define how a standard activity rate is calculated.

**See Also**

Calculation Methods: Values, Increments, and Operations, page 5-139

Example: Activity Rate Calculations, page 5-140

### To define a calculation method for a standard activity rate:

1. Query the activity rate for which you are defining a calculation method in the Name field.

2. Select the method you are using to calculate the activity rate in the Calculation Method field.

   **Important:** The window changes based on the calculation method you select.

3. Complete your calculation definition based on the calculation method you select.

4. Save your work.

## Defining Proration for a Standard Contribution/Distribution Calculation

You can specify how the system prorates a calculation (usually a contribution) when a

participant's enrollment coverage date falls within a month, and the plan requires that activity rates be prorated based on the date during the month when the participant's coverage starts.

### To define proration for a standard contribution/distribution calculation:

1. Enter or the query the standard activity rate for which you are defining a prorated value in the Standard Rates window.

2. Select the Partial Month Determination tabbed region.

3. Select a Partial Month Determination Code or Rule to specify how the system calculates this standard contribution/distribution when a participant's enrollment coverage date falls within a month.

   **All:** The system calculates this activity rate as if the participant was enrolled for the entire month.

   **None:** The system calculates this activity rate as if the participant was not enrolled at all for the entire month.

   **Prorate Value:** The system prorates this standard contribution/distribution based on the percentage of the month the participant was enrolled. Use the Proration window to define your proration method for this calculation.

   **Rule:** If special circumstances apply, select a rule that the system uses to calculate this activity rate when a participant's enrollment coverage date falls within a month.

   **Wash Rule**: If special circumstances apply, select a wash rule that the system uses to calculate the day on which to apply the wash rule day for this activity rate.

4. Select an Effective Date Code or Rule to specify how the system calculates the effective date from which the partial month is calculated.

5. Enter a Wash Rule Day if participants whose activity rate start date begins *after* the wash rule day do not receive a contribution or distribution for that month.

   - Conversely, participants whose activity rate end date is *before* the wash rule day do not receive a contribution or distribution for that month.

6. Choose the Proration button to open the Proration window if you select a partial month determination code of Prorate Value.

7. Select the Prorate on day/month basis check box to base your proration calculation on the day/month ratio, instead of a flat percentage value.

   Basing the proration calculation on the day/month basis prevents you from having to set up different proration calculations for months with different numbers of days.

8. Enter the From and To days within the month that represent the starting and ending dates for this proration calculation.

   Set the From day equal to the To day to prorate the calculation for a single day.

9. Enter a value specifying the Percent of the total standard contribution or distribution that the system uses to calculate the prorated activity rate for those persons whose enrollment coverage dates fall within these From and To days.

10. Select a Proration Rule if you created a formula of the type Partial Month Proration Rule to calculate prorated activity rates.

    See: *Oracle FastFormula Reference Guide for Standard and Advanced Benefits*, MetaLink Note 218059.1.

11. In the Applies to Month with Days field, select the value that represents the months with that number of days (31, 30, 29, 28) to which this calculation applies.

12. Select whether this proration calculation starts or stops on this date range in the When to Use field.

13. Select a Rounding Code or Rule to specify how the system rounds the result of this calculation.

14. Save your work.

## Defining Characteristics of Annual Rates

For those plans where a participant enters an annual contribution rate during enrollment, you can define how the system prorates the minimum and maximum contribution amounts for those participants who enter the plan mid-year.

> **Note:** The annual rate value is calcuated based on a 12-month period regardless if the plan year is for a period of 12 months or less.

If you use Self-Service Benefits, your employees can enter annual rates duing enrollment if you complete the fields on the Annual Rate tab and you check the Enter Value At Enrollment check box on the Calculation Method tab of the Standard Rates window.

### To define the characteristics of an annual rate:

1. Enter or the query the standard activity rate for which you are defining a prorated value in the Standard Rates window.

2. Choose the Annual Rates tab.

In the Comparison Balances block:

3. Select whether this annual rate is compared to the claims submitted against the annual amount or the amount contributed to the plan.

4. For those plans where you prorate the annual contribution amount based on the days or pay periods remaining in the plan year, select:
   - A Prorate Minimum Annual Value Code or Rule
   - A Prorate Maximum Annual Value Code or Rule

5. Save your work.

## Defining Processing Information for a Standard Contribution/Distribution

You use the Processing Information tabbed region of the Standard Rates window to define the system (such as Oracle Payroll) that processes the contribution deduction or distribution payment. You may also select, from a range of choices, the point in the enrollment process when a contribution amount is entered.

### To define processing information for a standard contribution/distribution:

1. Complete the Processing Information check boxes by selecting from a range of choices that define when and how a contribution or distribution amount is entered for this plan or option in plan.

   **Important:** These checkboxes are important, because they determine whether an election results in a payroll deduction for a participant.

   - Check the **Value Override Allowed** field if the participant may override the default rate at the time of enrollment.
   - Check the **Assign on Enrollment** field to automatically enter the calculated amount during enrollment.
   - Check the **Display on Enrollment** field to display the activity rate on the enrollment form.
   - Check the **Process Each Pay Period Default** field if the system calculates this standard contribution/distribution each pay period unless otherwise specified.

     **Note:** Checking this field disables use of the Schedule Information

button.

2. Select the system that processes this calculation in the Processing Source field.

3. Select a Recurring code. Choose from:

   - **Once:** the contribution or distribution occurs once for a participant in this plan or option in plan.

   - **Recurring:** the contribution or distribution occurs on a defined periodic basis for an indefinite period of time.

   - **Either:** the contribution or distribution can either occur once or on a recurring basis.

4. In the Value Passed to Payroll field, select the amount that you want to pass to a participant's element entry on enrollment.

   - Select Estimated Per Pay Period to calculate the element entry based on a fixed number of pay periods, 52 for weekly and 26 for bi-weekly pay periods.

     **Note:** If you select no value, the application passes the per pay period amount. You can only prorate per pay period amounts.

5. Select a Compensation Category.

6. Select a Currency Determination Code to indicate how the application processes the source of currency for each employee. Choose from:

   - **Automatic** - this is the default value. If you select this, then the application first looks at the element determination rule to determine the currency. If you do not define an element determination rule, then the application determines the currency based on the standard rate element. If you do not define a currency at the standard rate element level, then the application determines the currency based on the salary basis element. If you do not define a currency at the salary basis level, then the application uses the currency you define for the plan.

   - **Plan** - if you select plan, then the application determines the currency you defined for the plan on the not in program tab.

   - **Salary Basis Element** - if you select this, then the application determines the currency based on the input currency of the element type associated with the salary basis definition linked to the employee's assignment.

   - **Standard Element Rate** - if you select this, then the application determines the

input currency of the element type associated with the CWB worksheet amount standard rate.

7. Save your work.

### To define rate certification requirements:

1. Choose the Rate Certification button, which is visible for plans that are not in a program.
2. Select a Rate Certification Type.
3. Save your work.

## Defining Deduction and Payment Schedules for a Standard Contribution/Distribution

You can define a deduction or payment schedule to specify how frequently the system calculates a contribution (for deductions) or distribution (for payments) if you are using Oracle Payroll and you do not check the Process Each Pay Period Default field in the Processing Information region.

You date effectively define deduction and payment schedules in the Schedule Information window.

### To define scheduling for a standard contribution:

1. Select a Deduction Schedule for this standard contribution.
2. For this Deduction Schedule, select a Pay Frequency to specify how frequently the system deducts this standard contribution.
3. Check the Default field if this Pay Frequency is the default pay frequency for this Deduction Schedule.
4. If you associate more than one Pay Frequency with this Deduction Schedule, repeat steps 2 and 3 for each Pay Frequency.
5. Save your work.

### To define Payments for a standard distribution:

1. Select a Payment Schedule for this standard distribution.
2. For this Payment Schedule, select a Pay Frequency to specify how frequently the system makes this standard distribution.

3. Check the Default field if this Pay Frequency is the default pay frequency for this Payment Schedule.

4. If you associate more than one Pay Frequency with this Payment Schedule, repeat steps 2 and 3 for each Pay Frequency.

5. Save your work.

## Defining a Non-Oracle Payroll System to Process Benefit Earnings and Deductions

You use the Payroll Information tabbed region of the Standard Rates window if a non-Oracle payroll system calculates this contribution or distribution.

### To define a non-Oracle payroll system to process earnings and deductions:

1. Enter the Name of the foreign payroll system.

2. Select if this payroll system processes earnings or deductions in the Type field.

3. Save your work.

## Associating a Variable Rate Profile with a Standard Contribution/Distribution Calculation

If a standard contribution or distribution can vary based on a derived factor or a discrete piece of data, you can use the Variable Rates window, accessed from a button on the Standard Rates window, to associate a variable rate profile or rule with the activity rate calculation to specify how the result can vary.

To associate multiple conditions that must all be satisfied, you must attach all the conditions to a single variable rate profile. Specifying them in a sequence in the Variable Rates window instructs the application to find only the *first* satisfying condition and then stop.

> **Important:** You must define a variable rate profile or rule before you define a standard contribution or distribution that uses a variable rate.

### To associate a variable rate profile or rule with a standard contribution/distribution calculation:

1. Enter a Seq (Sequence) number to specify the order in which the system processes this variable rate profile relative to any other profiles you associate with this

standard contribution/distribution calculation.

2. Select the Name of a variable rate profile you are associating with this standard contribution/distribution calculation.

3. Choose the Rules tab if you are associating a variable rate rule with this calculation. Enter the Seq (sequence) number and select the name of this variable rate rule.

4. Save your work.

## Defining Matching Rates for a Standard Contribution Calculation

> **Note:** The matching rates feature is reserved for future use. It is currently not operational.

If you define an employer matching contribution that is a percentage of the employee contribution (in contrast to a fixed employer contribution), you can define how the system performs such matching. Multiple instances of a matching contribution may be necessary if the employer match varies according to the amount the employee contributes.

You define matching rates in the Standard Rates window. Choose the Matching Rates button.

### To define matching rates for a standard contribution calculation:

1. If special circumstances apply, select a matching rate calculation rule.

2. Enter a Seq (sequence) number to specify the order in which the system processes this matching rate for this contribution.

3. Enter a From % and To % to specify the lowest and highest employee contribution percentage to which this matching contribution applies.

   In the Matching Values block:

4. Enter a Match % to specify the matching percentage for this matching rate.

5. Enter a Minimum and Maximum Amount to specify the boundaries of the employer match, regardless of the value the system calculates.

   Check the No Maximum Amount field if the match has no Maximum Amount defined for it.

   In the Maximum Pay to Consider block:

6. Enter an Amount to specify the maximum amount of employee earnings against

which the system calculates this match.

Check the No Maximum Amount field if the match is not limited by the Maximum Amount of employee earnings.

7. Enter a Percent to specify the maximum percentage of employee earnings against which the system calculates this match.

   Check the No Maximum Percent field if the match is not limited by a Maximum Percent of employee earnings.

8. Check the Continue Matching after Maximum field if employer matching contributions continue up to the maximum percentage or amount, even though the worker has met the limit of worker contributions.

   **Note:** This is particularly useful for US 401(k) plans as workers may choose high salary percentages in order to contribute as much as possible as soon as possible. When employer contributions match each pay period, it may occur that the worker is contributing too much each pay period to receive the employer's highest matching amount. For example, a worker could contribute 15% of pay up to the worker maximum contribution limit of $9,000, but the employer matches only 50% up to 6% of what the worker contributes. As Oracle Payroll performs the actual calculation, checking this field only alerts the system to activate the proper calculation process.

9. Save your work.

## Associating a Period-to-Date Limit with a Standard Contribution/Distribution Calculation

You can associate period-to-date limits for a calculation or a distribution. You typically define period-to-date limits for savings plans.

Choose the PTD Limits button in the Standard Rates window to select a period-to-date limit.

### To define a period-to-date limit for a calculation:

1. Select a Period-to-Date Limit to associate with this calculation.

2. Save your work.

## Defining General Information for a Variable Rate Profile

You use the Variable Rate Profiles window to define a variable rate when an activity

rate for a plan can vary for each participant based on one or more factors.

To set up variable rate profiles for use in Grade/Step Progression criteria sets, use the Variable Rate Profiles using the Eligibility Profiles window and set your effective date to 01-JAN-1951

### To define general information for a variable rate profile:

1. Enter the Name of the variable rate profile you are defining.

2. Select its current Status.

   **Pending:** This variable rate profile is currently proposed, but not yet associated with an activity rate.

   **Active:** This variable rate profile is currently associated with an activity rate.

   **Inactive:** This variable rate profile is currently not associated with an activity rate.

   **Closed:** This variable rate profile was once Active or Proposed, but is no longer associated with an activity rate.

3. Choose the General tab if it is not already selected.

4. Select an Activity Type code to specify the type of activity rate to which this variable rate applies.

   If you are setting up a variable rate profile for use in Grade/Step Progression, the Activity Type code must be Grade Step Progression Salary Amount.

5. Select a Tax Type code to specify the tax status of the activity rate.

   **Note:** The system displays only those tax types that are valid based on the activity type you select.

   **Note:** Variable rates for actual premiums must have a tax type of Not Applicable.

6. Select a Reference Period code to specify the time period applicable to the activity rate.

7. Select a Treatment code to specify the type of calculation the system performs on the activity rate.

8. Select a Usage that limits the kind of activity rate to which this variable rate can apply.

9. Select an Assignment to which this variable rate profile applies. For example, you can define a variable profile of Benefits Assignment Only if you use this profile to

determine continuing eligibility.

10. Save your work.

## Defining a Calculation Method for a Variable Rate Profile

You use the fields in the Calculation Methods region of the Variable Rate Profiles window to define how a variable activity rate is calculated.

### To define a calculation method for a variable rate profile:

1. Query the variable rate for which you are defining a calculation method in the Name field.

2. Click the Calculation Method tab.

3. Select the method you are using to calculate the variable activity rate in the Calculation Method field.

   **Important:** The window changes based on the calculation method you select.

4. Complete your calculation definition based on the calculation method you select.

5. Select Always Sum All Participants or Always Sum All Coverage if you are defining a variable rate profile for an actual premium based on the total coverage volume for all participants or the total number of participants.

   - Conversely, do not select Always Sum All Participants or Always Sum All Coverage if you want the variable rate determined based *only* on the number of participants who meet the criteria of the variable rate profile.

6. Save your work.

## Defining the Criteria in a Variable Rate Profile

You define the criteria that compose a variable rate profile so that participants who meet the criteria receive the variable rate you have defined. You can also define a variable rate profile so that participants who meet the criteria are specifically *excluded* from receiving the variable rate.

**Note:** You can use a participant eligibility profile that you have defined as a criteria set in a variable rate profile. This lets you define your criteria once, then reuse the criteria set to control both eligibility and

variable rates. Oracle recommends attaching eligibility profiles to variable rates--as opposed to individual criteria--to improve system performance.

If you use a FastFormula rule as part of your variable rate profile, the participant must meet the criteria of the rule and one value from any other criteria that you include in the profile. If you use more than one FastFormula rule, by default the participant must meet the criteria of all the rules. If you change the user profile option BEN:VAPRO Rule from AND to OR, the participant need only meet the criteria of one rule.

### To define the criteria in a variable rate profile:

1. Enter or query the variable rate in the Variable Rate Profiles window.

   If you are attaching an Eligibility Profile for a Grade/Step Progression criteria set, use the Variable Rate Profiles using the Eligibility Profiles window and set your effective date to 01-JAN-1951. For a Grade/Step Progression criteria set, you can only attach Eligibility Profiles to your Variable Rate, but not individual criteria.

2. Choose the Eligibility Profiles button to open the Eligibility window if you want to link a participant eligibility profile to the variable rate profile.

3. Select an Eligibility Profile Name.

4. Select the Required check box if the participant must satisfy this eligibility profile to receive the variable rate.

   **Note:** Currently, you can attach only one criteria set to a variable rate profile, so the set is automatically required.

5. Close the Eligibility window.

6. If you want to use variable rate criteria--instead of an eligibility profile--choose the Criteria button to open the Variable Rate Criteria window.

7. Choose a tabbed region that contains a criteria element you want to include in your variable rate profile.

8. Select a criteria element.

   For example, in the Other Factors region you could select Participation in Another Plan as a criteria element if you want to define a special rate for when two plans are elected in conjunction with one another.

   If you are attaching an Eligibility Profile for a Grade/Step Progression criteria set, you can use the following criteria only:

- Bargaining Unit
- Full Time/Part Time
- Job
- Location
- Organization
- Performance Type
- Person Type
- Rating Type
- Rule
- Service Area

9. Enter a Seq (sequence) number specifying the order the system processes this criteria element relative to any other criteria in the variable rate profile.

   **Important:** You must assign a sequence number of a higher priority to all criteria that are used to exclude eligibility in a variable rate profile.

10. Select a value for the criteria element you have selected.
11. Check the Exclude field if a person who meets the value of this criteria element is excluded from receiving the variable rate associated with this profile.
12. Repeat steps 7-11, page 5-159 for each criteria element you include in this variable rate profile.
13. Choose the Display All tabbed region to view the criteria elements in this variable rate profile.
14. Save your work.

## Defining Matching Rates for a Variable Rate Calculation

**Note:** The matching rates feature is reserved for future use. It is currently not operational.

The process for defining a matching rate for a variable rate calculation is the same as defining a matching rate for a standard contribution.

From the Variable Rate Profiles window, choose the Matching Rates button.

### To define a matching rate for a variable rate calculation:

1. Query the variable rate for which you want to define a matching calculation rate.
2. Choose the Matching Rates button to display the Matching Rates window.
3. Define the matching rate calculation.

   See: Defining Matching Rates for a Standard Contribution Calculation, page 5-155
4. Save your work.

## Defining a Coverage Calculation

You use the Coverages window to define the amount of coverage available for a plan or an option in plan. Coverage calculations are typically used to determine the coverage offered by an insurance plan but may also include other benefit offerings, such as stock options.

### To define a coverage calculation for a plan:

1. Enter or query the coverage calculation you are defining in the Name field.
2. Select the Type of benefit provided by this plan or option in plan, such as Coverage or Time Off.
3. Choose the General tabbed region if it is not currently selected.
4. Select the Level at which you are creating a coverage calculation.
5. Select the plan or option in plan for which you are defining a coverage calculation in the Compensation Object field.
6. Select a UOM for non-monetary coverage amounts, such as options or shares.
7. Select a Boundary Period that restricts any lower or upper limit coverage amount that you specify to a specific length of time.
8. Check the Max Overridable field if the user can override the maximum coverage amount.
9. Save your work.

## Defining a Coverage Calculation Method

You define a coverage calculation method to define how the coverage amount is calculated for a plan or an option in plan.

See: Calculation Methods: Values, Increments, and Operations, page 5-139

See: Coverage Calculations, page 5-143

### To define a coverage calculation method:

1. Enter or query the coverage calculation you are defining in the Name field.
2. Choose the Calculation Method tabbed region.
3. Select the Calculation Method you are using to define this coverage calculation.
4. Check the Enter Value at Enrollment field if you enter the coverage amount at the time of enrollment.
5. Complete the remaining fields based on the calculation method you select.
6. Enter a Lower Limit value or rule to define the minimum amount of coverage available under this plan or option regardless of the result of the coverage calculation.
7. Enter an Upper Limit value or rule to define the maximum amount of coverage available under this plan or option regardless of the result of the coverage calculation.
8. Save your work.

## Associating a Variable Rate Profile with a Coverage Calculation Method

You use the Benefit Variable Rates and Rules window to associate a variable rate profile with a coverage calculation if the calculation can vary for each participant.

### To associate a variable rate profile with a coverage calculation:

1. Enter the Seq (sequence) number in which the system should process this variable rate profile relative to any other variable rate profiles that you associate with this coverage calculation.
2. Select the variable rate profile in the Profile Name field.
3. Select another profile if you use more than one variable rate for this calculation.

4. Alternatively, choose the Rule tab and select a variable rate rule to associate with this calculation.

5. Save your work.

## Defining a Coverage Limit Across Plan Types

You use the Coverage Across Plan Types window to define the minimum and maximum coverage amount that a participant can elect across plan types in a program.

You can place a plan type in only one across plan type group. You can also set coverage limits at the plan level.

### To define a coverage limit across plan types:

1. Select the program for which you are defining cross plan type coverage limits.

   **Note:** The system displays the plan types in this program in the Coverage Plan Types block.

2. Enter a name that identifies this cross plan type coverage limit.

3. Enter the minimum amount of coverage that a participant must elect across the plan types in this grouping.

4. Enter the maximum amount of coverage that a participant must elect across the plan types in this grouping.

   In the Coverage Plan Types block:

5. Select a plan type for which you are defining a cross plan type coverage limit.

   - Check the Applies To field if you are placing this plan type into this cross plan type grouping.

     **Note:** The Already Used field appears checked if you have already placed this plan type into another cross plan type grouping.

6. Repeat step 5 for each plan type that you are placing into this cross plan type grouping.

7. Save your work.

## Defining an Imputed Income Calculation

You use the Imputed Income window to date effectively define activity rates that calculate the amount of plan income that is considered a "fringe benefit" and subject to Section 79 of the US Internal Revenue Service code.

### To define an imputed income calculation:

1. Enter a Name for the imputed income calculation you are defining.

2. Select the imputed income Plan for which you are defining this calculation.

3. Select an Assignment to Use, enabling you to apply this calculation to a subset or sequence of assignment types.

4. Select a Status code for this imputed income calculation.

   **Pending:** This plan currently does not use this imputed income calculation, but could in the future if you change the Status of this calculation to Active. Select the Pending status when setting up an imputed income calculation that possibly may not become Active.

   **Active:** This imputed income calculation is associated with an imputed income benefit.

   **Inactive:** This imputed income calculation is not associated with an imputed income benefit.

   **Closed:** This imputed income calculation is not associated with an imputed income benefit.

5. Select a processing Source code to identify the system that processes this imputed income calculation.

6. Check the Uses Payment Schedule field if a payroll system uses a payment schedule other than "every pay period" when processing this imputed income calculation.

7. Check the Process Each Pay Period field if a payroll system processes this imputed income calculation every pay period.

8. Enter a Wash Rule Day if participants who start coverage for this plan do not receive imputed income contributions or distributions for the month when their coverage start date is *after* the wash rule day.

   - Conversely, participants who end coverage for the plan will not receive imputed income for the month when their coverage end date is *before* the wash rule day.

   In the Payroll Information block:

9. Select the Element Entry that this calculation creates.

10. Select the Input Value of the element entry.

11. Select a Recurring code to specify whether this imputed income calculation occurs for the participant only Once, Recurs on a periodic basis for an indefinite time period, or Either.

12. Select a Partial Month Determination Code or Rule to specify how the system calculates this imputed income calculation when the employee participates in the imputed income benefit mid-month.

13. Enter a Foreign Earning Deduction ID and Name to identify this payroll system if a non-Oracle payroll system processes this imputed income calculation.

14. Select a Foreign Earning Deduction Type of deduction or earnings to specify how this non-Oracle payroll system processes this calculation.

15. Save your work.

#### Associating a Variable Rate Profile with an Imputed Income Calculation

You use the Variable Rates window to associate a variable rate profile with an imputed income calculation.

### To associate a variable rate profile with an imputed income calculation:

1. Query or enter an imputed income calculation in the Imputed Income window and choose the Variable Rates button.

2. Select a Variable Rate Profile to associate with this imputed income calculation.

   **Important:** Calculation of imputed income does *not* use the Activity Reference Period from the Variable Rate Profile window; it uses the Activity Reference Period from the Program window. To calculate imputed income at a monthly rate, for example, you must change (or verify) the value in the Program window.

3. If necessary, adjust the From and To dates to specify the dates through which you associate this profile with this calculation.

#### Associating a Payment Schedule with an Imputed Income Calculation

You use the Payment Schedule window to define a payment schedule for an imputed income calculation if the payroll system uses a schedule other than "every pay period."

### To associate a payment frequency schedule with an imputed income calculation:

1. Query or enter an imputed income calculation in the Imputed Income window and choose the Payment Schedule button.
2. Select the Payment Schedule or Rule the payroll system uses to process this imputed income calculation.
3. Select the Pay Frequency code to specify how frequently the payroll system processes this imputed income calculation.
4. Check the Default field if the system assigns this payment schedule to this imputed income calculation when the payroll system does not specify which payment schedule to use.
5. Save your work.

## Defining an Actual Premium

You use the Actual Premiums window to maintain the criteria used to calculate an actual premium cost.

### To define an actual premium:

1. Enter the premium name or a description of the premium in the Name field.
2. Select the premium type in the Type field.
3. Select the premium payer in the Payer field.
4. Select the plan to which you are associating this premium.
5. Select an option in plan if you are associating this premium to an option.
6. Select the organization to which the premium is paid in the Supplier field.

   **Note:** The list of organizations is limited to those organizations that you attach to the plan or to the program containing the plan.

7. Select the Currency in which this premium is paid.

   **Note:** The Activity Reference Period is monthly for all actual premiums. This is a read-only field.

8. Save your work.

#### General Definitions

#### Deleting an Actual Premium

You can delete an actual premium that you have created in error if you have not associated the premium with a plan or an option in plan in which a participant is currently enrolled.

Use the end-dating feature of the system to de-activate an actual premium that is no longer valid.

## Defining Period-to-Date Limits

You use the Period-to-Date Limits window to date effectively define plan year contribution limits for plans or options in plan. When you define a standard contribution, you can associate a period-to-date limit for those plans or options in plan that require contribution restrictions.

You can base period-to-date limits on a person's accrued activity rate balance, as a percentage of their compensation, or based on a fastformula rule that you define.

### To define a period-to-date limit:

1. Enter a Name for this period-to-date limit.

2. Select a Determination Code that defines when the limit is reached.

#### Balance Region

3. Enter the maximum amount that a participant may accrue during a plan year for this balance in the Max Value field.

4. Select the period-to-date balance Type.

#### Compensation Region

You use the fields in the compensation region if you are limiting a period-to-date contribution as a percentage of a participant's compensation, or based on a derived compensation factor.

5. Enter the maximum percentage of a participant's compensation that can be accrued in this balance in the Max Percent field.

6. Select a compensation factor in the Factor field if you are using a derived compensation factor to determine the period-to-date limit for this balance.

7. Enter the Max Pay to Consider if you define a maximum compensation amount that the system considers when calculating a period-to-date limit based on a percentage

of compensation or a derived compensation factor.

#### Rule Region

8. Select a Rule if you are defining a period-to-date limit based on a FastFormula rule that you have written.

9. Save your work.

   You can now use the Standard Contribution/Distribution window to associate your period-to-date limit with the contribution activity rate for a plan or option in plan.

## Defining a Benefit Balance

You use the Benefit Balances window to enter and maintain benefit balances that you can link to persons or to formulas.

### To define a benefit balance:

1. Enter a Name used to identify the benefit balance.

2. Enter a Description of your benefit balance.

3. Select a Usage code.

   Your system administrator or benefits administrator defines the benefit balance usage codes as part of the system implementation.

4. Select the unit of measure in which this balance is expressed in the UOM field.

5. Select a Non-Monetary UOM for benefits not expressed in currency, such as stock options or shares.

6. Save your work.

   You can now associate this benefit balance with a person benefit balance or a formula.

# Flex Credits and Benefit Pools (Advanced Benefits)

## Flex Credit Calculations (Advanced Benefits)

Flexible benefit programs offer employees choices among benefits and coverage levels. Participants can receive flex credits for various reasons, such as service credits, health care credits, and credits from vacation sale.

You define flex credits in conjunction with flexible benefit programs so that participants have money to spend on benefits and coverage levels. Flex credits are defined by a special type of activity rate calculation.

You can define flex credits at the following levels in the compensation object hierarchy:

- Program
- Plan type in program
- Plan in program
- Option in plan
- Combination plan type in program
- Combination plans in program

If you are defining a flexible benefits plan, you must create a flex credit program and place the flex credit plan in that program.

### Benefit Pools (Advanced Benefits)

Benefit pools define how flex credits are grouped. They restrict the compensation objects that are funded by a flex credit calculation.

You define benefit pools in association with programs that provide flex credits so that when a participant enrolls in a flex program they have flex credits available to spend. You define the amount provided by a benefit pool by creating an activity base rate for the pool object.

*Excess treatment codes* restrict the distribution of flex credits left unspent by a participant. Excess credits may be rolled over into another compensation object (such as another plan), distributed as cash, or forfeited. You can define minimum and maximum rollover amounts and the order in which excess credits should be distributed.

Benefit pools can be defined at the following levels in the compensation object hierarchy:

- Program

- Plan Type in Program
- Plan in Program
- Option in Plan in Program
- Combination of Plan Types in Program
- Combination of Plans in a Program

## Defining Flex Credits (Advanced Benefits)

Regardless of the level at which you define flex credits, you must associate your flex credit definition with a compensation object that is part of a program. You cannot define flex credits for a benefit plan that is not part of a program.

You define the flex credits in a program in the Flex Credits window.

### To define general information for flex credits:

1. Enter or query the flex credit calculation you are defining in the Name field.
2. Select the Status of the flex credit calculation.

   **Pending:** This compensation object currently does not use these flex credits, but could in the future if you change the Status of these flex credits to Active. Select the Pending status when setting up flex credits that possibly may not become Active.

   **Active:** The system has applied these flex credits to a compensation object.

   **Inactive:** This compensation object currently does not use these flex credits.

   **Closed:** The system does not apply these flex credits to a compensation object.

#### On the General Tab

3. Select the Level of the compensation object hierarchy at which you are defining flex credits.
4. Select the Compensation Object for which are defining a flex credit calculation.
5. Select the Activity identifying the business function this activity rate performs.
6. Select a Tax Type to indicate the tax impact of these flex credits to participants, such as pre-tax or after tax.

#### On the Calculation Method tab

7. Select the Calculation Method the system uses when determining the flex credit rate for the selected compensation object.

The system redisplays the window based on the calculation method you select.

8. Enter or select one or more values based on your flex credit calculation definition. For example, if you select the Multiple of Compensation method, you might enter a multiplier of 10 with the operator Percent Of, and the compensation factor Pensionable Wages.

9. If you did not select the Flat Amount method, you can:

   - Enter a Lower Limit Value or Rule to define the minimum result of this flex credit calculation.

   - Enter an Upper Limit Value or Rule to define the maximum result of this flex credit calculation.

10. Save your work.

## Defining Regular Processing for a Flex Credit Activity Rate (Advanced Benefits)

You use the Processing tabbed region of the Flex Credits window to define the payroll processing of a flex credit calculation. You must define this information in conjunction with your element definition for this activity rate to be processed.

### To define regular processing for a flex credit activity rate:

1. Select a Source code to identify the system that processes this flex credit calculation.

2. Select a Recurring code to indicate if this flex credit calculation is processed once or on a recurring basis.

3. Check the Uses Variable Rate field if these flex credits are calculated using a variable rate profile.

   Do one of the following:

   - Check the Process Each Pay Period field if a payroll system processes this flex credit calculation every pay period.

   - Check the Uses Payment Schedule field to specify that one or more payment schedules must be defined if a payroll system processes this flex credits activity rate on a non-pay period basis.

     **Note:** The Process Each Pay Period and the Uses Payment Schedule check boxes are mutually exclusive.

In the Foreign Earning/Deduction block:

4. If a non-Oracle payroll system processes these flex credits:
   - Select the ID to identify this activity rate
   - Select a Type code of Earning or Deduction to specify how this system processes this calculation
   - Enter a Name to identify this payroll system

### Payment Schedule Window

5. Choose the Payment Schedule button to open the Payment Schedule window if you checked the Uses Payment Schedule field.
6. Select the Payment Schedule the payroll system uses to process this activity rate.
   - If no Payment Schedule meets your requirements, select a Rule.
7. Select the Pay Frequency code to specify how frequently the payroll system processes this activity rate for this Payment Schedule.
8. Check the Default field if the system assigns this payment schedule to this activity rate when the payroll system does not specify which payment schedule to use.
9. Close the Payment Schedule window.

### Activity Variable Rates and Rules Window

10. Choose the Variable Rates button to open the Activity Variable Rates and Rules window if you checked the Uses Variable Rate field.
11. Choose the Variable Rate Profile tab or the Variable Rate Rule tab depending if you are linking a variable rate profile or rule to this flex credit activity rate.
12. Enter a Seq (Sequence) number to specify the order in which the system processes the variable rate profile or rule.
13. Select a Variable Rate Profile or Rule to associate with this flex credit activity rate.
14. Close the Activity Variable Rates and Rules window.

### Period to Date Limits Window

15. Choose the Period to Date Limit button if you limit the number of flex credits a participant can receive during a given time period.
16. Select a Period-to-Date Limit to associate with this flex credit activity rate.

17. Save your work.

## Defining Partial Month Processing for a Flex Credit Activity Rate (Advanced Benefits)

You use the Partial Month tabbed region of the Flex Credits window to define how the system calculates a flex credit activity rate when a participant enters the plan mid-month.

### To define partial month rate processing for a flex credit activity rate:

1. Select a Partial Month Determination Code to specify how the system calculates these flex credits when the employee participates in this compensation object mid-month.
   - If special circumstances apply, select a Partial Month Determination Rule instead of a Partial Month Determination Code.
2. Select the Partial Month Effective Date Determination Code to specify how the system determines the effective date it uses to calculate a partial month contribution/distribution proration.
   - If the Partial Month Effective Date Determination Code values do not meet your requirements, select a Partial Month Effective Date Determination Rule.
3. Enter the Wash Rule Day if participants who enter this plan do not receive a flex credit allocation for the month when their coverage start date is *after* the wash rule day.
   - Conversely, participants who end coverage for the plan will not receive a flex credit allocation for the month when their coverage end date is *before* the wash rule day.
4. Choose the Partial Month button.
5. Select if this partial month activity rate starts or stops for this partial month period in the Start or Stop field.
6. Select a From day and a To day within the month that represent the starting and ending dates for the partial date range.

   Set the From day equal to the To day to prorate the flex credit calculation for a single day.
7. Select a Percent specifying the percentage of the total activity rate that the system uses to calculate the prorated rate for those persons whose enrollment coverage

dates fall within these From and To days.

- Or, select a Proration Rule that you have defined to calculate the prorated rate.

8. Select a Rounding Code to specify how the system rounds the result of this flex credit calculation.
9. If a Rounding Code does not meet your requirements, select a Rounding Rule.
10. Save your work.

## Defining the General Characteristics of a Benefits Pool (Advanced Benefits)

You define benefit pools to limit how a participant can spend flex credits and how excess flex credits can be rolled over, distributed as cash, or forfeited.

Benefit pools are always associated with a program, but you can also create pools at other levels within a program.

You can specify the percentage or amount of credits that can be distributed as cash based on the number of excess credits.

You use the Benefits Pools window to date effectively maintain benefit pools for your flex credit programs.

### To define the general characteristics of a benefits pool:

1. Enter a name for the benefit pool you are defining in the Name field.
2. Select the program to which you are associating this benefit pool.
3. Select the Level at which you are defining flex credits in this program.
4. Select the Compensation Object for which you are defining a benefit pool.

   **Note:** The list of available compensation objects is limited based on the level you select in step 3, page 5-174.

5. Choose the General tab, if it is not already selected.
6. Check the Include Program Flex Credits field if this is a program level pool.
7. Check the Automatically Allocate Excess field if excess credits from this pool are allocated based on your benefit pool definition and without the explicit choice of the participant.

8. Select a code in the Excess Treatment field that defines how a participant may use excess flex credits from this pool.

   **Receive as Cash or Roll to Another Plan:** The participant can choose to receive the excess flex credits as cash or roll the excess credits to another eligible plan.

   **Roll to Another Plan:** The participant can only choose to roll the excess credits to another eligible plan. They cannot receive excess credits as cash.

9. Select a Default Excess Treatment code to define the order in which excess flex credits are either distributed, rolled over, or forfeited.

   In the Percent block:

10. Enter the Minimum percentage of excess credits that can be distributed from this benefit pool as cash or check the No Minimum field if there is no minimum percentage.

11. Enter the Maximum percentage of excess credits that can be distributed from this benefit pool as cash or check the No Maximum field if there is no maximum percentage that can be distributed.

12. Select a Rounding Code or Rule if you are defining a rounding method for the percentage of excess credits that can be distributed from this benefit pool.

    In the Amount block:

13. Enter the Minimum amount of excess credits that can be distributed from this benefit pool as cash or check the No Minimum field to indicate that there is no minimum amount.

14. Enter the Maximum amount of excess credits that can be distributed from this benefit pool as cash or check the No Maximum field to indicate that there is no maximum amount.

15. Select a Rounding Code or Rule if you are defining a rounding method for the amount of excess credits that can be distributed from this benefit pool.

16. Save your work.

## Applying a Benefit Pool to a Plan and Option (Advanced Benefits)

You use the Application tabbed region of the Benefit Pools window to apply the benefit pool to a plan and the options in that plan.

### To apply a benefit pool to a plan and option:

1. Select the Plan to which you are associating this benefit pool. The system displays:

- The option or options associated with this plan
- The activity rate for each option
- The taxability of the option
- The effective dates for the association of this plan and option with this benefit pool

2. Repeat step 1, page 5-175 for each plan you are associating with this pool.

   **Note:** A credit pool can be applied to more than one plan. Likewise, a plan can be linked to more than one pool.

3. Save your work.

## Defining Rollover Rules for a Benefit Pool (Advanced Benefits)

You use the Rollover tabbed region of the Benefit Pools window to set up rollover rules that define how the system processes excess credits for a benefit pool. A credit pool can have different rollover requirements for different plans, and a plan that decrements more than one pool can be subject to multiple rollover requirements.

### To define the rollover rules for a benefit pool:

1. Select the Plan and Option to which flex credits from this pool rollover. The system displays:
   - The pretax activity rate for this option
   - The effective dates for the association of this plan and option with this benefit pool
2. Enter the Default Order in which the system rolls over credits into the plans and options in this pool.
3. Enter the increment by which flex credits can be rolled over as a percent or an amount in the Increment Percent and Increment Amount fields.
4. Select a Participant Eligibility Rollover Rule if you define a formula that limits the circumstances under which the credits from this pool can be rolled over.

#### Defining Benefit Pool Rollover Percentages and Amounts (Advanced Benefits)

You use the fields in the Percent and Amount blocks to define minimum and maximum rollover amounts and percentages for this credit pool.

1. Enter the Minimum rollover percentage for this benefit pool or check the No Minimum field if there is no minimum rollover percentage.

2. Enter the Maximum rollover percentage for this benefit pool or check the No Maximum field if there is no maximum rollover percentage.

3. Select a Rounding Code or Rule if you are defining a rounding method for the rollover percentages for this benefit pool.

In the Amount region:

4. Enter the Minimum amount or check the No Minimum field to indicate that there is no minimum amount.

5. Enter the Maximum amount or check the No Maximum field to indicate that there is no maximum amount.

6. Select a Rounding Code or Rule if you are defining a rounding method for the amounts for this benefit pool.

7. Save your work.

# Communications

## Communications

You send communications to potential, current, and former benefits participants to inform them about available benefits, rates, scheduled enrollment periods, and other information that you need to communicate.

You create a *communication type* to define:

- The conditions that trigger a communication
- The data that is extracted from the database which you can merge into a communication
- The communication delivery method and medium

You run the Participation batch process (in either of its four modes: Life Event, Scheduled, Selected, or Temporal) from the Concurrent Manager to extract data based on your communication type definition. Using the System Extract feature, this data can be extracted to a text file and then merged into the body of your communication.

### Communication Type Definitions

You can create definitions for communications that control different aspects of the communication.

For example, you can:

- Specify the date a communication is to be sent to a participant relative to a qualifying life event or a point in the enrollment cycle
- Indicate if the communication is a stand-alone item, or a piece in a kit
- Select a *usage type* that categorizes the communication, such as Reminder to Act or Confirmation of Action
- Limit the kinds of recipients who can receive a communication

### Communication Triggers

*Communication trigger* control the data that is extracted from the database when you run the Participation batch process. For example, the Pre Enrollment Literature trigger extracts a person's electable choices based on your *communication usage definition* and the parameters you select when you run the Participation process.

Communication triggers are seeded with the product.

## Communication Usages

As part of your plan design, you can define the condition or combination of conditions that must be present in order for a communication to be sent to a person. The conditions that you associate with a communication are called *usages*.

You select from the following criteria to limit when a communication is generated:

- Life Event
- Program
- Plan
- Plan Type
- Enrollment Period
- Action

Selecting more criteria for a communication limits the usage of the communication.

## Delivery

You can specify the method by which a communication is delivered, such as home mail delivery or email. You can also specify a delivery medium, such as paper or diskette.

Employees can specify a preferred delivery method and medium. This information is maintained on the People window. You can choose to override this information for a particular program or plan. Or, you can specify a default delivery method or medium for employees who do not specify a preference.

## Person Communications

You use the Person Communications window to maintain information about the communications that are requested by a participant or that are sent automatically as events occur in the plan year.

A participant can request to have a communication re-sent which has already been sent. Each time a communication is requested, the system tracks the request by generating a sequence number for that request. You can define the maximum number of requests that a person can make for a particular communication.

You can categorize communications into those that can be requested by a participant and those that can only be requested by a benefits specialist. A benefits specialist can select communications with a trigger type of Online Participant Based Literature Requests and Online Participant Service Representative (PSR) Based Requests. Participants are limited to making selections from communications with a trigger type of Online Participant Based Literature Requests.

When you define a communication type, you select the Always Send checkbox to indicate that the communication is sent whenever it is requested. If the box is unchecked, you must create a *communication usage* that specifies the program, plan, action type, or enrollment period to which this communication applies.

The participant's address appears on the window as it is entered in the Address window. You can override this address by selecting another address that exists in the database or by using the Address window to enter the address as a secondary address.

You also use the Person Communications window to enter delivery instructions, change the person's default delivery method and media, modify the date on which the communication is sent, and to specify if the communication requires inspection.

**See Also**

Determine Communications Batch Process, page 6-99

## Defining Communication Types

You define, update, and delete communication types in the Communication Types window. You complete your communication type definition by defining communication triggers, usages, and delivery information.

### To define a communication type:

1. Enter a Name for the communication type you are defining.

2. Optionally, enter a Short Name for this communication type.

   **Note:** Short names are also used to maintain instruction text for regions of self-service enrollment web pages. You must enter the short name in the following format: **BEN.REGIONNAME**. Exclude the **BEN** prefix from the regionname portion of short name.

   See: Benefits Enrollments, page 5-17 for a list of the required short names for each web page region.

3. Select a To Be Sent code or rule that defines when the communication should be sent relative to a life event or a given point in the enrollment cycle.

4. Select a kit code in the Part of Kit field to specify whether this communication is a single item (a piece), or one of several communication items in a kit.

   - Select the kit to which this piece belongs in the Kit Name field if this communication is one piece in a kit.

   - View the communication pieces that make up a kit by choosing the View Children button when you have selected a kit.

5. Check the Inspection Required field or select an Inspection Required Rule if this communication must be inspected before it is delivered.

6. Check the Always Send field if this communication should always be sent whenever it is requested or triggered.

   Alternatively, enter the maximum number of times this communication can be sent in the Max Number Available field.

7. Check the Track Mailing field if the system should track the delivery status of this communication.

8. Enter the maximum number of communication that a person can receive of this communication type in the Max Number Available field.

9. Select a Communication Type Rule that further refines the definition of this communication type.

10. Select a Usage type that categorizes this communication.

    Example usage types include Reminder to Act and Confirmation of Action.

    **Note:** Select a usage type of Self Service Instruction Text if you are configuring a self-service web page.

11. Select a Recipient Code that limits the type of benefits participant to whom this communication is being sent, such as a dependent.

12. Enter a Description of this communication.

13. Save your work.

## Defining When to Use a Benefits Communication

You use the Communication Type Usages window to define the conditions that generate an extract of communications data.

You also use this window if you are implementing web-based self-service enrollments and you want to write instruction text that appears in a region of a self-service window.

### To define a communication usage:

1. Enter or query a communication type in the Communication Types window.

2. Choose the Usages button.

3. Select a value for one or more of the following parameters to limit the conditions

under which communications data is generated.

- Life Event
- Program
- Plan
- Plan Type
- Enrollment Period
- Action

4. Select a Usage Rule if your criteria for determining the conditions under which communications data is generated cannot be fully accommodated by the usage criteria on this window.
5. Enter instructional text in the Self Service Description field that corresponds to the region of the self-service web page that you are configuring.
6. Save your work.

## Defining a Communication Trigger

You use the Communication Type Triggers window to link a trigger to your communication type definition. A trigger controls the kind of data that is extracted from the database when you run the Participation batch process.

For example, the Final Confirmation Literature trigger extracts a participant's benefit elections after the enrollment is closed.

### To define a communication trigger:

1. Enter or query a communication type in the Communication Types window.
2. Choose the Triggers button.
3. Select one or more triggers that you are linking to this communication type definition in the Type of Trigger field.

   **Note:** You select a trigger type of Online Participant Based Request or Online PSR Based Request to provide a list of communications that can be requested through the Person Communications form.

4. If special circumstances apply, select a trigger rule instead of a trigger type.

5. Save your work.

## Defining a Communication Delivery Method

You use the Communication Type Delivery Methods window to define the method and media by which a communication is delivered. A typical communication delivery uses the postal service as the delivery method and paper as the delivery medium.

1. Enter or query a communication type in the Communication Types window.
2. Choose the Delivery button.
3. Select the Delivery Method for this communication item, such as Email or Postal Service.
   - Check the Default field if this delivery method is the default to use when you do not know a person's preferred way to receive communications.
   - Check the Required field if you must always deliver this communication using this delivery method, regardless of a person's preference.
4. Select a Delivery Medium for this communication item, such as Paper or Diskette.
   - Check the Default field if this delivery medium is the default you use when you do not know a person's preferred medium for communications.
   - Check the Required field if you must always use this delivery medium for this communication, regardless of a person's preference.
5. Repeat step 4 for each delivery medium you associate with this delivery method.
6. Save your work.

# Online Benefit Services (Advanced Benefits)

## Online Benefits Administration (Advanced Benefits)

The system is designed with features that enable you to perform a variety of tasks from a central form called the Benefits Service Center.

You use the Benefits Service Center window if the requirements of your organization include the need to perform various benefits and HR-related functions in a real-time environment.

Common requests that you can process include changing a person's address or phone number, adding a dependent or beneficiary, or changing a person's marital status. These and other changes may trigger a life event that enables enrollment, change in enrollment, or de-enrollment in one or more benefits.

Using this window you can:

- Authenticate a caller's identity
- Perform a variety of desktop activities, such as viewing current enrollments, sending communications, and entering personnel changes
- Evaluate changes to a person's record for enrollment impact
- Enroll eligible participants in benefit plans

You can link the Benefits Service Center to the Oracle TeleService Quick Menu, if you use this customer service application.

See: Setting Up Quick Menu, *Oracle TeleService Implementation Guide*

### Caller Authentication

You can verify the identity of a caller using your organization's authentication criteria. You query the person's record based on the authentication criteria provided by the caller. If the caller's information is authentic, the query displays information about the person such as their address and any life event that is currently active for the person.

If necessary, you can use the results of the query for further caller authentication.

### Desktop Activities

The action you take after you authenticate a caller's identity depends on the caller's request, the status of any open life events, and the person's electable benefit choices, if applicable.

You can select an action or form from a list of desktop activities based on the caller's

request. For example, you select the People form if the person needs to change their address. You select the Person Communication form if the person is requesting literature about a benefit plan that you offer.

During implementation, a system administrator can configure the desktop activities available to users of the Benefits Service Center. If you configure the People window (PERWSHRG) with custom workflows or taskflows, you can restrict access to the customized form by user responsibility.

A system administrator links the customized Person form function to the menu for the appropriate responsibility. Then, in the Maintain Online Activities window, the administrator selects the version of the Person form available from the Desktop Activities list.

### Online Life Event Management

A special feature of online benefits administration is the ability to process a life event in real-time. When you query a person's record, the system indicates if the person has an open life event.

When you process the life event, the system determines if the life event results in the creation of electable benefit choices for the person. You can then enroll a person in one or more benefit plans for which they are eligible based on this life event.

## Maintaining Online Activities (Advanced Benefits)

You use the Maintain Online Activities window to select the forms and functions that are available to the user in the Desktop Activities list of the Online Benefits Services form.

> **Note:** You use this form to override the default list of activities. Activities that you select in this form completely replace the default list.

If you configure the People window (PERWSHRG) with custom workflows or taskflows, you can restrict access to the customized form by user responsibility.

#### To add an activity to the desktop activities list:

1. Query the current list of desktop activity functions.
2. Enter the Seq (sequence) number in which the function displays in the desktop activities list.
3. Select the function in the Function Name field.
4. Enter the name of the function as it should appear in the desktop activities list in the User Function Name field.

5. Select if this item is a form or a function in the Type field.

6. Enter the Start Date on which this form should appear in the desktop activities list.

7. Enter the End Date to indicate the last date on which this form should appear in the desktop activities list.

8. Save your work.

## Maintaining Pop Up Messages (Advanced Benefits)

You can use the Maintain Pop Up Messages window to customize the messages that appear on certain forms based on particular events that you select.

> **Important:** As a prerequisite, you must first use the Messages window to write the message that you associate with a form and an event. You must name the message with the BEN prefix and select Oracle Advanced Benefits as the application.

### To associate a pop up message with a form and an event:

1. Enter a name for the pop up message in the Name field.

   In the Function block:

2. Select the Name of the function with which you are associating this message.

   - Select the Block associated with this message if the message is limited to a particular block in the form.

   - Select the Field associated with this message if the message is limited to a particular field in the form.

3. Select the event that triggers the message in the Event field.

   In the Formula block:

4. Select the Name of the formula with which you are associating this message if the message is limited to a particular formula in the form.

5. Check the No Formula field to indicate that the system should not process any formula that you have defined for this message.

   In the Message block:

6. Select the message in the Name field.

   You can view the message text by scrolling to the Description column of the list of

values for the field.

7. Select the message display type in the Type field.

   For example, you can choose to display the message with a Cancel button or an OK button.

8. Enter the start and end date to limit the time period when the message displays.

9. Save your work.

# 6

# Administration for Health and Welfare Management

## Administration for Health and Welfare Management Overview

Use the administration features of Standard and Advanced Benefits to manage your benefits programs.

Use the enrollment windows to process benefits participants into plans and options. You can view monthly premiums for a participant or a compensation object and make premium adjustments if required. Run the system extract batch process to compile enrollment records for transfer to third-party benefits administrators. When you need to update rates and premiums, you can use the Total Compensation Setup Wizard to update multiple rates simultaneously in the wizard or in a spreadsheet.

Advanced Benefits includes all the components of Standard Benefits plus features for pre-enrollment administration, processing default and automatic enrollments, recording expense reimbursements, and modeling benefits eligibility.

See: Advanced Benefits Administration: Overview, page 6-4

Use the implementation features of Standard and Advanced Benefits to set up your benefits programs.

See: Standard and Advanced Benefits Setup: Overview, page 5-1

See: Advanced Benefits Setup: Overview, page 5-3

### Features Common to Standard and Advanced Benefits

Standard and Advanced Benefits administration share a number of common features:

- **Enrollment Management**: Enroll participants in plans and options for which they are eligible. It includes enrollments entered by benefits administrators, as well as web-based self-service enrollments. The system provides the following enrollment forms:

- Use the **Non-Flex** enrollment form for most programs that are not funded by flex credits.
- Use the **Savings Plan** enrollment form for plans such as 401(k) plans in the U.S. and stock purchase plans.
- Use the **Miscellaneous Plan** enrollment form for plans you define that are not part of a program.
- Use the **Flex** enrollment form if you are an Advanced Benefits customer and you offer programs that you fund by flex credits.

- **Continuing Benefits Administration**: For benefit plans your enterprise offers to terminated or retired employees, such as COBRA in the U.S., you can control continuing eligibility, enroll participants, and record continuing benefits payments.
- **Premium Calculation**: Run the Premium Calculation process to determine monthly premiums. You can view and adjust premiums for a participant or a compensation object.
- **System Extract**: The product's system extract features let you manage the extract, format, and delivery of benefits data to organizations such as third-party benefit administrators.

## Administering Benefits Using SSHR

Your implementation team can set up Oracle HRMS so that employees and other eligible participants process their own enrollments using a web browser. You can configure SSHR so that an HR professional receives a workflow notification when a participant updates an enrollment.

You can also configure SSHR to allow your participants to search through a third party database of primary care providers.

## Reporting on Benefits

You can assign programs and plans to reporting groups that you define, then generate reports to meet regulatory or other reporting needs. You can write your own reports, or select from reports delivered with Oracle HRMS.

Various predefined reports let you monitor the enrollment cycle during and after an election period, reconcile premiums, and, for Advanced Benefits, track life events.

See: Reports and Processes in Oracle HRMS, *Oracle HRMS Configuring, Reporting, and System Administration*

## Key Concepts

To broaden your understanding of Standard Benefits Administration, and administrative features common to both Standard and Advanced Benefits, see:

Running the Maintain Participant Eligibility Process (Standard Benefits), page 6-7

Enrollment Management, page 6-41

Running the Eligibility and Enrollment List Report, page 6-8

Running the Benefits Enrollment and Confirmation Reports, page 6-67

Recalculate Participant Values Overview (Standard Benefits), page 6-87

Running the Premium Reconciliation Process, page 6-89

## Advanced Benefits Administration: Overview

Advanced Benefits enables benefits administration based on life events that occur to participants. You can generate enrollment actions, activity rate changes, and communications based on predefined life events or events you define.

### Advanced Benefits Features

In addition to the core features available with Standard Benefits, Advanced Benefits comprises several distinct features:

- **Participation Management**: The system lets you trigger enrollments, activity rate changes, and communications based on the occurrence of a life event to a primary participant or dependent.
    - **The Participation Process**: This is the process you run from the concurrent manager to determine eligibility, electable benefit choices, and activity rates for your participants before you process enrollments.
    - **View Participation Information**: Based on the results of the Participation Process, you can view a participant's electable choices, active life events, and current elections.
    - **Potential Life Events**: The application creates a potential life event when the Participation Process detects a database change that you have defined as indicating the occurrence of a life event. You can manually create potential life events for a person and you can void and back-out life events.
- **What-if Eligibility**: This feature lets you model eligibility, electable choices, and pricing information for a person based on a potential life event. Changes that you model do not effect a person's actual record.
- **Online Benefits Administration**: This feature is useful for HR call centers. Using

the Benefits Service Center, you can record a change to a person's HR record, evaluate the change for enrollment impact, and process an election online all from a centralized form. You control the application windows, reports, and processes available to your benefits administrators.

- **Communications**: You send communications to inform employees and other individuals about benefits, enrollment periods, and other information that you need to communicate to a range of potential and former benefits participants.

- **Reimbursement Requests**: If you define a flexible spending account plan or a plan that offers reimbursable goods and services, you can record a participant's reimbursement request as part of the process of managing expense reimbursements.

### Key Concepts

To learn more about Advanced Benefits Administration, see:

Participation Batch Processes, page 6-11

Participation Management, page 6-19

Running the Life Events Summary Report, page 6-26

Modeling a Person's Benefits Eligibility, page 6-36

Online Benefits Administration, page 6-38

## Standard and Advanced Benefits Administration

Oracle HRMS provides a complete solution for Total Compensation management. Your Oracle Human Resources license includes the Standard Benefits feature set that enables you to manage your enterprise's benefit offerings.

The Oracle Advanced Benefits license provides the Standard Benefits feature set plus additional functionality enabling you to design flexible benefit programs and to administer benefits based on life events.

See: Advanced Benefits Administration, page 6-5

### Standard Benefits Administration

Standard Benefits provides the functionality you need to administer benefit programs that do not offer flex credit based benefits. The Standard product is also useful if you outsource a significant portion of your benefits administration.

### How do I enroll a person in a plan?

If your organization favors a centralized form of benefits administration, you can have your benefits practitioners or other personnel record participant elections. A more distributed method of enrollment is available with web-based self-service enrollment

forms.

## Can you override eligibility and enrollment results?

You can enroll participants in plans for which they have been found ineligible and you can override a participant's benefit elections. You can also define whether or not a person can elect to waive participation in a benefit for which they are eligible.

## Can you administer benefits-related court orders with the application?

For US users, Standard Benefits supports the administration of Dependent Coverage Orders and Qualified Domestic Relations Orders (QDROs). For Dependent Coverage Orders, you can require that a participant cover a dependent named in a court order (typically for health coverage). For QDROs, you can define a payment amount or percentage that is withheld from an individual and any benefit distribution restrictions.

## How do you export benefits records to a third party administrator?

Because many plan sponsors outsource at least a portion of their benefits administration, the system enables you to extract and format benefits data for transmission to a third party. You can limit the records that are extracted based on a variety of factors, including only extracting records that have changed since the last system extract.

## Advanced Benefits Administration

By licensing Advanced Benefits, you can also fulfill the following business requirements.

## How do I automate benefits administration?

In your plan design, you define the qualifying life events that generate enrollment actions and participant communications. Batch processes that your system administrator can schedule to run on a nightly basis detect when a life event has occurred to a participant. Enrollment opportunities are then generated for the participant based on the life event and the rules of your plan design.

You can also define automatic and default enrollments to reduce the time you spend processing enrollments.

## Can you model enrollment eligibility?

You can use the product for "what-if" eligibility modeling. For a given person, you can view what their benefit eligibility results would be if a particular life event occurred. The system does not save these results.

## Can you automate when benefit communications are delivered?

You can send a communication to a person in conjunction with a life event. For example, you can run the *communications batch process* to send an enrollment kit to a group of employees in advance of a scheduled enrollment period. You can also automatically send a communication when an action item must be completed before an enrollment is valid.

# Participant Eligibility Management (Standard Benefits)

## Maintain Participant Eligibility (Standard Benefits)

If you use Standard Benefits in Oracle HRMS, you can determine eligibility and ineligibility for current and potential benefits participants through the Maintain Participant Eligibility batch process.

If the eligibility process finds a person *newly eligible* for one or more compensation objects, the process creates or updates the person's eligibility record. Typically, a gain in eligibility indicates an enrollment opportunity.

If the eligibility process finds a currently enrolled participant ineligible, the process de-enrolls the participant from the newly ineligible compensation object and ends the participant's coverage and rate.

> **Note:** You can define an Oracle Alert to notify a benefits administrator, participant, or other personnel when the process detects a change in eligibility status. For example, you can send an alert to an administrator indicating that the process has de-enrolled a participant. The administrator can then process an unrestricted enrollment to determine if the participant has any new enrollment opportunities, such as for continuing coverage.

Schedule this process before your payroll run so that deductions are not calculated for coverages which should be ended. You should also run the process before writing system extracts to transmit coverage changes to third party carriers.

See: Running the Maintain Participant Eligibility Process, page 6-7

## Running the Maintain Participant Eligibility Process (Standard Benefits)

As a Standard Benefits user, you run the Maintain Participant Eligibility Process on a regular basis to manage eligibility for your employer-sponsored benefits programs.

You run this process from the Submit Requests window.

### To run the Maintain Participant Eligibility Process:

1. Select the Maintain Participant Eligibility Process in the Name field.
2. Enter the Parameters field to open the Parameters window.
3. Enter the Effective Date on which you are running the process.

4. Select one or more parameters to limit the eligibility determination to a segment of your employee and benefits participant population.

   For example, you can determine eligibility for participants currently enrolled in a particular benefits plan or for employees in an organization you select.

5. Select a Person Selection rule to restrict the process to persons who need to be de-enrolled. For example, persons who are newly terminated or deceased and currently enrolled in an active program.

   Reducing the number of persons selected by the Maintain Participant Eligibility Process improves application performance by reducing the number of records written to the eligibility tables.

6. Choose the OK button.

7. Complete the batch process request and choose Submit.

## Running the Eligibility and Enrollment List Report

Run the Eligibility and Enrollment List to display the total number of eligible and enrolled participants in plans used for Standard and Advanced Benefits and Individual Compensation Distribution. The report also lists recently ineligible and de-enrolled participants.

Recently ineligible persons are those people found ineligible in a compensation object for which they were previously eligible.

This report enables you to:

- Reconcile total participant counts with third-party providers
- Determine the effectiveness of a plan by comparing the number of eligible people to the actual number of enrolled participants
- Monitor trends in changes to the volume of currently enrolled participants
- Analyze the impact of potential changes to plan offerings on participants
- Generate a mailing list of currently enrolled participants

You run reports from the Submit Requests window.

### To run the Eligibility and Enrollment List:

1. Select Eligibility and Enrollment List in the Name field.

2. In the Parameters window, enter the Reporting Start Date and the Reporting End Date to limit the eligibility and enrollment list to this period.

To view eligibility results, enter the eligibility start and end dates. Or, enter coverage start and end dates for enrollment results.

3. You can also select other criteria to limit the results of the report:

   - Person, Person Type
   - Program
   - Plan Type, Plan: limits the report to the selected plan type or the plan.

     **Note:** You must select either the Plan Type or the Plan.

   - Plan Not in Program
   - Option
   - Enrollment Method (select a value of **Generated** for enrollments processed through data conversion or IVR transaction)
   - Person Selection Rule
   - Organization
   - Location
   - Benefits Group
   - Reporting Group
   - Payroll
   - Person Identifier: the report displays the selected identifier.
   - Sort Order 1 to Sort Order 3: sorts the report based on your selection.

4. Indicate if you want to view report results such as:

   **Note:** The default value for the following is Yes:

   - Display Eligibility and Enrollment Summary: lists people who are Eligible, Currently Enrolled, Enrolled by each Enrollment Method Type, Newly De-enrolled, and Newly Ineligible.
   - Display Enrolled Participants by Plan: lists people enrolled for the selected plan.

- Display All Enrolled Plans by Participant: lists all plans in which the selected participant is enrolled.
- Display Mailing Address: displays participant address details in the Enrolled Plans by Participant Section.
- Display Email Address: displays participant email addresses in the Enrolled Plans by Participant Section.
- Display Date of Birth: displays participant date of birth in the Enrolled Plans by Participant Section.
- Display Gender: displays participant gender in the Enrolled Plans by Participant Section.

5. Choose OK.
6. In the Submit Request window, verify the parameters you selected, set the schedule and the options for running the report.
7. Choose the Submit button.

# Participation Management (Advanced Benefits)

## Participation Batch Processes (Advanced Benefits)

The Participation batch process uses your plan design to determine eligibility and enrollment information for the persons and benefit plans that you select. When you run the batch process, the system performs the following actions:

- It determines how system-triggered life events impact a person's eligibility, electability, enrollment, de-enrollment, activity rates and coverage.
- It creates related person life events based on these system-triggered life events.
- It determines when automatic enrollment is appropriate for benefits, and then automatically enrolls those eligible persons.
- It de-enrolls participants who lose their eligibility in programs, plans or options and cancels any of their related current enrollment events.

How often you run the Participation batch process depends on the size of your employee population and the timing of your payroll run. Typically, plan sponsors with large employee populations will run the Participation process daily. Because temporal life events (such as birthdays and length of service anniversaries) occur each day for employees of such large enterprises, these events impact employees' eligibility and electability on a daily basis.

On the other hand, a small employer using a single, biweekly payroll run for all of its employees might find running the Participation batch process before each payroll run sufficient.

When the system encounters multiple active life events, it processes the one with the earliest effective date first. A person can have more than one potential life event at a time, but only one active life event at any point in time.

The Participation process produces a user log file that details what operations took place and what database objects the system updated.

### Running the Participation Process for Terminated Employees

After processing employee terminations, Advanced Benefits customers run the Participation Process in life event mode to de-enroll a person from any compensation objects.

> **Note:** You should set up the application to detect a life event based on termination. Standard Benefits users can de-enroll a terminated

employee by processing an unrestricted enrollment or by running the Maintain Participant Eligibility process.

Because you define all benefits elements with a termination of Final Close, the HR termination process end-dates the person's benefits element entries based on the Final Process Date. However, the Participation process recalculates the element entry end date based on the activity rate end date code for a compensation object according to the following rules.

- If the Participation process derives an element entry end date that is earlier than the date derived by the termination process, the Participation process resets the element entry end date to the new date.
- If the Participation process derives an element entry end date that is earlier than the date of an existing payroll run result, the Participation process sets the element entry end date to the run result date.
- If the Participation process derives an element entry end date that is later than the date derived by the termination process, the Participation process errors for that person. In this instance, an HR professional must reverse the termination and set the Final Processed Date to a future date.

**Note:** The Participation process only updates the end dates of element entries for elements attached to standard activity rates.

## Modes of the Participation Batch Process (Advanced Benefits)

You select a run mode for the Participation process based when you are determining eligibility for a scheduled enrollment or an enrollment based on a life event. You can run the process so that results are not saved or so that results are saved to the database.

The following table describes the different batch process modes.

## Batch Process Modes

| Batch Process Mode | Description |
|---|---|
| **Selection** | Determines eligibility for selected persons for selected compensation objects, but does not create electable choices. You can use Selection mode when determining how many persons are eligible for a compensation object. You can choose to commit the eligibility results to the database or rollback the results of the batch process and not update the database. |

| | |
|---|---|
| **Scheduled** | Determines eligibility, electable choices, and enrollment information for selected persons for selected compensation objects based on a scheduled enrollment event. This mode also determines eligibility for the dependents and beneficiaries of eligible participants. |
| **Life Event** | Determines eligibility, electable choices, and enrollment information for selected persons for selected compensation objects based on a life event. This mode also determines eligibility for the dependents and beneficiaries of eligible participants. |
| **Temporal** | Determines temporal life events based on the derived factors of compensation level, percent of full-time employment, hours worked in period, age, length of service, and combination age and length of service. **Note:** Life events created by the temporal process must be processed in life event mode. |

## Purging Batch Related Tables (Advanced Benefits)

Each time you run one of the following batch processes the system creates an audit log if you set the Audit Log parameter to Yes:

- Close Action Items Process
- Close Enrollments Process
- Default Enrollment Process
- Participation Process: Life Event
- Participation Process: Scheduled
- Participation Process: Selection
- Participation Process: Temporal
- Temporal Communications (Action Item Reminder)
- Temporal Communications (Emerging Events)
- Temporal Communications (Enrollment Reminder)
- Temporal Communications (Mass Mailing)

Audit log files accumulate until you purge them. You should periodically purge batch

related tables to help the system run more efficiently.

If the audit logs become full, the application prevents you from running any of the processes which create an Audit log. Run the purge process, then restart the process which was interrupted when the log became full.

**Note:** By default, the application sets the Audit Log parameter to No.

The Participation Audit Activity Purge process protects ongoing activities by purging data only from completed batch processes. Purging the audit logs does not affect life event or election information.

You can purge the log associated with a single concurrent request ID or purge all logs that were created for a Business Group on a date you select.

The process purges data from the following tables:

- BEN_REPORTING
- BEN_PERSON_ACTIONS
- BEN_BENEFIT_ACTIONS
- BEN_BATCH_RANGES

## Life Event Back-out in Batch Mode

You run the Life Event Back-out process from the Concurrent Manager when a life event has been started for a group of persons in error. For example, you might run this process if a salary increase is incorrectly applied to a group of persons, or if a transfer has been incorrectly processed for an organization.

You can back-out all kinds of life events, including:

- Temporal life events (such as number of hours worked)
- Scheduled life events (such as an open enrollment period)
- Explicit life events (such as an address change or assignment transfer)

When you back-out a life event, the system marks all electable choices and related information, such as payroll contributions, dependent designations, and communications, with a status of *backed-out*.

Life events can be backed out that have a status of *started* or *processed*; you can only back-out a person's most recent life event.

You select run-time criteria to control the persons for whom you are backing out a life event. If you use *person selection criteria*, such as organization, the person must meet *all* the criteria you specify.

If you do not select person criteria, the process backs out the life event for all persons who experience the event within the date range you specify.

> **Note:** Enter the same date in the From Occurred Date and To Occurred Date fields to run the life event back-out process for a single date.

You can view the results of the Life Event Back-out process in the Process Report. The Summary Report identifies the run-time parameters you selected and provides the total number of persons for whom the selected life event was backed-out.

> **Note:** Use the Person Life Event window to back-out a life event for a single person.

You can purge person data associated with backed-out and voided life events to reduce the volume of data that you store.

See: Purging Person Data for Backed-Out and Voided Life Events, page 6-29

## Benefits Batch Processes (Advanced Benefits)

After you run the Participation batch process to determine eligibility and electable choices for your benefits participants, you use the following batch processes to help you process your enrollments:

- Default Enrollment Process
- Close Unresolved Action Items Process
- Close Enrollments

### Default Enrollment Process (Advanced Benefits)

You run the Default Enrollment batch process to enroll a participant into a plan when the participant fails to make an election by a certain date and you have defined a default enrollment for a plan or option.

You also use this process to enroll a participant in a plan or option that you define as mandatory if the person fails to elect this required plan or option by a certain date.

As a prerequisite, you run the Participation batch process before you run the default enrollment process so that eligible participants can be identified.

The Default Enrollment process also determines any action items that must be completed before the enrollment is considered valid.

> **Note:** If a participant is currently enrolled in a plan or option that is not

a default for this enrollment period, the default enrollment process will **de-enroll** the participant from the compensation object if the participant has not made an explicit election.

## Close Unresolved Action Items Process (Advanced Benefits)

As part of your plan design, you define the action items that are required for an enrollment to be valid. You can also define action items as optional.

For example, you may require that a person must provide the date of birth for all dependents covered by a plan if the participant enrolls in the Employee Plus Family option of a medical plan.

You use the Close Unresolved Action Items batch process to close any required or optional action items that have not been completed by the participant. This process also deletes any suspended enrollments for the persons who meet the criteria you specify.

You run this process before you run the close enrollment process.

## Interim Enrollments

If a plan that you include as a parameter in this process provides interim coverage to a participant with a suspended enrollment, the process closes the suspended enrollment and preserves the interim coverage. The interim coverage is effective until the interim coverage end date that you define in your plan design.

## Close Enrollments Batch Process (Advanced Benefits)

You run the Close Enrollments batch process to close a person's enrollment after elections have been made and to resolve any incomplete election information. This process marks a person's qualifying life event reason as *processed*.

Use one of the following close modes when you run the Close Enrollments process:

- **Force Close** closes a person's life event regardless of the enrollment period or any pending workflow approvals.
- **Normal Close** closes a person's life event only after the enrollment period has passed for all unenrolled choices.
- **Preserve Pending Transactions** performs a force close if the process finds no pending workflow approvals.

## Maintain Designee Eligibility (Advanced Benefits)

Some benefit plans require that dependents covered under the plan meet certain eligibility criteria in order to receive coverage. For those plans that require dependents

to be under a certain age, you need to run the Maintain Designee Eligibility batch process to determine when a dependent becomes *ineligible* for benefits coverage based on an age change.

This change in age is called *aging out* of a benefit.

## Activity Summary Reports (Advanced Benefits)

Each time you run an enrollment batch process or the Maintain Designee Eligibility batch process, the system automatically generates the Activity Summary Report. You can also run this report directly from the Concurrent Manager.

The activity summary report groups information about a batch process into four main categories:

#### Processing Summary

- Number of participants successfully processed
- Number of participants processed in error
- Number of participants unprocessed
- Total number of participants selected

#### Successful Processing Summary- By Event Type

- Number of participants with a life event created
- Number of participants without a life event created
- Number of participants with a temporal life event created
- Total number of participants successfully processed

#### Successful Processing Summary- By Action

- Number of participants without a life event created
- Number of participants with a **new**life event created
- Number of participants with a **replaced** life event
- Total number of participants successfully processed

#### Error Summary

- The activity summary report also lists the total number of errors in the batch process categorized by error type.
- This report also includes standard report header information such as the Business Group for which the report was run, the execution start and end times, and the number of people selected and processed in the batch run.

## Audit Log Report (Advanced Benefits)

Each time you run an enrollment batch process, the system automatically generates the Audit Log Report. You can also run this report directly from the Concurrent Manager.

The audit log identifies each person in the report by personal and assignment information such as their name, social security number or national identifier, job title, grade level, and organization.

For an audit log report that you generate against a Participation batch process that is run in Life Event mode, the audit log displays information about the life events processed in the batch run.

This report also includes standard report header information, such as the Business Group for which the report was run, the execution start and end times, and the number of people selected and processed in the batch run.

## Errors By Error Type and Errors By Person (Advanced Benefits)

Each time you run an enrollment batch process, the system automatically generates the Errors By Error Type Report and the Errors By Person Report. You can also run these error reports directly from the Concurrent Manager.

Both reports return the same error data but format the data in different ways. The Errors By Error Type Report lists all the errors that occurred for the batch process you select. For each error type, the report lists all the persons with this error and their social security number or national identifier.

The Errors By Person Report lists all the errors that occurred for each person with an error in the batch process you select.

Both reports also include standard report header information such as the Business Group for which the report was run, the execution start and end times, and the number of person selected and processed in the batch run.

## Restart Process (Advanced Benefits)

If a batch process stops processing before it is complete due to errors or other reasons, you can restart the batch process. The following benefits batch processes can be restarted:

- Participation Process
- Default Enrollment
- Close Unresolved Action Items
- Close Enrollments

**Note:** You use the Batch Process Parameters window to specify the maximum number of errors that can occur for a batch process before the process is aborted.

# Participation Management (Advanced Benefits)

You run the Participation batch process from the Concurrent Manager to determine eligibility and electable choices for those persons who meet the batch process selection criteria that you specify.

The results of the Participation process contain participation information that you can review before you record any participant's benefit elections.

For each person included in the Participation process results, you can review the compensation objects for which the person is eligible or ineligible, activity rate amounts, the life event reason that determined the electable choice, and other enrollment related information.

You can manually generate a life event for a person, or void a life event that was created in error, if you need to supplement the results of the Participation process.

The system also provides a "what-if" eligibility modeling feature that lets you enter proposed data changes to a participant's record and then view the eligibility results that would occur. The eligibility modeling feature is useful for helping a participant understand how a potential life event, such as a marriage or a work re-location, will effect their benefits eligibility.

## Participation Information (Advanced Benefits)

You use the View Participation Information window to display, by person, the eligibility results of the Participation batch process. The following data is displayed according to the structure of the compensation object hierarchy:

- All programs, plans, and options in plan for which a person is eligible
- All programs, plans, and options in plan for which a person is *ineligible* if you check the Track Ineligible Person field for that compensation object in your plan design
- Standard activity rates and actual premiums for plans and options in which a person is enrolled

**Important:** In order to ensure that the information you display for a person is current, you must first run the Participation batch process for that person.

## Life Events and Electable Choices (Advanced Benefits)

After you run the Participation process, you can use the Person Life Event window to view any active life event or potential life events that were created for a person. You can also manually create or void a potential life event.

### Active Life Events

For active life events, you can view the status of the life event, including when the event occurred, when it was processed, and when it was closed.

You can also view any enrollment opportunities that were created for a person and any elections made by the participant in association with the active life event. This information includes:

- Enrollment period dates
- Enrollment coverage dates
- Assignment dates for default and automatic enrollments
- Benefit limitations such as required certifications or earliest de-enrollment dates
- Activity rate information

### Potential Life Events

Potential life events are database changes that the system detects based on your life event reason definitions. You can review potential life events for a person to ensure that life events are correctly defined, detected, evaluated, and processed.

The system displays the following information for each potential life event detected for a person:

- Status
- Enrollment period start date, if applicable
- Processing dates, such as the date the event occurred and the date it was detected

### Person Life Event Security

You can define a user role that restricts which participant life events display on the Person Life Events window when accessed by various HR professionals within your enterprise.

For example, you can restrict employees in your Benefits department from viewing life events related to compensation. Similarly, you can ensure that a Compensation Administrator sees only compensation-related life events.

See: Setting Up a Role Based on a Life Event, page 6-25

### Manually Created Life Events and Voided Life Events (Advanced Benefits)

You can manually create a life event for a person if the system fails to detect a life event based on your life event definitions. You then run the Participation batch process to create a potential or active life event from the manual life event.

You can void potential life events that the system detects in error. Invalid potential life events may be created if your life event definitions do not fully account for situations where the system detects multiple life events.

### What-if Eligibility (Advanced Benefits)

You can model eligibility for benefits based on proposed changes to a person's HR record. When you model eligibility, changes are not saved to the database, so you can view different eligibility scenarios without having to manually rollback data.

For example, you can inform an employee of the benefits impact of a re-location or a change in weekly hours worked. You can view eligibility, electable choices, and a plan or option's enrollment rate.

When you model eligibility, the system ignores current life events that are in progress for a given person. What-if eligibility is based only on the data changes you elect to model.

#### Prerequisites

- Define the life events for your benefits program and link one or more person changes to each life event

  **Note:** You cannot model eligibility for scheduled life events.

When you define a person change for a life event, you enter a What-if Label that appears as the field label for the data changes you can model.

## Runtime Parameters for the Participation Batch Process (Advanced Benefits)

You select runtime parameters to limit the persons and compensation objects that the system processes when determining eligibility, electable choices, and enrollment information. The parameters that the system displays for selection depend on the mode you select for your batch run. Effective date, derived factor, and validate are required parameters. Some parameters contain default values that you can override if necessary.

**Note:** A person or compensation object must meet all of the criteria, based on the parameters you select, in order to be included in the batch process run result.

**Note:** The Participation batch process only processes compensation objects with an active status.

An alphabetical listing of all possible runtime parameters follows.

**Benefits Group**Select a Benefits Group to specify that the system process persons assigned to this Benefits Group.

**Comp Object Select Rule** Select a formula to limit the compensation objects that are processed in the batch run.

**Derived Factors** This parameter is required. Select Yes (default) to instruct the system to calculate derived factors (such as age and length of service) in order to determine participation eligibility and activity rates for a compensation object.

Select No if you do not use derived factors to determine participation eligibility or activity rates for the compensation objects you are processing in this batch run.

**Effective Date**This parameter is required. Enter the date to use for the Participation process. It is used for determining eligibility, electability, and as a reference point for determining other dates such as start and stop dates for enrollment/coverage and rates.

If you select a mode of Life Event, the Effective Date refers to the date the life event occurs.

If you select a mode of Scheduled or Selection, the Effective Date refers to when this person's elections take effect, such as 1 Jan 2000.

**Eligibility Profile**This parameter is only used for the Selection mode. Select an Eligibility Profile to specify that the system process all persons for all active compensation objects that use the selected eligibility profile.

**Enrollment Start Date** This parameter is only used for the Scheduled mode. Enter the enrollment start date to specify that the system process only persons with this enrollment start date.

**Legal Entity**Select a Legal Entity (GRE) to specify that the system process all active employees (and their related persons) whose primary assignment is to the Legal Entity (US only).

**Life Event** This parameter is only used for the Life Event mode and Temporal mode. Select a Life Event to specify that the system process persons experiencing this Life Event.

**Life Event Occurred on Date** This parameter is only used for the Scheduled mode. Enter the life event occurred on date to specify that the system process only persons experiencing a life event that occurred on this date.

**Location**Select a Location to specify that the system process all employees (and their related persons) assigned to that Location.

**Only Programs** Select Yes to specify that the system process all persons for all programs.

**Plans Not in Programs** The system does not determine eligibility, electable choices, or enrollment information for any plans in programs or options in plans.

Select Yes to specify that the system process all persons for all not in program plans.

**Option Name** This parameter is only used for the Selection mode. Select the name of the option whose participants and eligible persons the system processes during this batch run.

**Organization**Select an Organization to specify that the system process all employees (and their related persons) whose primary assignment is to the Organization.

**Payroll**Select a Payroll to specify that the system process employees (and their related persons) whose primary assignment is to this Payroll.

**Person Name**Select one person for processing.

**Person Selection Rule** Select a FastFormula rule designed to limit which persons are processed by the batch run. The Person Selection Rule and the Person Name parameters are mutually exclusive.

**Person Type**Select one person type for processing.

**Plan Name** Select the name of the plan whose participants and eligible persons the system processes during this batch run.

**Plan Type**Select the Plan Type whose participants and eligible persons the system processes during this batch run. This includes all active plans and options in plan of the selected plan type.

**Postal Zip Range**Select a Postal Zip Range to specify that the system process employees (and their related persons) whose primary assignment is located within or is equal to this postal or zip code (US) range.

**Program Name** Select one program for processing. The system processes all participants and eligible person for the specified program, plans in that program, and options in plan in that program.

**Reporting Group** Select a Reporting Group to specify that the system process all persons for all active programs and plans associated with this Reporting Group.

**Validate** This parameter is required. Selecting a value of Rollback lets you view the results of this batch run but prevents the system from making any changes to database data.

Running the Participation batch process first with a Validate value of Rollback is a good idea. After the batch run is processed, you can view the results in the log. When you are satisfied with the results, rerun the batch process using a Validate value of Commit.

**Variable Rate Profile** This parameter is only used for the Selection mode. Select a

Variable Rate Profile to specify that the system process all persons for all active compensation objects that use the selected variable rate profile.

## Defining Batch Process Parameters (Advanced Benefits)

You use the Batch Process Parameters window to set the parameters for a batch process *before* you run the process. Based on your processing needs, you can define the number of processing threads, the chunk size, and the maximum number of errors allowed in a batch run.

### To define parameters for a batch process:

1. Select the batch process for which you are defining parameters in the Name field.
2. Enter the number of Threads to use for this process.
3. Enter the number of persons who can be processed per thread in the Chunk Size field.
4. Enter the maximum number of errors to allow per thread in the Max Errors field.
5. Save your work.

## Running the Participation Batch Process (Advanced Benefits)

You run the Participation Batch Process from the Submit Requests window. Select runtime parameters as needed. The parameters of effective date, derived factor, and validate are required each time you run the process.

### To run the Participation batch process:

1. Check the Single Request field.
2. Select a Participation batch process in the Request Name field. Choose one of the following:
   - Participation Process: Selection
   - Participation Process: Scheduled
   - Participation Process: Life Event

   See: Modes of the Participation Batch Process, page 6-11
3. Select one or more runtime parameters in the resulting Parameters window to limit the group of persons the system will process during this batch run.

See: Runtime Parameters for the Participation Batch Process, page 6-21

**Important:** If you select more than one runtime parameter for a batch run, the system only returns persons who satisfy **all** the criteria you specify.

4. Choose the Submit Request button to submit this batch run for system processing.

## Monitoring Batch Processes (Advanced Benefits)

You use the Monitor Batch Process window to view information about a batch process that you have started, including the percentage of completion of that process.

### To monitor a batch process:

- Query the process you want to view by its request ID.

  The system displays the:

  - Request ID
  - Batch Process name
  - process Status
  - % Complete

## Setting Up a Role Based on a Life Event Type

You can restrict the display of participant life events based on the role of an HR professional in your enterprise. Choose from the following windows that enable this restriction:

- Person Life Events
- View Enrollment Results
- Enrollment Override

For example, you can restrict employees in your Benefits department from viewing enrollment results related to compensation. Similarly, you can ensure that a Compensation Administrator sees only compensation-related life events.

1. Navigate to the Information Types Security window.
2. Select the Information Type of BEN_LER_TYP_CD and attach the type to the

required Responsibility.

3. Save your work and close the Information Types Security window.
4. Navigate to the Roles window.
5. Create a new Role and select a Role Type.
6. Choose the Extra Information tab.
7. Select a Life Event Type based on the kind of life events you want to display to this user. You can have multiple types for the same user.

   Choose one or more:

   - Benefits
   - Compensation (for Compensation Workbench)
   - Absence (UK only)
   - Grade Step Progression

     **Note:** Selecting **Benefits** restricts the view to life events you define with a type of Work, Personal, or Unrestricted or to any of the seeded life events for Advanced Benefits.

8. For each type, indicate if the person has Read/Write access.

   Employees with Write access can void and back out life events.
9. Choose the Users tab.
10. Select the person to whom you are assigning this role.

    If you do not define a role for a user with specific life event types, the user can access all the life event types with no restrictions.

## Running the Life Events Summary Report

Run the Life Events Summary Report to analyze life events that occur to your compensation and benefits participants.

The report enables administrators to monitor changes to the employee population. This helps you to:

- Determine the number of participants with detected life events so you can resource for upcoming administrative needs

- Analyze the frequency of a given life event among your employees
- Analyze the status of a life event for participants during a specified period
- Compare the number of events occurring during two periods

The report provides:

- A summary total of the number of potential and active life events that occur within the reporting and comparison periods
- All life events by life event status, life event name, and by the person's assignment location
- Life Events by plan with person details, such as name, Social Security Number, and location, and other life event information such as status, type, and the life event occurred on or notification date

You run reports from the Submit Requests window.

### To run the Life Events Summary Report:

1. Select Life Events Summary Report in the Name field.
2. In the Parameters window, select the Report Module. Choose from:
   - Summary Totals
   - Life Events by Plan with Person Details
   - All Modules
3. Enter the Report Run Date.
4. Select other criteria to limit the results of the report to a specific person:
   - Person Name, National Identifier
5. Enter the Reporting Period Start Date and the Reporting Period End Date to limit the report to this period.
6. You can also select other criteria to limit the results of the report:
   - Comparison Period Start Date, Comparison Period End Date

     **Note:** If you specify one of these dates, you must also specify the other.

- Location
- Assignment Type
- Organization
- Reporting Group: limits the report to all plans attached to the selected reporting group.
- Benefit Group
- Plan: limits the report to the selected plan.

  **Note:** You cannot process the report if you select a plan that is not attached to the selected reporting group.

- Life Event
- Life Event Type

7. Select the Sort Order:
   - Sort Order 1: The default value is Person Name
   - Sort Order 2: The default value is Life Event Status
   - Sort Order 3: The default value is Life Event Name
   - Sort Order 4: The default value is Life Event Occurred Date
8. The default value for Display Flexfields is No. Select Yes to report on information contained in the flexfields.
9. Choose OK.
10. In the Submit Request window, verify the parameters you selected, set the schedule and the options for running the report.
11. Choose the Submit button.

## Running the Participation Audit Activity Purge Process (Advanced Benefits)

The Participation Audit Activity Purge process purges data that accumulates in the audit tables when you run the Participation batch process--or any Advanced Benefits

process which creates an audit log-- with the audit log turned on.

You run reports from the Submit Requests window.

See: Purging Batch Related Tables, page 6-13

### To run the Participant Audit Activity Purge Process:

1. Select the Participation Audit Activity Purge process in the Name field.
2. Enter the Parameters field to open the Parameters window.
3. Do *one* of the following:
   - Enter a Concurrent Request ID to purge the audit logs associated with a single batch process.

   Or

   - Select a Business Group to purge all the audit logs for the business group on a date you specify, then
   - Enter the Effective Date for which you want to purge all audit logs for the Business Group.
4. Choose the OK button.
5. Complete the batch process request and choose Submit.

## Purging Person Data for Backed-Out and Voided Life Events

With the exception of unrestricted life events, you can back out or void any type of life event for a person. You should periodically purge this backed-out and voided data to reduce the volume of person data stored in your database.

You can purge person data related to backed-out and voided life events for Advanced Benefits and Compensation Workbench plans. The purge process removes a variety of data such as enrollment rates, premium results, and electable choice information.

You run processes from the Submit Requests window.

### To purge person data for backed-out and voided life events:

1. Select Purge Backed-out Or Voided Life Events in the Name field.
2. Enter the Effective Date of the process.
3. Select the Life Event for which you want to purge backed-out or voided person data.

Or, select a Life Event Type to purge all backed-out or voided instances of that life event type.

4. Enter a From and To Occurred Date to limit the purge to events that occurred within that date range.

5. You can select from a variety of parameters that limit the purge to a specific group of persons:

   - Person Name
   - Person Selection Rule
   - Organization
   - Location
   - Benefits Group
   - Legal Entity
   - Payroll

6. Select a Backed Out Status of Voided or Backed Out.

   If you select Backed Out, the process purges data related to both backed-out and voided life events.

7. Select Yes in the Audit Log field to generate a results log for this process that indicates the number of rows deleted.

8. Select Yes in the Delete Life Events field to remove potential life events with a status of Voided.

   Selecting Yes does not remove potential life events with a status of Unprocessed.

9. Click OK.

10. Complete the batch process request and click Submit.

    The purge process deletes data from the tables listed below. To improve system performance, a database administrator should optimize these tables through sizing, indexing, and standard performance tuning after purging data.

    Ben_elig_per_f

    Ben_elig_per_opt_f

    Ben_enrt_rt

    Ben_enrt_prem

Ben_enrt_bnft

ben_elctbl_chc_ctfn

ben_elig_per_elctbl_chc

ben_pil_elctbl_chc_popl

ben_elig_dpnt

ben_prtt_rt_val

ben_prtt_enrt_actn_f

ben_prtt_prem_f

ben_prtt_enrt_ctfn_prvdd_f

ben_elig_cvrd_dpnt_f

ben_prtt_enrt_rslt_f

ben_pl_bnf_f

## Viewing a Person's Participation Information (Advanced Benefits)

You use the View Participation Information window to display information that the Participation batch process generates for a person.

> **Important:** In order to ensure that the information you display for a person is current, you must first run the Participation batch process for that person.

### To display participation information for a person:

1. Query a person whose participation information you want to view.

   The system displays the hierarchy of compensation objects for which this person is eligible or ineligible and the participation start and end dates.

   See: Navigating the Program Structure Hierarchy, page 1-119

2. Choose the Info Online button from the toolbar--available if you license the third party product Authoria HR--to display a context-sensitive list of pages in the Authoria HR repository.

## Viewing a Person's Life Event Information

You use the Person Life Events window to date effectively view information about a life event that occurs to a person. Although a person can have more than one *potential* life event at a time, the system only displays information about the *active* life event.

### To view a person's life events:

1. Find the person for whom you are viewing life event information.

   The system displays a list of current potential life events for this person with the status and date of occurrence of each life event.

   *Event* is the name of the life event experienced by this person as of the effective date.

   *Status* indicates the degree to which the system has processed this life event.

   **Detected:**The Participation batch process has detected the change in data as a potential life event.

   **Processed:**The Participation batch process has determined whether this potential life event is an actual life event.

   **Unprocessed:**You have created this life event manually. (The next time you run the Participation batch process, this process will change its status to Detected.)

   **Voided:** You have specified that this potential life event is not an actual life event.

   > **Important:** Only the Participation batch process can set the status of a potential life event to Detected or Processed. You can manually set the status of a potential life event to Unprocessed or Voided; the system cannot set the status to Unprocessed or Voided.

   *Life Event Occurred On Date*indicates the date the potential life event occurred.

2. Check the Show Backed Out Events check box to view life events with a status of Backed-Out.

3. Select a life event and do one of the following:

   - Choose the Enrollment Opportunities button to view enrollment information based on this life event, such as the enrollment period start and end dates.

   - Choose the Close Event button to prevent any further processing of the life event.

   - Choose the Back Out Event button to roll back any updates generated by the Participation Process (such as updates to eligibility, rates, automatic de-enrollments, and so on)

     You can only back out the latest life event.

   - If the life event is related to an absence, choose the View Absence Details button to see the absence record.

4. Choose the Info Online button from the toolbar--available if you license the third party product Authoria HR--to display a context-sensitive list of pages in the Authoria HR repository.

## Viewing Electable Choices for a Person Based on a Life Event (Advanced Benefits)

You use the Display Enrollment Information window to view any electable choices a person has based on an active life event.

You navigate to this window by querying a person's record in the View Person Life Event Information window and then choosing the Enrollment Opportunities button.

### To view a person's electable choices based on a life event:

1. Select a program or plan from the list of electable choices.

   The system displays information about the program or plan.

   *Status* indicates the status of the program or plan.

   *UOM* is the unit of measure in which the benefit is expressed.

   *Enrollment Period Start Date* is the date on which this person can enroll in this program or plan.

   *Enrollment Period End Date* is the last date on which this person can enroll in this program or plan.

   *Default Enrollment Date* is the date on which this person is enrolled in this program or plan if they fail to make an election.

   *Enrollment Type Cycle* indicates the type of enrollment cycle (open, unrestricted, administrative, or life event) that resulted in the electable choice for this person and this program or plan.

   *Election Made Date* is the date this person elected this benefit.

   *Processing End Date* identifies the latest date on which the plan sponsor can apply elections for this enrollment period.

   *Close Enrollment Date to Use* is the date on which enrollments are considered closed for this program or plan.

   *Activity Reference Period* identifies the time period in which activity rates are expressed.

   *Default Assigned Date* identifies the date on which this program or plan was assigned as the default if the person failed to make an election.

   *Automatically Assigned Date* is the date on which this program or plan was automatically assigned to this person.

## Manually Creating a Potential Life Event for a Person (Advanced Benefits)

When the system fails to detect a change to a person's record as a potential life event, you can use the Person Life Event window to create that potential life event manually.

After you create a potential life event for a person, you run the Participation batch process to determine eligibility and electable choices based on the life event.

### To manually create a potential life event for a person:

1. Query the name of the person for whom you are manually creating a potential life event.

   The list of current potential life events for this person is displayed.

2. Create a new row in the Potential Life Events block.

3. Select the nameof this potential life event in the Life Event field.

4. Select a Statusof Unprocessed to indicate that this potential life event has been created manually.

5. Enter the Occurred Dateto indicate the date the potential life event occurred.

6. Save your work.

## Manually Voiding a Potential Life Event for a Person (Advanced Benefits)

When the system improperly identifies a data change as a potential life event, you can manually void that potential life event using the Person Life Event window.

### To manually void a potential life event for a person:

1. Query the name of the person for whom you are manually voiding a potential life event.

   The list of current potential life events for this person is displayed.

2. Select the potential life event.

3. Select a Statusof Voided to indicate that this potential life event has been manually voided.

4. Save your work.

## Re-opening a Processed Life Event for a Person (Advanced Benefits)

You can use the Person Life Events window to re-open the most recently processed life event for a person by changing the life event status from *Processed* to *Started*.

After you re-open a person's life event, you can make election changes, dependent designation changes, or changes to the participant's enrollment window. Use this feature when you do not want to back-out and re-process life events or override enrollments.

Re-opening a person's life event does not cause the application to re-evaluate eligibility or electability. However, if the initial processing of the person's life event caused an eligibility loss to one or more COBRA qualified beneficiaries, re-opening the life event forces the application to re-evaluate eligibility for COBRA qualified beneficiaries.

The application does not re-calculate activity rates--other than those rates you or the participant enter during enrollment--when you re-open a processed life event.

> **Note:** You cannot re-open a life event when a future-dated life event exists with a status of Started or Processed.

### To re-open a processed life event for a person:

1. Query the name of the person for whom you are re-opening a processed life event.
2. Choose the Life Events tab.
3. Select the person's most recent life event.
4. If the application allows you to re-open this life event, the Close Event button changes to read *Re-open*.
5. Choose the Re-open button.

   Verify that the application changed the life event status from Processed to Started.
6. Save your work.

   You can now navigate to the appropriate enrollment window and re-process elections for the person as necessary.

## Setting Up What-if Modeling

To set up What-if Modeling, you need to do the following:

1. In the Person Change window, add the What-if label to person data changes. You must do this for data changes to display in Self-Service Benefits What-if.

See: Defining Person Changes, page 5-66

2. Attach the Benefit Compensation Objects EIT to the Responsibility. Your EIT setup determines the compensation objects you want to include or exclude from the compensation object hierarchy.

   See: Setting Up Extra Information Types Against a Responsibility, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

3. Define Roles from the Maintain Roles window. This is optional, and you can configure this if you want to restrict which plans display based on the role of the self-service user.

   See: Associating Transaction Workflow Roles to Users, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

4. Save your work.

## Modeling a Person's Benefits Eligibility (Advanced Benefits)

You use the Determine What-If Eligibility/Ineligibility Participation window to model the impact of an HR change to a person's eligibility and electability for benefits.

> **Note:** The system automatically rolls back the proposed data changes and eligibility results when you clear or exit the window.

### To model a person's benefits eligibility:

1. Query the Name of the person for whom you want to model benefits eligibility.

   > **Note:** The person's current eligibility and electability for benefits is displayed in the Eligibility and Electability tabbed regions.

2. Choose the Data Changes tabbed region.

3. Enter the data change or changes for which you want to model eligibility by clicking into the appropriate field and entering or selecting a value.

   > **Note:** The available data change fields are limited to the data changes associated with your life event definitions and to derived factors such as salary and hours worked.

4. Enter the Effective Date of the proposed data changes.

5. Choose the Process Events button to determine eligibility and electability for benefits.

   The system displays the hierarchical structure of compensation objects for which the person is eligible based on the data changes you selected.

6. Choose the Eligibility or Electability tabbed region to view the results of the eligibility modeling.

7. You can view rate information for a plan or option by highlighting the rate in the Eligibility or Electability tabbed region and choosing the traffic light button.

# Online Benefits Services (Advanced Benefits)

## Online Benefits Administration (Advanced Benefits)

The system is designed with features that enable you to perform a variety of tasks from a central form called the Benefits Service Center.

You use the Benefits Service Center window if the requirements of your organization include the need to perform various benefits and HR-related functions in a real-time environment.

Common requests that you can process include changing a person's address or phone number, adding a dependent or beneficiary, or changing a person's marital status. These and other changes may trigger a life event that enables enrollment, change in enrollment, or de-enrollment in one or more benefits.

Using this window you can:

- Authenticate a caller's identity
- Perform a variety of desktop activities, such as viewing current enrollments, sending communications, and entering personnel changes
- Evaluate changes to a person's record for enrollment impact
- Enroll eligible participants in benefit plans

See: Processing a Request Using the Benefits Service Center, page 6-39

### Caller Authentication

You can verify the identity of a caller using your organization's authentication criteria. You query the person's record based on the authentication criteria provided by the caller. If the caller's information is authentic, the query displays information about the person such as their address and any life event that is currently active for the person.

If necessary, you can use the results of the query for further caller authentication.

### Desktop Activities

The action you take after you authenticate a caller's identity depends on the caller's request, the status of any open life events, and the person's electable benefit choices, if applicable.

You can select an action or form from a list of desktop activities based on the caller's request. For example, you select the People form if the person needs to change their address. You select the Person Communication form if the person is requesting

literature about a benefit plan that you offer.

### Online Life Event Management

A special feature of online benefits administration is the ability to process a life event in real-time. When you query a person's record, the system indicates if the person has an open life event.

When you process the life event, the system determines if the life event results in the creation of electable benefit choices for the person. You can then enroll a person in one or more benefit plans for which they are eligible based on this life event.

## Processing a Request Using the Benefits Service Center (Advanced Benefits)

The participant's request determines how you use the Benefits Service Center window. You can authenticate a caller's identity, change a person's HR record, process an active life event, enter enrollment elections, and send communications, among other tasks.

> **Note:** Use of the Benefits Service Center assumes that you have familiarity with the HR system and the tasks performed by a benefits administrator. Refer to the other areas of your user documentation for more specific help on forms that you can access from this window.

#### To process a request using the Benefits Service Center:

1. Verify the caller's identity by entering a query in the Person block.

   If the query is correct, the system displays:

   - The person's name and other identifying information
   - The person's address
   - The name and status of the active life event associated with the person, if applicable

2. Choose the Details button to view details about the person's assignment.

3. Select a form or action from the Desktop Activities list depending on the participant's request.

   **People Form**- You use this form to enter changes to a person's record such as change of name, address, or marital status.

   **Process Life Events**- Select this action if the person has an active life event that you want to process.

**View Person Life Events**- Select this desktop activity to open the Display Person Life Event Information window and view information about a person's active life event.

**View Person Participation**- You use this desktop activity to view the benefit program, plans, and options for which a person is eligible, including the activity rate for the benefit.

**Dependent/Beneficiary**- You select this option to view a person's dependents and beneficiaries and to add dependents and beneficiaries for a benefit.

**Person Communication**- You use this feature to send communications to a person.

**Override Plan Enrollment**- You use this feature to override eligibility results.

**Person Participation Override**- You use the Person Participation Information window to override eligibility criteria for a person *before* you run the Participation batch process to determine eligibility and electable choices.

**Flex Enrollment form**- You use this form to enroll a person in a flexible benefits program.

**Non Flex Enrollment form**- You use this form to enroll a person in a program that does not use flex credits for participation.

**Miscellaneous Enrollment form**- You use this form to enroll a person in a plan that is not part of a program.

**Savings form**- You use this form to enroll a person in a savings and investment plan.

**Summary of Enrollment**- You select this form to view a person's benefit elections

4. Complete the form based on the desktop activity you select.

# Enrollment Management

## Enrollment Management

Enrollment management is the process of registering your employees and other eligible participants in benefit plans and options. It includes recording contribution rates and coverage amounts and entering the dependents and beneficiaries of the primary participant into the system.

Enrollments commonly occur when a benefits specialist enters a participant's elections into the HR system. However, for Advanced Benefits users, enrollments can also include **default enrollments** for persons who do not specify elections during an enrollment period and **automatic enrollments** which are typically used to enter newly hired employees into interim coverage until they can make their own elections.

Because enrolling employees in benefits programs can be a labor intensive process for an organization with many employees, the product enables self-service enrollments using web enrollment forms and interactive voice response technology (IVR).

Enrollment eligibility and electable benefit choices are based on the eligibility profiles and enrollment requirements that you associate with a benefit.

You can override eligibility results if you are an Advanced Benefits customer. You can grant an exception so that an ineligible person can enroll in a plan or option for which they are otherwise ineligible. Conversely, you can waive a person's participation in a plan for which they have met the eligibility criteria.

### Enrollment Forms

The system is delivered with four enrollment forms:

- Flex Enrollment (Advanced Benefits)
- Non-Flex Enrollment
- Savings Plan Enrollment
- Miscellaneous Plan Enrollment

You use the Flex enrollment form to enroll participants in flexible benefits programs and vacation buy/sell programs.

You use the Non-Flex enrollment form if you are implementing a benefits program that does not use flex credits.

You use the Savings Plan form to enroll a participant in an investment plan.

You use the Miscellaneous Plan form to enroll participants in plans that are not part of a

program.

## Flex Program Enrollment (Advanced Benefits)

You manage open enrollment and life event enrollment for a flex program or a flex plus core program using the Flex Enrollment form.

You use the form to enter an eligible person's elections, contribution rates, and coverage levels. As elections are entered, the system calculates the eligible person's spent and unspent flex credits.

From the Flex Enrollment window you can taskflow to windows that enable you to:

- View the flex credits an eligible person can spend
- Distribute excess flex credits, as allowed by your flex program definition
- Record receipt of certifications required for enrollment in the program
- Record completed enrollment action items
- Enter plan dependents and beneficiaries
- Record a participant's primary care provider

## Non-Flex Program Enrollment

You use the Non-Flex Enrollment form to enroll participants in plans and options that are not funded by flex credits. This is the enrollment form you use if you have not purchased the Advanced Benefits product license, or if you are an Advanced Benefits customer who maintains benefit programs that are not funded by flex credits.

You use the form to enter an eligible person's elections, contribution rates, and coverage levels. From the Non-Flex Enrollment window you can taskflow to windows that enable you to:

- Record completed enrollment action items (Advanced Benefits)
- Record receipt of certifications required for enrollment in the program (Advanced Benefits)
- Enter plan dependents and beneficiaries
- Record a participant's primary care provider

## Savings Plan Enrollment

You use the Savings Plan Enrollment form to record a person's contribution rate and their investment option elections for a savings plan.

From the Savings Plan Enrollment form you can taskflow to windows that enable you to:

- Record completed action items (Advanced Benefits)
- Record receipt of certifications required for enrollment in the program (Advanced Benefits)
- Enter plan dependents and beneficiaries

**Important:** The product does not accommodate 401(k) balance transfers from other benefits systems for employees who are rolling over 401(k) balances from a previous employer.

## Miscellaneous Plan Enrollment

You use the Miscellaneous Plan Enrollment form to enroll a participant in a plan that is not part of a program and is not a savings plan. Miscellaneous plans do not provide flex credits to participants.

You use the form to enter an eligible person's elections, contribution rates, and coverage levels. From the Miscellaneous Enrollment form you can taskflow to windows that enable you to:

- Record completed action items (Advanced Benefits)
- Record receipt of certifications required for enrollment in the program (Advanced Benefits)
- Enter plan dependents and beneficiaries
- Record a participant's primary care provider

## Special Plan Rates

**Note:** The special plan rates feature is reserved for future use.

Special contribution rates are sometimes offered by a benefits carrier for the joint election of two plans. When a participant elects a plan that is defined as part of a special rate pair, they receive a discounted rate on the second plan.

You use the Special Rates form to view any special rates offered for the plans in a Flex program, Non-Flex program, or for a miscellaneous (not in program) plan.

## Action Items and Certifications (Advanced Benefits)

As part of enrolling a participant in a benefit, you can view the action items that must be completed before the enrollment is valid.

From the Person Enrollment Action Items form, you can navigate to the following forms to enter changes to the record of a participant, dependent, or beneficiary in order to complete the action item.

- Person Enrollment Certification
- Dependent/Beneficiary Designation
- People

You define required action items as part of your plan design.

### Action Items and Subsequent Life Events

If you process a **subsequent life event** for a participant with an open action item, how the application processes the suspended election and any interim coverage for the participant depends on a variety of factors. The scenarios below outline how the application processes action items under different conditions.

- **Scenario 1**: If you process a subsequent life event with an occurred on date that is before the action item due date of the original event, the application retains the action item, certification, interim coverage, and suspended enrollment for the original election. If the subsequent life event occurred on date is after the action item due date, you close the action item by running the Close Unresolved Action Item Process. The application assigns the interim election to the employee as the actual election and deletes the suspended election.

- **Scenario 2**: If you process a subsequent life event before the action item due date, the application creates a new action item. Suspended elections and interim coverage carry forward, and you can complete the action item when you receive the required certification. If you want to close the action item prior to processing the subsequent life event, you must back out the life event; however, if the action item completion date is on or after the subsequent life event, you do not need to back out the life event.

- **Scenario 3:** For a subsequent life event, the participant is eligible for a plan but has no electable choices. In this case, the application does not end date the action item from the original life event. Suspended enrollments and interim coverage carry forward to the subsequent event. The application creates a new action item that corresponds to the new enrollment results created for suspended elections and interim coverage.

- **Scenario 4**: If the participant makes an election change based on a subsequent life

event, the application retains the action item and suspended election for the original life event. If necessary, the application creates a new action item with a new due date for the new enrollment based on the subsequent life event.

## Dependents and Beneficiaries

As part of enrollment processing, you record the persons selected by a participant as dependents or beneficiaries of a plan or option. The system displays eligible designees for participants with enrollments in progress.

Because you can limit the relationship type of the dependents who are eligible to receive coverage under a benefit plan, the system displays only those dependents eligible for coverage. For example, if a participant elects employee plus spouse coverage, the system only displays dependents of the spouse relationship type.

You use the Dependent/Beneficiary Designation form to:

- Enter and modify dependent or beneficiary designation information
- Assign a benefit to a beneficiary as a percentage or an amount
- Monitor certification requirements (Advanced Benefits)

Participants can designate dependents at the plan or option level; beneficiaries are designated at the plan level.

## Primary Care Providers

You can record in the system the physician or dentist that a participant elects to be their primary care provider. Providers are categorized by their service provider type, such as General Practitioner, Dentist, or Ob/Gyn. The system provides these and other service provider types and your system administrator can extend this list as part of your implementation.

> **Note:** A person can have only one primary care provider of each provider type within the a plan.

## Enrollment Results

After you enroll a participant in a benefit, you can display the enrollment results for that person.

Enrollment information is date effectively displayed so that you can view historical or future-dated information. You can display enrollment results that are created by one of the following means:

- An electable choice is saved on an enrollment form

- A default or automatic enrollment is processed
- The close enrollment process has completed

## Participation Overrides (Advanced Benefits)

The ability to override eligibility results is a requirement for enterprises with a high need for flexible benefits administration. Grand-fathered coverage, special employment terms, or required adjustments for highly compensated employees are all typical reasons for overriding eligibility results.

You use the Person Participation Information window to override eligibility results for a person for one or more plans *after* you run the Participation process to determine eligibility and electable choices. You then enroll the person using the Enrollment Override window.

You also use the Person Participation Information window to record an election for a person who was not processed in the Participation batch process.

You use the Enrollment Override window to enroll a person in a plan or option for which they have been found ineligible. You can also use this window to override rate and coverage amounts for a plan or an option and to override dependent eligibility results.

## Waive Participation Management

You can allow an eligible person to waive participation in a plan type or plan in one of two ways. You can enroll the person in a special plan called a *waive plan,* or, if you are an Advanced Benefits customer, you can use the Waive Participation form to specify which plan types or plans a person is waiving.

You typically define a waive plan when you want the waive plan to appear to the participant as an electable choice.

When you waive a person's participation in a plan type, the person waives the ability to enroll in all plans in that plan type. You cannot override a plan type waiver for any plans in that plan type.

## Retroactive Enrollments

A variety of common business practices dictate that enrollment coverage may start retroactive to the current system date. These examples include:

- Enrollments based on retroactive life events, including enrollments that replace existing coverage
- Enrollment coverage and activity rates that start based on the life event occurred date as opposed to the life event notification date

- Suspended coverage that becomes unsuspended when interim coverage had been assigned

  **Note:** SSHR users: Suspended plan rates are not included in displayed used amounts, and so are not deducted from Flex credits.

- Participant election changes within an enrollment period
- Participant elections that replace automatically assigned coverage
- Administrative changes to current enrollments

You define enrollment coverage start dates and activity rate start dates for a compensation object as part of your plan design. Because coverage can start based on a date prior to an election, there is the potential for activity rates to also start *before* the election is recorded.

If a payroll run occurs between the activity rate start date and the election date, the activity rate will not be processed in the payroll run. Since the election had not yet occurred, the activity rate did not exist for the payroll run.

In this scenario, and in other cases where activity rates start before an election is recorded in the system, you may need to create *payroll adjustments* to deduct payments if your organization requires retroactive benefits payments.

For retroactive enrollments that replace a previous enrollment, the system end-dates the previous enrollment based on the coverage and rate end dates defined for the compensation object. You should define your enrollment coverage and rate start and end dates such that overlapping dates do not occur.

## Court Orders

You can use the product to record court orders that require a participant to provide coverage for a dependent or that place restrictions on how a benefit payment can be distributed.

In the US, regulations termed *Qualified Medical Child Support Orders* (QMCSO) require a participant to cover a dependent when the participant is eligible for a plan and a court order has been issued.

A *Qualified Domestic Relations Order* (QDRO) is a judgement, decree, or order that relates to the provision of child support, alimony payment, or marital property rights to a spouse, child, or other dependent of a participant.

You can use the product to:

- Record those persons subject to a Qualified Medical Child Support Order or a Qualified Domestic Relations Order

- Specify the benefit plan or plan type that is subject to the provisions of the court order
- Enter the names of the claimants eligible to receive benefit coverages based on the court order
- For QDROs, enter the benefit amount or benefit percentage due to each applicable claimant or designee

During enrollment, the system issues a warning message indicating that a participant is subject to a court order. This warning does not prevent the election because the participant may have covered the dependent outside of the employer's plan.

You define enrollment requirements and restrictions for QMCSOs and QDROs as part of your plan design.

## Enrolling a Person in a Flex Program (Advanced Benefits)

You use the Flex Program window to enroll an eligible participant in a flex program. Completing an enrollment involves:

- Selecting the plan and option in which the person is enrolling
- Entering coverage levels for those plans that provide coverage
- Entering the contribution value per activity period for those plans that allow a participant to choose their contribution amount
- Entering the annual contribution amount for those plans that allow a participant to specify the annual contribution to a plan
- Saving the person's election
- Completing dependent and beneficiary designations

> **Important:** Before you use this window, you must run the Participation batch process to 1) ensure that the list of eligible persons for this enrollment cycle is up-to-date, and 2) create available enrollment choices for those persons.

### To enroll a person in a flex program:

1. Set the effective date.
2. Query the Name, Social Security number, or other standard identifying information for the person you are enrolling.

3. Select the Program in which the person is enrolling.

   **Important:** If you take no enrollment action, the participant will be enrolled in the plans and options that are currently displayed.

4. Tab into a blank Plan Type field and select the Plan Type that contains the plan and option that the person is electing.

5. Select the person's election in the Plan and Option field.

6. Choose the Info Online button from the toolbar--available if you license the third party product Authoria HR--to display a context-sensitive list of pages in the Authoria HR repository.

7. Complete the election by entering participant values, where appropriate, in the tabbed regions of the enrollment window.

8. Choose the Recalculate button to update the standard rate or coverage amount based on election information you entered.

   You only need to recalculate a rate if your system administrator defined a Post Enrollment Calculation rule for the standard rate or coverage calculation.

9. Save this person's elections when you have completed the enrollment.

### Flex Credit Summary:

Based on the participant's current elections, the system displays a flex credit summary for the currently selected plan type.

**Provided:** The total flex credits provided for the plan type

**Less Used:** The amount of flex credits spent on the plans and options in this plan type. Typically this is the pre-tax amount.

**Excess:** The amount of flex credits left unspent.

**Forfeited:** The amount of flex credits that will be forfeited if they are not spent.

**Other:** The cash amount spent that does not decrement a benefits pool; this amount typically reflects the amount of after-tax cash spent on a benefit.

**Net:** The sum of pre-tax and after-tax contributions.

### General Tab:

1. Choose the General tab. The system displays the following view-only information:
   - The Coverage Start and End date for this plan or option

- The Start Code used to calculate the coverage start date
- The Original Start date that this person enrolled in this plan
- The effective date of the enrollment

> **Note:** The Enrolled field appears checked if a person is currently enrolled in this plan or option.

### Amount Tab:

1. Choose the Amount tab.
   - The tax type of this activity rate appears in the Taxability field.
2. Enter the annual coverage amount that can be elected for this plan or option in the Annual Amount field.

   Use this field if the participant can elect an annual amount to contribute to a plan. The system displays the minimum and maximum annual contribution amounts based on your plan definition.
3. Enter the Defined Amount of the contribution or distribution, if applicable. The system displays the following view-only information:
   - The Increment by which a contribution or distribution can be increased or decreased.
   - The Minimum and Maximum contribution or distribution amount.

> **Note:** The fields in the Communicated block indicate the communicated activity rate for this contribution or distribution if this rate is different than the actual amount that is used for element entries.

### Rate Tab:

1. Choose the Rate tab. The system displays the following view-only information:
   - The activity rate Start and End date and the unit of measure in which the rate is expressed
   - A checkbox indicating if the activity rate has been overriden for this plan or option and the date through which the rate is overriden

### Benefit Tab:

1. Choose the Benefit tab.

2. Enter the benefit Amount if the participant can choose the amount they contribute to this plan or option.

   The remainder of the fields in the Benefit tabbed region contain view-only information:

   - The Type field displays the tax type of this benefit.
   - The Calculation field displays the calculation method used to derive the activity rate for this benefit.
   - The Minimum and Maximum fields display this plan or option's coverage limits for this participant.
   - The Increment field displays the increments in which coverage can be increased or decreased.

### Limitation Tab:

1. Select the Limitation tab. The system displays the following view-only information:

   - The Certification Alert field appears checked if the participant is required to provide certification before being enrolled in this benefit.
   - The Suspended field appears checked if enrollment in this benefit has been suspended pending the completion of an action item, such as providing required certification.
   - The Interim field appears checked if this plan or option has been assigned to the participant as interim coverage pending the completion of an action item.
   - The Automatic field appears checked if the participant has been automatically enrolled in this plan or option.
   - The Dependents field indicates if dependents are required or optional for this plan.
   - The Earliest De-enroll field indicates the earliest date on which a participant can de-enroll from this plan or option.
   - The Must Also Enroll In field displays any plan or option in which a participant must be enrolled in order to make this election.

**Note:** This field is reserved for future use.

- The Override Through date indicates the date through which the enrollment has been overriden.
- The Override Reason indicates the reason given for the override.

## Manually Deleting an Enrollment

You use the same process to manually delete an enrollment regardless of the enrollment form in which you entered the enrollment.

To deenroll newly ineligible participants in batch, Standard Benefits users can run the Maintain Participant Eligibility process; Advanced Benefits users can run the Life Event mode of the Participation Process.

### To manually delete an enrollment:

1. Open the form in which you entered the enrollment. Choose from:
   - Flex Program Enrollment form
   - Non-Flex Program Enrollment form
   - Savings Plan Enrollment form
   - Miscellaneous Plan Enrollment form
2. Set the effective date.
3. Query the Name, Social Security number, or other standard identifying information for the person whose enrollment you are deleting.
4. Select the plan and option you are deleting.

   **Note:** To delete a savings plan enrollment, you delete both the savings plan and any options in which the person is enrolled.

5. Choose the Delete Record icon on the toolbar.
6. Save your work.

## Viewing a Person's Flex Credits (Advanced Benefits)

You can view the flex credits available to a participant and the benefit pool that provides the credits.

### To view a person's available flex credits:

- Query a participant in the Flex Enrollment window then choose the Flex Credits button. The system displays:
  - The flex credits available for various compensation objects
  - The benefit pool providing the flex credits

    The system also indicates if the flex credits for an option may be forfeited.

## Allocating Excess Credits for a Person Enrolling in a Flex Program (Advanced Benefits)

If you allow participants to specify how they allocate their excess flex credits after they have made their elections, you can view this information for a person in the Excess Credits window.

### To allocate excess credits:

- Choose the Excess Credits button. The system displays:
  - The benefit pool that provides the flex credits for the plans and options that the participant has elected
  - The plan types, plans, and options that the participant has elected
  - The amount of flex credits provided based on elected plans and options
  - The amount of flex credits used by the participant for each electable plan or option
  - The amount of flex credits to be distributed as cash, if applicable
  - The amount of flex credits to be forfeited if the participant does not elect to use them
  - A check box indicating the credits were rolled over into this plan or option

## Enrolling a Person in a Non-Flex Program

You use the Non-Flex Program window to enroll an eligible participant in a program that is not funded by flex credits. Completing an enrollment involves:

- Selecting the plan and option in which the person is enrolling
- Entering coverage levels for those plans that provide coverage
- Entering the contribution value per activity period for those plans that allow a participant to choose their contribution amount
- Entering the annual contribution amount for those plans that allow a participant to specify the annual contribution to a plan
- Saving the person's election
- Completing dependent and beneficiary designations

> **Important:** For Advanced Benefits users, you must run the Participation batch process before you use this window to 1) ensure that the list of eligible persons for this enrollment cycle is up-to-date, and 2) create available enrollment choices for those persons.

> **Important:** If you are using Standard Benefits, electable choices are created when you query the program in the enrollment window for a participant.

### To enroll a person in a non-flex program:

1. Set the effective date.
2. Query the Name, Social Security number, or other standard identifying information for the person you are enrolling.
3. Select the Program in which the person is enrolling.

   > **Important:** If you take no enrollment action, the participant will be enrolled in the plans and options that are currently displayed.

4. Tab into a blank Plan Type field and select the Plan Type that contains the plan and option that the person is electing.

5. Select the person's election in the Plan and Option field.

6. Choose the Info Online button from the toolbar--available if you license the third party product Authoria HR--to display a context-sensitive list of pages in the Authoria HR repository.

7. Complete the election by entering participant values, where appropriate, in the tabbed regions of the enrollment window.

8. Choose the Recalculate button to update the standard rate or coverage amount based on election information you entered.

   You only need to recalculate a rate if your system administrator defined a Post Enrollment Calculation rule for the standard rate or coverage calculation.

9. Save this person's elections when you have completed the enrollment.

### General Tab:

1. Choose the General tab. The system displays the following view-only information:

   - The Coverage Start and End date for this plan or option
   - The Start Code used to calculate the coverage start date
   - The Original Start date that this person enrolled in this plan
   - The effective date of the enrollment

     **Note:** The Enrolled field appears checked if a person is currently enrolled in this plan or option.

### Amount Tab:

1. Choose the Amount tab.

   - The tax type of this activity rate appears in the Taxability field.

2. Enter the annual coverage amount that can be elected for this plan or option in the Annual Amount field.

   Use this field if the participant can elect an annual amount to contribute to a plan. The system displays the minimum and maximum annual contribution amounts based on your plan definition.

3. Enter the Defined Amount of the contribution or distribution, if applicable. The system displays the following view-only information:

- The Increment by which a contribution or distribution can be increased or decreased.
- The Minimum and Maximum contribution or distribution amount.

  **Note:** The fields in the Communicated block indicate the communicated activity rate for this contribution or distribution if this rate is different than the actual amount that is used for element entries.

### Rate Tab:

1. Choose the Rate tab. The system displays the following view-only information:
   - The activity rate Start and End date and the unit of measure in which the rate is expressed
   - A checkbox indicating if the activity rate has been overriden for this plan or option and the date through which the rate is overriden

### Benefit Tab:

1. Choose the Benefit tab.
2. Enter the benefit Amount if the participant can choose the amount they contribute to this plan or option.

   The remainder of the fields in the Benefit tabbed region contain view-only information:
   - The Type field displays the tax type of this benefit.
   - The Calculation field displays the calculation method used to derive the activity rate for this benefit.
   - The Minimum and Maximum fields display this plan or option's coverage limits for this participant.
   - The Increment field displays the increments in which coverage can be increased or decreased.

### Limitation Tab:

1. Select the Limitation tab. The system displays the following view-only information:
   - The Certification Alert field appears checked if the participant is required to

provide certification before being enrolled in this benefit.

- The Suspended field appears checked if enrollment in this benefit has been suspended pending the completion of an action item, such as providing required certification.
- The Interim field appears checked if this plan or option has been assigned to the participant as interim coverage pending the completion of an action item.
- The Automatic field appears checked if the participant has been automatically enrolled in this plan or option.
- The Dependents field indicates if dependents are required or optional for this plan.
- The Earliest De-enroll field indicates the earliest date on which a participant can de-enroll from this plan or option.
- The Must Also Enroll In field displays any plan or option in which a participant must be enrolled in order to make this election.

  **Note:** This field is reserved for future use.

- The Override Through date indicates the date through which the enrollment has been overriden.
- The Override Reason indicates the reason given for the override.

## Enrolling a Person in a Savings Plan

You use the Savings Plan window to enroll an eligible participant in a savings plan. Completing an enrollment involves:

- Selecting the plan and option in which the person is enrolling
- Entering the contribution amount or percentage per activity period for those plans that allow a participant to choose their contribution level
- Saving the person's election
- Completing dependent and beneficiary designations

  **Important:** For Advanced Benefits users, you must run the Participation batch process before you use this window to 1) ensure that the list of

eligible persons for this enrollment cycle is up-to-date, and 2) create available enrollment choices for those persons.

**Important:** If you are using Standard Benefits, electable choices are created for the participant when you query the participant in the enrollment window.

### To enroll a person in a savings plan:

1. Set the effective date.
2. Query the Name, Social Security number, or other standard identifying information for this person.
3. Select the savings plan in which the person is enrolling in the Name field.

   The system displays the following view-only information:

   - The Life Event reason prompting this savings plan enrollment

   In the **Coverage** block the system displays:

   - The Coverage Start and End date for this savings plan
   - The Start Code used to calculate the coverage start date
   - The Original Start date that this person enrolled in this plan

   In the **Override** block the system displays:

   - The date through which a savings plan can be overriden and the reason supporting the override

   The other fields in the Savings Plan window display information about the status of this savings plan.

   **Note:** The Enrolled field appears checked if a person is currently contributing to this plan.

   - The Automatic field appears checked if the participant has been automatically enrolled in this plan
   - The Suspended field appears checked if enrollment in this plan has been suspended pending the completion of an action item, such as providing required certification

- The Interim field appears checked if this plan has been assigned to the participant as interim coverage pending the completion of an action item
- The Certification Alert field appears checked if the participant is required to provide certification before enrolling in this plan
- The Earliest De-enroll field indicates the earliest date on which a participant can de-enroll from this plan
- The Currency field indicates the currency in which this benefit is paid.
- The Must Also Enroll In field displays any plan in which a participant must be enrolled in order to make this election

  **Note:** This field is reserved for future use.

4. Choose the Info Online button from the toolbar--available if you license the third party product Authoria HR--to display a context-sensitive list of pages in the Authoria HR repository.

### Entering Investment Rates

You use the Rates window to enter the total contribution percentage or amount for a savings plan. You then use the Investment Options window to enter the contribution amount for one or more options in the plan.

> **Note:** As a prerequisite, you must check the Enroll in Plan and Option field in the Plan Enrollment Requirements window when you define the savings plan if a participant can enroll in both the plan and the options in that plan.

1. Query the Name, Social Security number, or other standard identifying information for this person in the Savings Plan window.
2. Select the savings plan in which the person is enrolling in the Name field.
3. Choose the Rates button.

### General Tab

4. Choose the General tab. The system displays the following view-only information:
   - The Name of the activity rate definition
   - The Activity Type, for example Employee Contribution or Employer Contribution

- The unit of measure (UOM) for the currency of the activity rate
- The activity rate Start and End dates

#### Types Tab

5. Choose the Types tab. The system displays:
   - The Tax Type of the activity rate, such as pre-tax or aftertax
   - The Calculation method used to derive the activity rate
6. Check the Stop Contribution field if the employee's participation in this investment plan has ended.

#### Defined Amount Tab

7. Choose the Defined Amount tab.
8. Enter the Amount or percentage of the contribution or distribution. The system displays the following view-only information:
   - The activity rate Period
   - The Minimum and Maximum contribution or distribution amount
   - The Increment by which a contribution or distribution can be increased or decreased

     **Note:** The Enter Value at Enrollment field appears checked to indicate that the investment amount is entered during the enrollment, as opposed to being a default amount.

#### Communicated Amount Tab

**Note:** The fields in the Communicated Amount tabbed region indicate the communicated activity rate for this contribution or distribution if this rate is different than the actual amount that is used for element entries.

9. Choose the Annual Amount tab.
10. Enter the annual amount or percentage that is contributed to the investment plan in the Amount field.

    Use this field if the participant can elect an annual amount to contribute to a plan. The system displays the minimum and maximum annual contribution amounts

based on your savings plan definition.

11. Save this person's elections.

### Entering Investment Options

You use the Investment Options window to enter a participant's elections for a savings plan.

1. Query the Name, Social Security number, or other standard identifying information for this person in the Savings Plan window.
2. Select the savings plan in which the person is enrolling in the Name field.
3. Choose the Investment Options button.

#### General Tab

4. Choose the General tab.
5. Select a savings plan investment option in the Name field.

   **Note:** The Enrolled field appears checked if a person is currently contributing to this option.

   The system displays the following view-only information:

   - The Coverage Start and End date for this option
   - The Start Code used to calculate the coverage start date
   - The Original Start date that this person enrolled in this option

#### Amount Tab

6. Choose the Amount tab.
7. Select a savings plan investment option in the Name field.
8. Check the Stop Contribution field if the employee's participation in this investment option has ended.
9. Enter the annual amount or percentage that is contributed to the investment option in the Amount field.

   Use this field if the participant can elect an annual amount to contribute to an option. The system displays the minimum and maximum annual contribution amounts based on your option definition.

10. Enter the Defined Amount of the contribution or distribution, if applicable. The system displays the following view-only information:

    - The Increment by which a contribution or distribution can be increased or decreased.
    - The Minimum and Maximum contribution or distribution amount.

    **Note:** The fields in the Communicated block indicate the communicated activity rate for this contribution or distribution if this rate is different than the actual amount that is used for element entries.

#### Rate Tab

1. Choose the Rate tab. The system displays the following view-only information:

    - The Taxability of this activity rate
    - The activity rate Start and End date and the unit of measure (UOM) in which the rate is expressed
    - A checkbox indicating if the activity rate has been overriden for this option and the date through which the rate is overriden

## Enrolling a Person in a Miscellaneous Plan

You use the Miscellaneous Plan window to enroll an eligible participant in a plan that is not associated with a program. Such plans are called **not in program plans**. Miscellaneous plans do not provide flex credits to participants. Completing an enrollment involves:

- Selecting the plan and option in which the person is enrolling
- Entering coverage levels for those plans that provide coverage
- Entering the contribution value per activity period for those plans that allow a participant to choose their contribution amount
- Entering the annual contribution amount for those plans that allow a participant to specify the annual contribution to a plan
- Saving the person's election
- Completing dependent and beneficiary designations

**Important:** For Advanced Benefits users, you must run the Participation batch process before you use this window to 1) ensure that the list of eligible persons for this enrollment cycle is up-to-date, and 2) create available enrollment choices for those persons.

**Important:** If you are using Standard Benefits, electable choices are created for the participant when you query the participant in the enrollment window.

### To enroll a person in a miscellaneous plan:

1. Set the effective date.
2. In the Find Person window, enter the Name, Employee Number, or Social Security number for the person you are enrolling and choose the Find button.

#### General Tab

3. Choose the General tab.
4. Select the not in program Plan and Option in which the person is enrolling.

> **Note:** If you take no enrollment action, the participant will be enrolled in the plans and options that are currently displayed.

The system displays the following view-only information:

- The Status of the enrollment
- The Plan Type of the electable plan
- The Life Event reason prompting this enrollment
- The Frequency of the benefit distribution or contribution
- The Certification Required Alert field appears checked if the participant is required to provide certification before being enrolled in this benefit.
- The Pending Approval field appears checked if enrollment in this benefit has been suspended pending the completion of an action item, such as providing required certification.
- The Currency in which this benefit is paid

In the **Benefit/Coverage** region the system displays:

- The Amount of the contribution or distribution and its currency (in the UOM field).
- The Coverage Start and End date for this plan
- The Original Start date that this person enrolled in this plan

5. Choose the Info Online button from the toolbar--available if you license the third party product Authoria HR--to display a context-sensitive list of pages in the Authoria HR repository.

#### Benefit/Coverage Tab

6. Choose the Benefit/Coverage tab.

   The system displays the following view-only information:

   - The tax Type of this benefit
   - The Calculation Method used to derive the activity rate for this benefit
   - The Start Date Code used to calculate the coverage start date

   In the Amount Limitations region, the system displays:

   - The coverage limits for this participant this plan and option
   - The increments in which coverage can be increased or decrease

#### Enrollment Tab

7. Select the Enrollment tab. The system displays the following view-only information:

   - The Automatic Enrollment field appears checked if the participant has been automatically enrolled in this plan or option.
   - The Dependents field indicates if dependents are required or optional for this plan.
   - The Must Also Enroll In field displays any plan or option in which a participant must be enrolled in order to make this election.

     **Note:** This field is reserved for future use.

   - The Earliest De-enroll field indicates the earliest date on which a participant can de-enroll from this plan or option.
   - The Override Through date indicates the date through which the enrollment

has been overriden.

- The Override Reason indicates the reason given for the override.

8. Save this person's elections.

## Viewing Special Rates for a Plan or Option

Before enrolling a participant in a flex program, non-flex program, or plan not in program, you can view special rates for which the participant may be eligible if certain plans are elected in conjunction with one another.

For example, you could define a medical plan so that the participant receives a special rate for a dental plan if they elect both plans. You define special rates using the variable rate profiles window.

See: Defining the Criteria in a Variable Rate Profile, page 5-158

### To view special rates for a plan or option:

1. Query a participant in the Flex Enrollment, Non-Flex Enrollment, or Miscellaneous Plan Enrollment window depending on the type of plan in which the participant is enrolling.

2. Choose the Special Rates button. The system displays:

   - The plan type, plan, and option that must be elected by the participant to receive the special rate on the related compensation object

   - The related plan type, plan, and option for which a special rate is available

   - The standard rate for the related plan if the selected plan is not elected

   - The special rate for the related plan if the selected plan is elected

## Maintaining a Participant's Primary Care Provider

You date effectively enter, update, and delete a person's primary care providers in the Primary Care Providers window.

### To select a primary care provider for a person:

1. Query the Person whose primary care provider you are entering.

2. Select the Plan Type and Plan for which you are entering the person's primary care provider.

The available plans are limited to the plans in which the participant or their dependent is currently enrolled.

3. Select a provider in the Identifier, Name, and Type fields.

   If you enter the provider's identifier, the system fills in the Name and Type fields if a provider exists with the same identifier for this plan.

4. If necessary, select providers of a different service provider type in this plan, or select providers for different plans.

5. Save your work.

## Displaying Enrollment Results

You use the View Enrollment Results window to display a person's enrollment information. This is a read-only form.

You can display enrollment information after an enrollment result is created by one of these means: an electable choice is saved on an enrollment form, a default enrollment is processed, or the close enrollment process has completed.

Enrollment information is date effectively displayed so that you can also view historical information.

### To display enrollment results for a person:

1. Set the effective date to the date for which you want to view enrollment results.

2. Query the person for whom you want to view enrollment results.

   The system displays enrollment information for the compensation objects in which the person is enrolled.

3. Check the View By Coverage Date field to view the person's enrollment information as of their coverage start date.

   - Or, check the View By Session Date to view the person's enrollment information as of the system's effective date.

4. Choose from the available tabbed regions and task flow windows to view enrollment results.

   The system displays the windows that can be accessed from this form in read-only mode.

5. Choose the Info Online button from the toolbar--available if you license the third party product Authoria HR--to display a context-sensitive list of pages in the Authoria HR repository.

## Running the Benefits Enrollment and Confirmation Reports

Run the Benefits Enrollment Kit Report to view electable choices for one or more persons. The report also displays enrollment deadlines and indicates any default plans that will be in effect if the person makes no election.

Run the Benefits Confirmation and Summary Report to view enrollment results for one or more benefits participants. The report displays results for participants who are enrolled in:

- Plans in program
- Plans not in program
- Multiple programs

Use the Submit Request window to run either report. You need a postscript viewer to see the results of the report.

### To run the benefits enrollment or confirmation report:

1. Select Benefits Reports Wrapper Process in the Name field.
2. Enter the Parameters field to open the parameters window.
3. In the Report Name field, select either the Benefits Enrollment Kit Report or the Benefits Confirmation and Summary Report.
4. Enter the Effective Date of the report.
5. Select from a variety of criteria to limit the results of the report, such as a:
    - Compensation object
    - Life event
    - Type of assignment
    - Coverage start and end date
6. Indicate if you want to report on results such as:
    - Dependents and beneficiaries
    - Action items and certifications
    - Flexfield data

7. Choose the OK button.

8. Complete the batch process request and choose Submit.

## Viewing Dependent Information

You use the Dependent/Beneficiary Designation window to view enrollment information for the dependent of a participant, including the following:

- The plan and option in which the dependent is enrolled
- The name of the dependent and their relationship to the participant
- Coverage dates

> **Note:** You can only view dependent information when your effective date is between the dependent coverage start and end date for the compensation object.

### To view dependent information:

1. Query the name of the participant for whom you are viewing dependent designations.

2. Choose the View Dependents tab.

3. Highlight a Plan:Option in which the participant is enrolled.

   The system displays the dependents that have been designated for that plan or option.

4. Choose the Designate Dependents tab or the Designate Beneficiaries tab to create a designation.

## Maintaining Dependent Designations

Use the Dependent/Beneficiary Designation window to designate a participant's dependents.

The participant must have an open life event to designate a dependent if you are using Advanced Benefits. Standard Benefits customers, or Advanced Benefits customers using the Unrestricted enrollment type, may designate dependents at any time.

> **Note:** As a prerequisite, you must enter the participant's contacts into the system before you can designate a contact as a dependent. Check

the Personal Relationship field for each potential dependent on the Contact window. The dependent must also meet the designation requirements defined for the plan and option and the requirements of any dependent eligibility profiles linked to the compensation object before becoming an eligible dependent.

See: Entering Next of Kin and Other Contacts, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

### To enter or modify a participant's dependent designation:

1. Query the name of the participant for whom you are entering or modifying dependent designations.

2. Select the plan and option for which the participant is designating a dependent in the Plan:Option field.

   - Any eligible dependents for this plan and option are displayed in the Eligible Dependents field.

   - The Employee field appears checked if this dependent is also an employee.

   - The Start and Through dates indicate the dependent coverage start and end dates for this plan.

3. Check the Covered field to indicate that this person is a dependent for this benefit.

   Uncheck the Covered field to undesignate a dependent previously covered by this benefit.

4. Choose the Certifications button to open the Dependent Certifications window.

   The system displays any certifications that must be submitted for this dependent.

5. Enter the Date Received to record receipt of a certification.

6. Save your work.

7. Close the Dependent Certifications window.

8. Choose the Care Providers button to specify a primary care provider for a dependent.

   See: Maintaining a Participant's Primary Care Provider, page 6-65

9. Choose the Contacts button to open the More Contacts window where you can view the dependents who were found ineligible for the selected plan or option.

10. Select a dependent from the list and choose the Designate button to have the system check for this dependent's eligibility.

    If the dependent is found eligible, the dependent will be added to the list of designees in the Eligible Dependents field, the Covered field will appear checked, and the record will automatically be saved.

11. Choose the Contacts button to open the Contact window where you can add a new contact for this primary participant.

## Maintaining Beneficiary Designation Information for a Participant

You can designate a person or an organization as a beneficiary for plans that allow or require beneficiary designation using the Dependent/Beneficiary Designation window.

You can designate a beneficiary at any time, even after a life event or enrollment period is closed. However, for Advanced Benefits customers, beneficiary certifications only restrict designations when the participant's life event is open.

Beneficiary designation restrictions are based on your plan design.

See: Maintaining Beneficiary Designation Requirements for a Plan, page 5-120

### To enter or modify a participant's beneficiary designation:

1. Query the name of the participant for whom you are entering or modifying beneficiary designations.

2. Choose the Designate Beneficiaries tab.

3. Select a Plan for which you are entering or modifying beneficiary designation information for this participant.

4. Select a beneficiary name in the Beneficiaries field to designate a person or charitable organization as this participant's beneficiary.

5. Select this beneficiary's Type, either Primary or Contingent.

6. If the participant is assigning a percentage of the benefit to the beneficiary, enter the % value of the total value of this benefit.

   While you do not need to need to enter an Amount value, you must enter at least one % value. The sum of all % values for a plan must equal 100%. If you specify a monetary Amount, the system pays this Amount value before it pays out any % values. In such a case, the % values refer to the paid benefit following the deduction of the Amount value.

7. If the participant is assigning a monetary amount from this benefit to this beneficiary, enter this monetary Amount.

8. Choose the Details button to open the Details window if you want to enter trustee information or special instructions regarding this beneficiary designation for this participant for this plan.

9. If appropriate, select a Trustee to oversee the benefits the participant assigns to this beneficiary.

   The trustee is the person you identify for a designated beneficiary who is a minor. During implementation, your system administrator can configure the application to require a participant to identity a trustee for beneficiaries who are minors. You can generate an action item that suspends the election pending the assignment of a trustee.

10. If appropriate, enter Instructions regarding this beneficiary designation.

11. Close the Details window.

12. Choose the Certifications button to open the Beneficiary Certifications window.

    The system displays any certifications that must be submitted for this beneficiary.

13. Enter the Date Received to record receipt of a certification.

14. Save your work.

#### Adding a New Beneficiary for a Participant

### To add a new beneficiary for a participant:

1. From the Dependent/Beneficiary Designation window, choose the Designate Beneficiaries tab then choose the Contacts or Organizations button depending on whether the beneficiary is a person or an organization.

2. Complete the Contacts or Organizations window, as appropriate.

3. Save your work.

See Also:Entering Next of Kin and Other Contacts, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

Creating an Organization, *Oracle HRMS Enterprise and Workforce Management Guide*

## Recording Enrollment Actions Items for a Person (Advanced Benefits)

You use the Person Enrollment Action Items window to view and complete enrollment action items that have been created for a person. Action items are based on the enrollment requirements for the compensation objects in which the person is enrolling or de-enrolling. The following action items can be completed using this form:

- Beneficiary address
- Beneficiary date of birth
- Beneficiary social security number
- Beneficiary requires spousal consent certification
- Dependent date of birth
- Dependent social security number
- Enrollment certifications

### To complete an action item for a person:

1. Query the Name, Social Security number, or other standard identifying information for this person.
2. Select the action item that the person is requested or required to complete in the Action Items field. The system displays:
   - A description of this action item
   - The compensation object in which the person is enrolling, de-enrolling, or changing elections
   - The life event prompting this enrollment, de-enrollment, or change in elections
   - The Due Date by which the action item is to be completed
   - Whether the action item is Required
3. Use the task flow buttons to navigate to the Certifications, People, or Designee window and complete the missing information, depending on the action item to be completed.
4. Check the Completed field when the action item is complete.

   **Note:** If the action item is for a missing certification, the Completed field appears checked when you enter the certification received date and save.

5. Select the Show Completed Action Items check box to display all completed and open action items for a person.
6. Save your work. You cannot save in this form unless the action item is complete.

**Note:** When a required action item is completed, the system unsuspends the participant's election if there are no other incomplete required action items and there is no more than one optional action item left incomplete. If a required action item is not completed, the enrollment is end-dated as of the effective date of the Close Enrollment process if the action is due before the close of enrollment.

For more information on how the application processes action items, see: Action Items and Certifications (Advanced Benefits), page 6-44

## Recording Receipt of Enrollment Certifications (Advanced Benefits)

You record the receipt of enrollment certifications for a person using the Person Enrollment Certifications window.

You can also add and delete certifications or mark a received certification as denied.

**Note:** Use the Dependent/Beneficiary Designation window to record receipt of enrollment certifications for dependents and beneficiaries.

### To record receipt of an enrollment certification for a person:

1. In the Find Person window, enter the Name, Employee Number, or Social Security number for this person and choose the Find button.
2. Select the certification type submitted by the participant in the Certifications field. The system displays:
   - The compensation object and life event that generated the certification
   - The due date by which the certification must be completed
   - A check box indicating if certification is required for enrollment in this compensation object
   - A check box indicating if the participant's enrollment in this compensation object has been suspended pending the completion of any action items.
3. Check the Received field to indicate that this certification has been received.

   **Note:** You can un-check the Received field after you save, if necessary.

4. Check the Denied field if this certification has been rejected.

### To add a certification for a person:

1. Select a new certification from the list of certification types to add a certification to this participant's election.
2. Check the Required field to indicate that failure to provide this certification results in a suspended election.
3. Select the reason for the certification in the Due To field.
4. Save your work.

### To delete a certification for an election:

1. Select the certification type and choose the delete icon from the toolbar.
2. Save your work.

### To record receipt of a certification required by an activity rate:

1. Choose the Rate Certification button.

   This button appears for enrollments in compensation objects that have standard rates that require certification.

2. Do one of the following:

   - Mark the certification as Received. This enters the element associated with the standard rate on the date calculated by the rate start date code. (This code is specified on the Plan Enrollment Requirements window.)
   - Mark the certification as Denied. The Rate Certification Required check box remains checked on the View Enrollment Results window.

     **Note:** Once the certification is marked as Received, you cannot change it to Denied. Instead, you can delete the rate on the Miscellaneous Plan enrollment window or set the rate to zero on the Enrollment Override window. You can always update a certification from Denied to Received.

3. Save your work.

# Overriding Enrollment Results for a Plan (Advanced Benefits)

You use the Enrollment Override window to override election information *after* you have used the Participation Overrides window to specify that a person can enroll in a plan or option for which they have been found ineligible.

You can also override the rate and coverage amounts for a given benefit. If the participant designates a dependent for the plan, you can override the dependents that are covered by the plan.

> **Caution:** You can set your effective date to any date and override enrollment information without backing out subsequent life events. You do not need to reprocess life events after you correct data. However, you must not compromise data integrity when processing an override. The application does not validate data, such as activity rates, that you enter in the Enrollment Override window.

### To override enrollment results for a plan:

1. Set the effective date.
2. Query the Name of the person for whom you want to override enrollment results.

   > **Note:** The system displays the programs, plans, and options in which the person is currently enrolled.

#### General Tab

3. Choose the General tab if it is not already selected.
4. Select the plan and option you want to override.
5. Do one of the following:
   - Delete the enrollment by choosing the delete icon on the toolbar. Then, add a new row to the enrollment and select the plan and option in which you are enrolling the participant.
   - Or, override the enrollment by selecting a new plan and option from the list of values in the Plan field.

     > **Note:** The list of electable plans is based on the plan type of the plan in which the participant is currently enrolled.

**Note:** The Overridden field appears checked if this plan is an overriding plan and not a plan in which the participant was enrolled under normal circumstances.

### Override Tab

6. Check the Overridden field to override this plan or option.

7. Enter the date through which the system overrides the otherwise ineligible person's participation in this plan or option in the Thru field.

   **Note:** You enter the override through date if you only want the override to be in effect for a limited period of time. The override through date cannot be later than the coverage end date.

8. Select the reason you are allowing this overriding enrollment in the Reason field.

### Coverage Tab

9. Enter the following dates, as applicable:
   - Coverage Start date
   - Coverage End date

     **Note:** When you override a plan in which a person is enrolled, the new enrollment begins as of the coverage start date you enter. If you do not enter a coverage end date, coverage for the plan ends based on the coverage end date code defined for the plan.

   - Original Start Date
   - Earliest De-enrollment date

### Benefit Tab

10. Enter the new coverage amount for this plan or option in the Value field.

11. Select the unit of measure of the benefit in the UOM field.

12. Enter the tax type of this benefit in the Type field.

13. Save your work.

### Overriding Dependent Coverage Designations for a Plan

You use the Override Dependents window to override a participant's dependent designations for a plan.

> **Note:** You use the Dependent/Beneficiary Designation form to enter a participant's beneficiaries for an overriding plan.

## Overriding Participation Information for a Person

You use the Participation Overrides window to maintain override information for a potential benefits participant who is otherwise ineligible to participate in a particular program.

### To override participation information for a person:

1. Query the Name of the person for whom you are overriding participation information.
2. Check the View By Session Date field to view the person's participation information as of the system's effective date.

   Or, check the View By Participation Date to view this information as of the person's participation start date.
3. Select the Level in the compensation object hierarchy at which you are defining override information.
4. Select the Compensation Object for which you are overriding participation eligibility information for this person.
5. Check the Eligible field if this person is eligible for this benefit.
6. Choose the General tab if it is not already selected.
7. Select the Life Event Reason explaining why you are overriding this person's eligibility/ineligibility for this program or plan.
8. Enter the Waiting Period Completion Date if the participant must wait until a certain date before enrolling or de-enrolling in this compensation object.
9. Enter the Participation Start and End Dates through which this person participates in this program or plan.
10. Check the Restricted Distribution field if some organization (typically a court) has placed a restriction on the distribution of benefits to this participant.

For example, a QDRO (US) specifies a portion of the participant's retirement benefits must be paid to that person's prior spouse.

11. Check the Highly Compensated field if this person is highly compensated according to the terms of the plan.

12. Check the Key Employee field if this person is a key employee according to the terms of the plan.

13. Check the Dependents Only field if this plan only covers this person's dependents.

14. Save your work.

## Overriding Eligibility Participation Information for a Person

You can override the run results of the Participation batch process for a person in the Participation Overrides window.

You can also freeze the future calculation of derived factors, such as age or length of service, for a person in a program or plan. The ability to freeze derived factors is useful when you want to exempt a participant from the eligibility rules that are linked to a particular derived factor.

### To override eligible participation information for a person:

1. Query the Name of the person for whom you are overriding participation information.

2. Choose the Eligibility tab if it is not already selected.

#### Age and Length of Service

3. Choose the Age/Length of Service alternate region.

4. If you want the person's age to differ from that shown in the Age field, modify or enter that number.

5. If you want the person's age UOM to differ, modify or enter the unit of measure.

6. If you want the person's length of service to differ from that shown in the LOS field, modify or enter that number.

7. If you want the person's length of service UOM to differ, modify or enter that unit of measure.

8. If you want the person's number of hours worked to differ from that shown in the Hours Worked field, modify or enter that number.

9. If you want to modify the period in which the Hours Worked are measured, select a new value in the In Period field.

10. Enter the person's age and length of service in the Age & LOS field if you are overriding this derived value.

**Compensation**

11. Choose the Compensation alternate region.

12. If you want the person's computed compensation level to differ from that shown in the Compensation Reference field, modify or enter that number.

13. If you want the person's compensation currency to differ, enter that Currency.

14. If you want the calendar date the system uses to determine this person's length of service to differ from that shown in the Override Service Date field, modify or enter that date.

15. If you want the person's percent of full-time employment to differ from that shown in the Percent Full Time field, modify or enter that percentage.

16. Enter or modify the Hours Worked Qualification value if the system calculates the hours worked once (for a life event or an open enrollment period) or on a continuing basis each time you run the Participation batch process.

**Freeze**

17. In the Freeze block, check the derived factors you do not want the system to recalculate the next time it calculates derived factors for this person.

18. Save your work.

## Overriding Waive Participation Information for a Person (Advanced Benefits)

You can use the Participation Overrides window to override the certifications required to enroll in a waive plan.

### To override waive participation information for a person:

1. Query the Name of the person for whom you are overriding participation information.

**Waive**

2. Choose the Waive tab if it is not already selected.

3. Check the Waive Plan field if this person is waiving this program or plan.

4. Select the Certification Type that this person is waiving for this program or plan.

5. Select a Reason explaining why this person is being allowed to waive this certification type for this program or plan.

**Override**

6. Choose the Override tab.

7. Check the No Maximum Participation field if special circumstances dictate that this person is eligible or ineligible for this plan or program.

   Checking this field indicates that this person's eligibility/ ineligibility for the specified compensation object remains in force for an indefinite period of time, regardless of changes to this person's derivable or temporal information.

8. Check the Override field to override the otherwise ineligible person's participation in this plan.

9. Enter the date through which the system overrides the otherwise ineligible person's participation in this plan in the Through Date field.

10. Select a Reason explaining why you are overriding the otherwise ineligible person's participation in this plan.

11. Save your work.

## Overriding Participation Information for a Person for an Option in a Plan (Advanced Benefits)

You can override eligibility results for a person enrolling in a plan option by using the Participation Overrides window.

Choosing to override eligibility results for one or more options in a plan is useful when you do not want to override the eligibility results for all options in a plan.

### To override participation information for a person for an option in a plan:

1. Query the Name of the person for whom you are overriding participation information.

2. Select the program and plan that contains the option to override.

3. Choose the Options button.

4. Select the name of the option in this plan for which you are overriding participation

information in the Eligible Options field.

5. Check the Eligible field if you want this otherwise ineligible person to be eligible to participate in this option in this plan.

   Conversely, do not check the Eligible field if you want this otherwise eligible person to be ineligible to participate in this option in this plan.

6. Enter a Waiting Period Completion Date to change the date that must pass before a person is eligible for this benefit.

7. Enter the Start and End Dates through which this person is eligible/ineligible to participate in this option in this plan.

8. Check the Override field if special circumstances dictate that this person is deemed eligible or ineligible for this option in this plan.

9. Check the No Maximum Participation Override Through field if this person's eligibility or ineligibility for this option in plan remains in force for an indefinite period of time regardless of changes to this person's derivable or temporal information.

10. Select an Hours Worked Qualification code to indicate if the participant must meet the hours worked in period eligibility criteria once or on a recurring basis to qualify for this benefit.

11. Enter the date through which this override remains effective for this person's participation in the Override Through Date field, and select the Override Reason.

12. Save your work.

## Managing Eligible Person Waivers (Advanced Benefits)

You use the Waive Participation window to enter waive information for plan types and plans in a program.

### To manage eligible person waivers for a plan type in a program:

1. Query the Person who is eligible to receive the participation waiver.

2. Select the Program associated with the plan type or plans that this person is electing to waive.

3. Choose the Plan Type tab or the Plan tab depending if you are waiving all the plans in a plan type or only selected plans.

4. Select a Plan Type or Plan in this program that this person is electing to waive.

5. Select the Waive Reason that supports why this person is waiving participation in this plan type or plan.

6. Select the Certification Provided code that indicates this person provided the certification required to waive participation in this plan type or plan.

7. Check the Preferred field if this waive Certification is preferred, but not required.

8. Save your work.

## Maintaining Court Orders for a Participant

You use the Court Orders window to record a Qualified Medical Child Support Order or a Qualified Domestic Relation Orders for participants in the US who are subject to either of these court orders.

When a participant enrolls in a plan type or plan that is subject to a court order, the system determines if the participant's dependents that are named in the court order are covered by the plan type or plan in question. A warning message is issued at the time of enrollment notifying the benefits administrator of the court order.

### To maintain a court order for a participant:

1. Query the person for whom you are entering a court order.

2. Select a court order type in the Type field.

3. Enter a court order identifier in the Order ID field.

4. Do one of the following:
   - Select the plan subject to the court order in the Plan field.
   - Or, select the Plan Type if the court order applies to all plans in the plan type.

5. Enter the name of the court that issued the order in the Issuing Court field.

6. Complete these date-related fields.
   - *Issued Date*- the date the court issued the order
   - *Received Date*- the date your organization received the order
   - *Qualified Date*- the date you validated that the order satisfies the criteria of a qualified order

7. Enter a Description of the court order.

In the Period in Effect block:

8. Enter the dates on which dependent coverage starts and ends based on this court order.

   In the QDRO Payment block:

9. Specify the QDRO payment amount in either the Amount field or the % (Percent) field.
   - Enter the unit of measure of this payment, if the order is for an amount.
   - Select a distribution method in the Distribution field.
   - Enter the Number of Payments that must be made Per Period

   In the Cited block:

10. Select the name of the dependent or other person cited as a recipient of this benefit based on the court order.
    - Choose the Contacts button if you need to add a dependent for this participant.

11. Save your work.

## Recording a Continuing Benefits Payment

You use the Record Continuing Benefits Payment window to enter the amount paid by a participant for participation in a continuing benefits plan, such as US COBRA plans.

### To record a continuing benefits payment:

1. Query the person for whom you are recording a continuing benefits payment.

   The system displays all plans in which the participant is currently enrolled.

2. Select the plan and option for which you are recording a payment.

   The system display the activity rate for the plan you select and the Expected Payment Amount.

3. Enter the participant's payment amount in the Current Payment Amount field.

4. Save your work.

## Recording a Contribution or Distribution

You use the Record Contributions or Distributions window to enter an amount paid by

or paid to a participant in association with a plan or an option.

### To record a contribution or distribution:

1. Query the person for whom you are recording a contribution or distribution.
2. Choose the Activities tab.
3. Select the activity rate for which you are recording a contribution or distribution in the Activity field.
4. Enter the Amount of the participant's payment or distribution.
5. Choose the Compensation Objects tab to view the plans and options associated with the activity rate for which you are recording a contribution or distribution.
6. Choose the Display Payments button to display the Payments window. You can view the element associated with an activity rate and any payments recorded by the element in this window.
7. Save your work.

# Continuing Benefits Eligibility

## Continuing Benefits Eligibility

Oracle HRMS uses benefits assignments to maintain eligibility for continuing benefits. The application creates a benefits assignment as a copy of the employee's primary assignment when certain events occur, such as the termination of the employee or a qualifying reduction in hours.

See: Continuing Eligibility: Benefits Assignments, page 1-138

You can view, update, manually create, and end a person's benefits assignment. For example, special circumstances may dictate that you want to change an ex-employee's payroll. If so, you can update the payroll on the person's benefits assignment.

You can update or delete a benefits assignment without affecting the original employee assignment.

See: Maintaining a Benefits Assignment, page 6-85

## Maintaining a Benefits Assignment

You use the Benefits Assignment window to view, update, and manually create a person's benefits assignment.

The application automatically creates benefits assignments based on certain events, such as an employee termination, if you set up the auto-generation of benefits assignments when you define the default payroll for a business group.

See: Defining Benefits Defaults Monthly for a Business Group, *Oracle HRMS Enterprise and Workforce Management Guide*

See: Continuing Eligibility: Benefits Assignments, page 1-138

### To maintain a benefits assignment:

1. Query the person for whom you are maintaining a benefits assignment.
2. Select the person's location and organization.
3. Insert the person's assignment status in the Status field.

   **Note:** You can only manually insert a person's assignment status. You cannot update an assignment status that the system copies from the person's assignment record.

4. Update other assignment information as necessary.

   - Enter the person's people group in the Group field.
   - Select a Job, Position, and Grade.
   - Select a payroll.

     **Note:** US and Canadian users must select a payroll with a monthly periodicity.

5. Save your work.
6. Choose the Entries button if you want to add, purge, or end element entries for this assignment.

   You cannot manually enter or edit entries for elements attached to an activity base rate. These entries are updated by the system when you make an election change or enrollment override.

### To delete a benefits assignment:

1. Query the person's benefits assignment and choose the Delete icon from the toolbar. You can choose to purge or end-date the record.

   **Note:** Deleting a benefits assignment does not affect the employee assignment.

# Rates, Premiums, Balances, and Reimbursements

## Recalculate Participant Values Overview (Standard Benefits)

You can update activity rates for currently enrolled participants based on plan design changes--such as yearly rate increases--or after a salary review period. You can also recalculate rates if you change the Value Passed to Payroll. For selected persons, you run the Recalculate Participant Values process to calculate:

- Participant rates
- Coverages
- Actual premiums
- Imputed income rates (US)

The process provides for a participant to continue coverage in their current benefits elections without the need for re-enrollment or a manual change in rates.

By running the Recalculate Participant Values process close to when plan design changes take effect, you can minimize the impact on currently enrolling participants. Most often, a system administrator schedules the process to run after the end of an annual enrollment period.

As a prerequisite to running the process you should:

- Update your plan design (defining the new rate calculations)
- Ensure that person records are current
- Run the Maintain Participant Eligibility process to update eligibility records and derived factors such as age and length of service

See: Running the Maintain Participant Eligibility Process, page 6-7

See: Running the Recalculate Participant Values process, page 6-88

> **Note:** You can use Total Compensation Setup Wizard, page 5-4 to update multiple standard and variable activity rates simultaneously.

## Updating Activity Rates from Year-to-Year

When activity rates change between plan years, follow these steps to ensure that your rates are updated without any interruption to current enrollments.

Use the Standard Rates window to update activity rates. You can also use Total Compensation Setup Wizard, page 5-4 to update multiple rates simultaneously.

### To update activity rates from year-to-year:

1. Set your effective date to the date and year in which the new rate becomes effective.
2. Make any changes that you require, such as updating the calculation to establish a new rate.

   **Important:** Occasionally, you may want to change the element and input value of a standard rate for business purposes. If so, set the effective date to the date you want the element to begin for participants that you process. The effective date must be later than the existing element entry start date for a person currently enrolled in a compensation object that uses the rate.

3. Save your work.

   When you process an enrollment or run the Recalculate Participant Values Process, the application calculates the rate according to your changes.

## Running the Recalculate Participant Values Process (Standard Benefits)

The Recalculate Participant Values process updates activity rates based on changes to plan design.

You run processes from the Submit Requests window.

See: Recalculate Participant Values Overview (Standard Benefits), page 6-87

### To run the Recalculate Participant Values process:

1. Select the Recalculate Participant Values process in the Name field.
2. Enter the Parameters field to open the Parameters window.

   You can select from a variety of criteria to limit the participants for whom you are re-calculating activity rates.

3. Select an individual in the Person Name field to run the process for a single person.
4. Select a Person Type if you want to calculate rates only for a particular person type (such as employee) within the compensation objects you select.
5. Select a compensation object--such as a plan or program--for which you are calculating rates.

6. If special circumstances apply, select a Compensation Object Selection Rule or a Person Selection Rule you have defined to limit the application of the rate re-calculation. For example, you can write a rule to restrict person selection to those employees with a recent salary change.

7. Choose the OK button.

8. Complete the batch process request and choose Submit.

   If you run this process in error, you can resubmit the process at a date that is prior to the effective date of the previous run. This will recalculate results using the earlier effective date and remove all future changes.

   **Note**: Anytime you run this process it will remove any future enrollment changes.

## Running the Premium Reconciliation Report

Run the Premium Reconciliation Report to support the monthly benefits billing reconciliation process. This report compares monthly premium amounts to standard rates and element entries by pay period, for all participants enrolled during the reporting period.

Use this report as an error check for employees with no rates, rates that differ from element entries, and rates and element entries that do not equal monthly premium amounts. In addition, you can use this report as an account of monthly premium payments by sending it to the benefits provider.

You run reports from the Submit Requests window.

### To run the Premium Reconciliation Report:

1. Select Reconciliation of Premium Contributions to Element Entries in the Name field.

2. In the Parameters window, enter the Reporting Start Date and the Reporting End Date to limit the premium reconciliation to this pay period.

   **Note:** If you select dates beyond the pay period, the report result will not display the reconciliation details.

3. Select other criteria to limit the report results to a particular employee, such as:

   - Employee Name
   - National Identifier
   - Employee Name Format: this limits the report result to the selected employee.

**Note:** The default format is the default Employee Name Format you configured during implementation. If you select Japanese, the report result displays the participant details in the full name format as per Japanese legislation requirements.

- Program: this limits the report to the specific program.

  **Note:** The list of values contains all active programs in the business group.

4. Select the Plan to limit the report results to data elements contained in the plan.

   **Note:** If you select a healthcare plan, the report displays details of healthcare options. Similarly, if you select an insurance plan, the report displays details of coverage options.

5. You can also select other criteria to limit the results of the report, such as:
   - Person Selection Rule
   - Organization
   - Location
   - Benefits Group
   - Reporting Group
   - Payroll
   - Premium Type

6. The default value for Output Type is Text. Select Comma Separated Values if you have many premium, rate, and element entry values.

7. Indicate if you want to view report results, such as:

   **Note:** The default value for the following is Yes:

   - Display Plan Reconciliation Report: provides total participant monthly premiums, standard rates, element entries, and discrepancy amounts for each payroll frequency in the reporting period.

- Display Plan Discrepancies Report: lists all participant records with a discrepancy due to monthly premiums, standard rates, or element entries per pay period.
- Display Life Event Report: lists all participants whose life event caused a change to plan premiums in the reporting period. If there are no such participants, the report result does not display this section.
- Display Plan Participant Details Report: lists all the participants enrolled in the plan including option/coverage, monthly premium, and coverage start and end date.
- Display Participant Details: displays the Plan Reconciliation and Plan Discrepancies sections of the report.

8. Choose OK.
9. In the Submit Request window, verify the parameters you selected, set the schedule and the options for running the report.
10. Choose the Submit button.
11. Close the Submit Requests window.
12. Open the Find Requests window.
13. Click Find.
14. Select your Request ID and click View Output.

    The Discrepancy column highlights the amounts that do not reconcile for a person. The following codes indicate the reason for the discrepancy:

    **S** = Element entries (per pay period) for total contributions subtracted from the standard rate pay period total do not equal zero.

    **P** = Element entries (per pay period) for total contribution subtracted from the participant monthly premium do not equal zero.

    **SP** = Both standard rates and the participant monthly premium do not reconcile with element entries for the period.

## Viewing and Adjusting Monthly Premiums for a Plan or Option in Plan

You use the Monthly Plan or Option Premium window to view the plans and options for which you have defined a premium calculation.

Use this form if you need to manually adjust the premium result for a plan or an option in plan or if you need to enter or update the costing segment against which the

premium is applied.

### To view or adjust a monthly premium for a plan or option in plan:

1. Query the Plan or Option for which you want to view premium information.

2. Select the premium associated with this plan or option in the Premium Name field.

   The system displays the following **read-only** premium information in the **General tabbed region**:

   - The premium *Type*
   - The premium *Payer*
   - The *Supplier* of the coverage
   - The *Calculation method* used to derive the premium.

   The system displays premium calculation results in the **Monthly Activity tabbed region**. The following information is **read-only**:

   - Premium unit of measure
   - the Premium Manually Adjusted field appears checked if you manually adjusted the premium

3. Enter the new premium in the Value field to manually adjust the result of the premium calculation.

   - If necessary, change the month or year for which you are manually adjusting the premium.

4. Enter the Number of Participants included in this premium.

5. Enter or updates the Costing segment against which to apply the premium for this plan or option in plan.

6. Save your work.

## Viewing and Adjusting Monthly Premiums for a Participant

You use the Monthly Participant Premium window to view the plans and options in which a participant is enrolled that have an associated premium. Use this form if you need to manually adjust a participant's premium or if you need to enter or update the costing segment against which the participant's premium is applied.

### To view or adjust a monthly premium for a participant:

1. Query the Person for whom you want to view premium information.

2. Select the premium associated with this plan or option in the Premium Name field.

   The system displays the following **read-only** premium information in the **General tabbed region**:

   - The *Plan* or *Option* associated with the premium
   - The premium *Type*
   - The premium *Payer*
   - The *Calculation method* used to derive the premium
   - The *Supplier* of the coverage
   - The *Standard Value* and *Unit of Measure* of the premium

   The system displays premium calculation results for the selected person in the **Monthly Activity tabbed region**. The following information is **read-only**:

   - Premium unit of measure
   - Total credits
   - Net premium (the premium paid minus the total credits applied to the premium)
   - the Allocated Value field appears checked if this is an allocated premium
   - the Premium Manually Adjusted field appears checked if you manually adjusted the premium
   - the Credits Manually Adjusted field appears checked if you manually adjusted the credits applied to this premium

3. Enter the new premium in the Value field to manually adjust the result of the premium calculation.

   - If necessary, change the month or year for which you are manually adjusting the premium.

4. Enter or update the Costing segment against which to apply the premium for this person.

5. Save your work.

## Defining Person Benefit Balances

You define a person benefit balance using the Person Benefits Balances window by associating a person with a benefit balance you have defined.

### To define a person benefit balance:

1. Select a Person for whom you are defining a benefit balance.
2. Select a Benefit Balance that you defined in the Benefit Balances window.
3. Enter a Value for the balance.
4. Save your work.

## Recording a Reimbursement Request (Advanced Benefits)

You use the Reimbursement Requests window to date-effectively record a request for reimbursement when the participant incurs a cost that is covered by a plan for which you have defined reimbursable goods and services, such as a spending account plan.

### To record a reimbursement request:

1. Query the name of the person who is submitting the reimbursement request.
2. In the From and To fields, record the date range over which the cost was incurred. The Expense Incurred Date defaults to the effective date.

   **Note:** The application saves future-dated reimbursement requests with a status of Pending and does not create an element entry.

3. Select the Plan against which the submitter is making the reimbursement request.

   **Request Details Tab**

4. Choose the Request Details tab.
5. In the For field, select the name of the person receiving the reimbursement.

   This person can be the primary participant or a person of a valid relationship type to the primary participant as defined for the reimbursement plan.

6. Select the Status of the reimbursement request.
7. Enter the request Amount and select the Currency type of the expense.

8. Enter the name of the good or service Provider and the Provider's Tax ID.

9. Check the Adjustment field if this reimbursement request is an adjustment to an existing request.

10. Optionally, enter an Approved Amount.

11. Save your work.

    When you save the request, the application automatically:

    - Assigns the request a Request Number
    - Records the effective date as the Submitted Date of the request
    - Assigns the request a status of Goods and Services Required
    - Indicates the Annual Coverage Elected for the current and previous years as well as the previous year's Claims Paid (for spending account plans)
    - In the Total Claims Submitted field, calculates and displays the total amount of the requests this year for this person for this plan

    **Goods or Services Tab**

    > **Note:** As a prerequisite, you must define goods and services during your plan design in order to process a reimbursement request.

12. Choose the Goods or Services tab.

13. Select the Good or Service provided.

    The Certification Required field appears checked if you indicated this certification was required during your implementation.

14. Choose the Certification button to open the Reimbursement Certifications window.

    - Record the Received Date or Denied Date of the certification.

15. Save your work.

**Changing the Status of a Request**

You can change the status of a reimbursement request.

### To change the status of a request:

1. Choose the Status Tracking tab.

   The application populates the Status field with the request status you selected in

Step 6 above.

In the Request block:

2. Select a Reason for this request status.

   You can add to the list of Status Reason types by using the Lookup Type BEN_STAT_RSN in the Application Utilities Lookups window.

3. Check the Overridden field if you override the status of this request for some reason.

   **Note:** This field is reserved for future use.

4. Select a Reason for the request override.

   **Note:** This field is reserved for future use.

5. Select the Prior Status of the request before you selected the overriding request status.

   **Note:** This field is reserved for future use.

In the Approved for Payment block:

6. Select the status of the approved payment in the Current field.

   You can add to the list of Approved Payment Status types by using the Lookup Type BEN_APRVD_PYMT_STAT in the Application Utilities Lookups window.

7. Select an approved payment status Reason.

   You can add to the list of Approved Payment Status Reasons by using the Lookup Type BEN_APRVD_PYMT_RSN in the Application Utilities Lookups window.

8. Check the Overridden field if you override the status of this approved payment for some reason.

   **Note:** This field is reserved for future use.

9. Select a Reason for this approved payment override.

   **Note:** This field is reserved for future use.

10. Select the Prior Status of the approved payment request before you selected the

overriding status.

**Note:** This field is reserved for future use.

11. Save your work.

**Entering a Reimbursement Payment**

When you save an approved request, the application writes the approved amount to the Reimbursement Payment window and updates the standard distribution rate for the reimbursement. If you link an element to the distribution rate, the process updates the element entry.

You can change the approved amount, provided that the new amount is not for a higher value and that your payroll system has not processed the payment.

### To enter a reimbursement payment:

1. Choose the Payment button.
2. Modify the Approved Payment amount.
3. Select a payment status and a status reason.
4. Check the Adjustment check box if you are adjusting the approved amount.
5. Save your work.

## Running the Process Forfeitures Concurrent Request (Advanced Benefits)

Run the Process Forfeitures concurrent request to calculate and record the total forfeited amount for each participant in a reimbursement plan at the end of a plan year.

**Note:** As a prerequisite, update the balances to make sure that contribution and distribution totals are current and accurate.

See: Setting Up Reimbursement Plans for Forfeitures (Advanced Benefits), page 1-101

You run processes from the Submit Requests window.

### To run the Process Forfeitures concurrent request:

1. Select Process Forfeitures in the Name field.
2. Enter the Parameters field to open the Parameters window.
3. Enter the Effective Date of the process.

4. In the Commit field, select whether you want to commit or rollback the results of the process.

5. Select the reimbursement plan for which you are processing forfeitures in the Plan Name field.

6. Choose the OK button.

7. Complete the batch process request and choose Submit.

8. Run the Process Forfeitures Audit Log process or the Process Forfeitures Summary Report for information about errors and process totals.

9. To view forfeiture results for a participant, open the View Enrollment Results window. Query a person, then choose the Rates button.

10. To view total forfeitures for the plan, open the Forfeited Values window. Query a plan. Select the Forfeitures tab, then choose the Forfeiture Values button.

# Communications

## Determine Communications Batch Process

You use the Determine Communications batch process to generate communications that are not automatically generated based on the rules of your plan design.

You can generate a batch communication for just one person or for all the people who meet your selection criteria. You select the parameters of the batch process to limit the people who receive a communication.

You can generate a batch communication by selecting one of four different kinds of *triggers types.* A trigger is a primary parameter that determines the kind of communication that is delivered. Choose one of the following triggers:

- Enrollment Reminder Letters
- Action Item Reminder Letters
- Emerging Event Literature
- Targeted Mass Mailing

The parameters available for your use vary according to the trigger that you select.

When you select more than one parameter, the system only generates communications for those persons who meet the criteria of all the parameters you select.

> **Important:** If you do not select a communication type as one your parameters, the batch process generates all communications defined for the trigger type you select.

See: Running the Determine Communications Batch Process, *Oracle HRMS Compensation and Benefits Management Guide*

### Enrollment Reminder Letters

You select this trigger to generate one or more batch communications for all participants who:

- Have an open life event (life event status equals Started)
- Have not made an election as of the effective date of the batch process
- Meet the criteria of all the parameters that you select

For example, you could send an enrollment reminder letter to all persons eligible for a

benefit who have not made an election by a certain date.

## Action Item Reminder Letters

You select this trigger to generate one or more batch communications for all participants who:

- Have an open action item as of the effective date of the batch process
- Meet the criteria of all the parameters that you select

## Emerging Event Literature

You select this trigger to generate one or more batch communications for all participants who:

- Will experience a life event based on the temporal factors of age, length of service, or combination age and length of service as of the date you select
- Meet the criteria of all the parameters that you select

> **Note:** For emerging event communications, the selection of a compensation object as a batch process parameter is optional. If no compensation object is specified, none will be used. For other batch processes, if you do not select a compensation object all compensation objects are included as a parameter.

## Targeted Mass Mailing

You select this trigger to generate one or more batch communications for all participants who:

- Are either eligible for a benefit or enrolled in a benefit that you select
- Meet the criteria of all the parameters that you select

## Determine Communications Batch Process Parameters

You select batch communication parameters to determine the criteria that a person must meet in order to receive a communication.

When you select more than one parameter, the system generates communications for those persons who meet the criteria of *all* the parameters you select.

The available parameters vary according to the *trigger type* that you select.

A listing of all possible runtime parameters follows.

- **Action Type** Select an action type to specify that the system process persons who have an open action item effecting their enrollment as of the effective date of the batch process run.

- **Age Factor** Select an age factor to specify that the system process persons who meet the criteria of this derived factor.

- **Combination Age and Length of Service** Select a combination age and length of service factor to specify that the system process persons who meet the criteria of this derived factor.

- **Comp Object Select Rule** Select a user-defined rule to limit the compensation objects that are processed in the batch run.

- **Eligible or Enrolled**Select this parameter to indicate if the system should process persons who are eligible for a benefit or enrolled in a benefit.

- **Enrollment Period**Select an enrollment period.

- **From Date** Select the date from when the derived factor is computed if you use age, length of service, or combination age and length of service as a parameter.

- **Length of Service Factor** Select a length of service factor to specify that the system process persons who meet the criteria of this derived factor.

- **Life Event** Select a life event to specify that the system process persons experiencing this life event.

- **Location** Select a location to specify that the system process all employees assigned to that location.

- **Maximum Age** Enter a maximum age to use as a selection criteria instead of an age factor.

- **Maximum Combination Age and Length of Service** Enter a maximum combination age and length of service to use as a selection criteria instead of a combination age and length of service factor.

- **Maximum Length of Service**Enter a maximum length of service to use as a selection criteria instead of a length of service factor.

- **Minimum Age** Enter a minimum age to use as a selection criteria instead of an age factor.

- **Minimum Combination Age and Length of Service** Enter a minimum combination age and length of service to use as a selection criteria instead of a combination age and length of service factor.

- **Minimum Length of Service** Enter a minimum length of service to use as a selection criteria instead of a length of service factor.
- **Mode** Select Initial if you are submitting this communication batch process for the first time, or select Resend if you are re-submitting this batch process.
- **Organization** Select an organization to specify that the system process all employees whose primary assignment is to the organization.
- **Person Name** Select one person for processing.
- **Person Selection Rule** Select a user-defined rule designed to limit which persons are processed by the batch run. The Person Selection Rule and the Person Name parameters are mutually exclusive.
- **Person Type** Select one person type for processing.
- **Plans Not in Programs** Select Yes to specify that the system process all persons for all plans not in program.
- **Program** Select a program to specify that the system process persons enrolled in or eligible for any plans or options in this program.
- **Trigger Type** This is the main parameter that determines the kind of communication to be sent.

## Maintaining Person Communications

You use the Person Communications window to date effectively maintain information about the communications that are sent to a participant. You can define communications so that they are automatically sent to a participant after a qualifying life event, or you can send communications at the participant's request.

### To maintain communications for a person:

1. Query the person for whom you want to maintain communications information.
2. Select the Type of communication you are sending.

   **Note:** The communications listed in the Type field are those defined with a communication trigger type of Online Participant Based Request or Online PSR Based Request.

   The system displays the following read-only information based on the communication you select:

- The life event triggering this communication
- The date sent, if this communication has been sent
- The short name for the communication, if one was defined
- The To Be Sent date code, communication usage, and recipient type

3. Modify the To Be Sent date, if necessary.
4. Check the Inspect field if this mailing requires inspection.
5. Check the Requested field if this mailing does not require inspection, but inspection is requested.
6. Select the Address to which the communication should be delivered.
7. Change the delivery method or media, if necessary.

   You maintain a person's preferred delivery method and media on the People window.
8. Enter any Instructions about the delivery or processing of this communication.
9. Choose the Usages button to navigate to the Communications Usages window where you can associate the communication type to a program, plan, action, or enrollment period.
10. Choose the Resend button to send this communication.
11. Save your work.

## Running the Determine Communications Batch Process

You run the Communications Batch Process from the Submit Requests window. Select runtime parameters as needed.

### To run the Communications Batch Process:

1. Check the Single Request field.
2. Select the Determine Communications batch process in the Request Name field.
3. Select one or more runtime parameters in the resulting Parameters window to limit the group of persons the system processes during the batch run.

**Note:** The system determines the available parameters based on the trigger type you select. Further system edits prevent the selection of incompatible parameters.

4. Choose the Submit Request button to submit this batch run for system processing.

# Workforce Intelligence for Health and Welfare Administration

## Action Items and Certifications Workbook

This workbook enables you to identify a person's outstanding enrollment action items if any. It also enables you to decide whether to unsuspend elections or consider the life events as complete.

### Worksheets

This workbook has the following worksheets:

- Action Items
- Certifications

You must supply values for the following parameters of the worksheet:

- Employee Name
- Employee Number
- National Identifier

### Action Items Worksheet

This worksheet enables you to display the following details for each person:

- Life event causing the action item
- Program name
- Plan type name
- Plan and option names
- Action type name and description
- Action item required
- Action item due and completed dates
- Enrollment suspended or not suspended

#### Business Questions

*What open action items exist for the employees' enrollment?*

#### Certifications Worksheet

This worksheet enables you to identify the certifications that the participant provides in a plan to satisfy the enrollment certification requirements. It enables you to identify the following details for each person:

- Life event name
- Program name
- Plan name and type
- Option name
- Details about enrollment certification, such as the certification type, required or optional, required and received dates, and denied certification information

#### Business Questions

*What certifications have the employees provided for their enrollment?*

## Dependents and Beneficiaries Workbook

This workbook enables you to identify the persons or organizations that benefits participants designate as their beneficiaries or dependents.

## Worksheets

This workbook has the following worksheets:

- Dependent Designations
- Beneficiary Designations

You must supply values for the following parameters of the worksheet:

- Employee Name
- Employee Number
- National Identifier

## Dependent Designations Worksheet

This worksheet enables you to identify the persons that participants designate as dependents. This worksheet displays the following details for each person:

- Life name
- Program name
- Plan name and type
- Option name
- Dependent name and relationship to participant
- Dependent coverage rates
- Certification details such as the type, dates, and requirement status

### Business Questions

*Who have the employees designated as their dependents?*

## Beneficiary Designations Worksheet

This worksheet enables you to identify the persons or organizations that participants designate in a plan as beneficiaries of plan benefits. It displays the following details for each person:

- Life event name
- Program name
- Plan name and type
- Option name
- Beneficiary name and type
- Coverage percentage and amount
- Designation dates
- Trustee details
- Additional instructions if any
- Certification details, such as the type, dates, and requirement

### Business Questions

*Who have the employees designated as their beneficiaries?*

## Enrollment Rates and Premiums Workbook

This workbook enables you to identify the following information:

- Standard rates
- Total flex credits
- Imputed income for a person enrolled in a plan or option in plan
- Premium values

### Worksheets

This workbook has the following worksheets:

- Enrollment Rates
- Premiums

You must supply values for the following parameters of the worksheet:

- Employee Name
- Employee Number
- National Identifier

### Enrollment Rates Worksheet

This worksheet displays the following details for each program:

- The participants and the plans or options in which they are enrolled
- Corresponding standard rates and rate types
- Defined, communicated, and annual amounts

### Business Questions

*What are the enrollment rates for the employees' programs?*

### Premiums Worksheet

This worksheet displays the participant details, such as the plans or options in which they have enrolled, the corresponding premium amount, currency, and activity period.

#### Business Questions

*What are the premium rates for the employees' programs?*

## Health Cost Report Workbook

This workbook enables you to identify the existing health plans for a person.

### Worksheets

This workbook has the following worksheets:

- Plan
- Person

You must supply a value for the Program Name parameter for these worksheets.

> **Note:** You need an Advanced Benefits licence to obtain meaningful data in these two worksheets.

### Plan Worksheet

The Plan worksheet enables you to report on the defined, annual, and communicated amounts for each plan. It provides the sum total of the entire plan and option combinations. For each plan/option combination, the worksheet displays the calculation result in a matrix format.

#### Business Questions

*What are the cost details for the medical plans in which employees have enrolled?*

### Person Worksheet

This worksheet displays the details of participants enrolled in each plan. It enables you to report on the defined, annual, and communicated amounts for each plan. You can also report the total amount of the plan or option for each individual employee.

#### Business Questions

*How many employees have enrolled in a specific plan?*

# Life Event Summary Workbook

This workbook enables you to identify the existing life events for a person. You can also identify the potential life events and the ones currently in progress.

## Worksheets

This workbook has the following worksheets:

- Person Life Events
- Potential Life Events

You must specify values for the start and end date parameters for both these worksheets.

> **Note:** You need an Advanced Benefits licence to obtain meaningful data in these two worksheets.

## Person Life Events Worksheet

This worksheet enables you to report on the total number of processed life events with the following statuses:

- Processed
- Started
- Backed-out
- Voided

This report uses calculations with the following statuses:

- Backed out
- Processed
- Started
- Voided
- Total

### Business Questions

*What are this person's life events? What is the status of those events?*

## Potential Life Events Worksheet

This worksheet enables you to report on the total number of processed life events with the following statuses:

- Detected
- Manual override
- Processed
- Unprocessed
- Voided
- Total

### Business Questions

*What are the potential life events and what is their status?*

# Person Life Event Details Workbook

This workbook enables you to identify the details of the processed and potential life events for a person.

## Worksheets

This workbook has the following worksheets:

- Processed Life Events
- Potential Life Events

You must specify values for the start date, end date, and life event name parameters for both these worksheets.

> **Note:** You need an Advanced Benefits licence to obtain meaningful data in these two worksheets.

## Processed Life Events Worksheet

This worksheet enables you to display the details of persons with the following life event information:

- Selected life event

- Date of occurrence
- Status
- Organization
- Job
- Grade
- Position
- Location
- Bargaining unit
- e-mail address

### Business Questions

*What are the processed life events for an employee? What are the employee details and life event status?*

## Potential Life Events Worksheet

This worksheet enables you to report on the following:

- Life event name and status
- Persons with the selected life event
- Life event occurrence and processed dates
- Void/manual override dates when applicable

### Business Questions

*What are the potential life events for an employee? What are the employee details and life event status?*

# 7

# Payroll Earnings and Deductions

## Payroll Earnings and Deductions Overview

Many earnings and deductions - such as salary, pension deductions, and taxes - are discussed under specific functional headings, such as *Salary and Grade Related Pay*, or *Savings and Retirement*, or *Payroll Statutory Deductions*. In this area, we look at payroll earnings and deductions, such as wage attachments, that have not already been covered under other functional headings.

We also focus on additional setup required by Oracle Payroll for processing earnings and deductions. This setup includes the creation of formulas and balances. In some localizations, and for certain types of earnings and deductions, you can select template elements in the Configuration Workbench, or you can use the Element Design Wizard or template windows to generate all the components required for payroll processing, including elements, formulas, balances, and formula result rules.

Certain types of earnings and deductions require additional setup to enable special processing such as net-to-gross and proration, where this is enabled for your localization. Such setup is also discussed in this section.

> **Note: Mexico only**: Oracle HRMS for Mexico does not support net-to-gross processing.

### Key Concepts

To get the most out of the earnings and deductions functionality of Oracle HRMS, you need to understand the following key concepts:

- Pay values
- Formulas
- Frequency rules

- Payroll balances
- Earnings and deductions templates
- Proration
- Net-to-gross processing
- Third party payments

## Payroll Earnings and Deductions

Oracle HRMS provides an integrated solution for Human Resources and Payroll. Therefore your setup of compensation and benefits supports both compensation management and payroll management.

### Can Oracle Payroll handle complex calculations?

Yes it can, through its use of formulas to specify calculations for each earnings or deduction. These formulas use values from the HRMS database and can include conditional logic to perform different calculations for different groups of employees. For example, they can check balances or employee status to control how to process the earning or deduction. Many of the formulas you need, for example for tax calculations, are supplied with Oracle Payroll.

### How do you control when each earning or deduction is processed?

The sequence of processing in a payroll run is determined by classifications, such as Pre-tax Deductions and Tax Deductions. You can also prioritize the processing for an individual employee, for example to determine the order in which deductions are processed for wage attachments.

You control whether any value is processed just once, in every payroll run, or periodically (such as once a quarter). Your formulas can also change or stop the processing of an earning or deduction during a run, based on employee status.

### How do you accumulate and review balances?

The system can accumulate balances of payroll run results or values entered before the run. You can accumulate a balance over different time dimensions such as current run, month, and year to date. You can review balances after payroll processing and use balances to control the processing performed in the payroll run.

### Can I set up new balances, for the values that are important to my company?

Yes, you can define whatever additional balances your enterprise requires. For example,

you may require a Pensionable Earnings balance for a defined benefit pension plan your enterprise offers employees.

## How do you enter compensation values for the payroll run?

Some values, such as salary, can be entered once and used in every payroll run (or periodic runs) until you need to update them. Other values, such as hours worked, need to be entered or calculated fresh for each run.

You can do one of the following:

- Use default values (which may be different for groups of employees)
- Enter values employee-by-employee
- Enter values in a batch
- Leave it to the system to enter values based on calculations performed during the payroll run

You can define validation rules to minimize data entry errors.

## What wage attachments can I process using Oracle Payroll?

The wage attachments that you can process depend on the specific payments that apply to your legislation. Examples of payments include child support payments, educational loans, taxes to local authorities, alimony, and bankruptcy orders.

See: Third Party Payment Deductions, *Oracle HRMS Compensation and Benefits Management Guide*

Oracle Payroll supports electronic funds transfer (EFT) of state child support garnishments for the state of Illinois. However, all states accept the Oracle EFT format, but normally require different data dependent upon individual state requirements. You can use the Illinois EFT format to send support payments electronically to all states. You need to include only the information required by the state in the file. You create a separate file for each state containing different routing and account numbers, so you need to set up a separate third party payment method for each state.

## Can I determine the earnings types and amounts that are liable for wage attachment deductions?

Using Wage Attachment Earnings Rules you can determine which earnings types are considered disposable income and liable for wage attachment deductions.

## Can I prioritize payment of wage attachments?

You can determine the overall priority of a wage attachment compared to other

deductions, and you can also determine sub priorities. For example, if an employee has multiple court orders against them, you can ensure that Oracle Payroll deducts the most important order first.

The standard processing priority order for processing the various categories of attachment is the following:

- Bankruptcy orders
- Support orders effective before federal tax levies
- Federal tax levies
- Support orders effective after federal tax levies
- State tax levies (not supported by Oracle Payroll)
- Credit garnishments
- All other attachments

## Once deducted from an employee's wage, how is the wage attachment made?

If enabled for your localization, you can use Oracle Payroll's Cheque Writer features to produce cheques for either organizations or individuals. Localizations that do not have Oracle Payroll's Cheque Writer features available can make payments by credit transfer.

## Can I use another system to manage the wage attachments?

You can use an external system to manage your wage attachments. If you want to make entries from that system into Oracle Payroll for payroll processing, you can use predefined deductions that come with Oracle Payroll.

## Can Oracle properly calculate overtime according to FLSA guidelines?

Oracle Payroll fully supports the federal overtime calculation rule. The new functionality performs calculations for periods that are longer than a single workweek. You can configure the product to handle either Federal FLSA or State FLSA. You can also configure alternative overtime calculations as specified by selected states or by union contract.

Oracle Payroll uses the term Augments to refer to amounts paid which are in addition to the employee's regular rate of pay and which are considered to be non-discretionary, such as a commission or bonus. The new functionality prorates the augment across all periods during which it was earned.

#### Creating Elements Using the Element Design Wizard

## Should employees automatically receive this element (Standard Link)?

If you select "Yes," then a standard link is created and all employees are automatically enrolled in this element upon hire.

## At which point in the termination process are employees no longer eligible for this element?

In the Element Design Wizard, select one of the following options:

- Always eligible (Final Close): Select this option when you want the element entries to stay open beyond the employee's leaving date so that you can continue to pay the employee.

- Employment Termination date (Actual Termination): Use this option if you want recurring entries to close down on the date the employee leaves. For a nonrecurring element, select Actual Termination if you want the entries to close down at the end of the pay period in which the employee leaves, or on the date the assignment ends (the final process date).

- First pay period after termination (Last Standard Process): Use this option for all recurring and nonrecurring elements if you want their entries to close down on the Last Standard Process date or on the date the assignment ends (the final process date) if this is earlier. The Last Standard Process date defaults to the last day of the pay period in which the employee is terminated, but you can set it to a later period when you terminate an employee.

## Should this element automatically recur or should it be entered explicitly for each payroll period in which you want to process it?

In the Element Design Wizard, select one of the following options:

- Automatically recur (Recurring): Select Recurring if an entry of this element applies in every period until the entry is ended.

- Entered each pay period (Non Recurring): Select Non Recurring if an entry applies in one pay period only.

## Should this element be processed once per payroll period?

In the Element Design Wizard, if you select "Yes" and run two regular runs in the same period, the element will only be picked up once.

## Is more than one entry of this element allowed for an employee in a pay period?

In the Element Design Wizard, select "Yes" for elements like "Time Entry" where an employee can have multiple entries in a single period. Select "No" for earnings like "Regular Salary."

## How do you handle Frequency Rules?

These rules determine the pay periods in which the element is paid or withheld. For example, a monthly deduction might be processed in the third period of the month for weekly-paid employees and in the second period of the month for employees paid on a semi-monthly basis.

# Earnings and Deductions Elements

## Element Design Wizard

Oracle HRMS provides you with the ability to define all typical earnings and deductions needed to administer payroll, using a browser-based wizard. This classification and secondary classification model determines element behavior.

> **Note:** You can only define new elements with this wizard. You cannot delete, update, or query for existing elements.

You must choose a calculation rule for each element you define. The rules that are available for earnings elements are: Flat Amount, Hours * Rate, Percentage of Earnings, and Days * Rate.

When defining deductions elements, you can choose to withhold a flat amount or a percentage of eligible earnings each pay period.

> **Note:** HRMS elements do not support by default:
>
> - Special inputs
> - Skip rules
>
> Oracle HRMS has replaced these features with new functionality (such as run types and pay value overrides).

When you define an element through this wizard, it automatically creates the following characteristics:

- Input Values, page 7-15
- Formula, page 7-15
- Formula Result Rules, page 7-16
- Balance Types and Defined Balances, page 7-16
- Balance Attributes (for Balance Reporting)
- Balance Feeds, page 7-16
- Element Type Usages, page 7-16
- Element Extra Information Types, page 7-16 (for IDW)

- Secondary Classifications
- Frequency Rules

## Element Classifications

You assign each element with a classification. You can do this through the Element Design Wizard.

For earnings elements, the classifications are:

- Earnings
- Supplemental Earnings
- Imputed Earnings
- Amends
- Non-payroll Payments

For deduction elements, the classifications are:

- Pre-tax Deductions
- Tax Deductions
- Involuntary Deductions
- Voluntary deductions

See also: Survey of the Classifications, page 1-19

## Calculation Rules

You must choose a calculation rule for each element you define. The rules that are available for earnings elements are:

| Calculation Rule | Description |
|---|---|
| Days * Rate | For earnings that are based on a daily rate. The result is derived by multiplying the number of days with the daily rate. The number of days and the daily rate can be specified on the element entry. If left blank, the number of days is derived from the employee's work schedule and the daily rate is derived from the employee's salary proposal. |
| Flat Amount | Pays the amount specified on the "Amount" input value. |
| Hours * Rate | For earnings that are based on an hourly rate. The number of hours and the rate can be specified on the element entry or can be derived from the work schedule and the salary proposal. |
| Percentage of Earnings | For earnings that are calculated as a percentage of another balance. This balance is defaulted to the employee's normal pay as defined through salary administration. |

### Christmas Saving: Percentage of Earnings

Christmas Saving is a deduction from the employee calculated as a percentage of gross earnings. At the end of the year, the "Saving Box" distributes the funds back to the employee with interest. The "Saving Box" is a saving fund selected by the employees, which is different from the formal "Saving Fund" which is administrated by the employer.

If an employee authorizes a 5% deduction for Christmas Saving, and they are paid semi-monthly with gross earnings for the period of $5,000.00, the Saving Box input value would be 5.00. The deduction amount would be $250.00.

The available deduction calculation rules are:

| Calculation Rule | Description |
|---|---|
| Flat Amount | Creates deductions that deduct the amount specified on the "Amount" input value. |

| Calculation Rule | Description |
|---|---|
| Percentage | For deductions that are a percentage of eligible earnings. The percentage is specified on the element entry. The eligible earnings are defined by feeding the eligible comp balance for the deduction. |

See also: Amount Rules for Earnings and Non-Payroll Payments, page 7-21 and Calculation Rules for Deductions, page 7-26

## Earnings Element Attributes

The wizard helps you specify the following attributes for earnings elements:

| Attribute | Description |
|---|---|
| Base Compensation | You can use Historic Rates to group elements into Rate Types. Use this field to indicate if the element is a part of the delivered Base Pay rate type. Oracle HRMS uses Base Pay to derive other earnings like Christmas Bonus and Vacation Premium.<br><br>Oracle HRMS determines the ordinary monthly salary for an employee using this Historic Rates functionality and the Base Pay rate type. You identify the elements that contribute to an employee's base salary by setting the Base Compensation field to "yes."<br><br>Oracle HRMS uses Base Salary to the compute the employee's monthly pay, which is needed to compute the ISR tax on Amends as well as non-periodic earnings.<br><br>See: Historic Rates, page 7-99 |
| IDW Type | Use this field to indicate if the earning should be considered as Fixed or Variable for IDW purposes.<br><br>See: Integrated Daily Wage Overview, *Oracle HRMS Payroll Processing Management Guide* |

| Attribute | Description |
|---|---|
| Time Dimension | Use this field to specify one of the following calculation frequencies:<br>• Annual<br>• Daily<br>• Hourly<br>• Monthly<br>• Periodic<br>• Periodic - Payroll Frequency<br>• Weekly<br>Oracle HRMS uses this to convert the value into a daily amount for IDW purposes. |
| Pay Source Value | Use this field to specify how the IDW value for this element is derived. |
| Qualifier | Use this field to specify the name of the element, rate type, or input value from the Pay Source Value field to be used in IDW. |
| Calculation Type | Use this field to specify if the IDW value for the element is derived as a percentage or multiple of the pay source value specified earlier.<br>Use this field only if you selected element or rate type as the pay source value. |
| Calculation Value | Use this field to specify the value of the percentage or the factor to be applied to the result if you have selected a value for the calculation type field above. |

Oracle HRMS uses the following additional attributes to capture information relating to the processing of the element:

| Attribute | Description |
|---|---|
| Includes Rest Days | This attribute is available only if you selected the "Days * Rate" calculation rule.<br><br>Select "Yes" if rest days are included in the calculation of the daily rate and the number of days.<br><br>**Example**<br><br>If an employee earns 350.00 MXP per week and "Yes" is selected, the daily rate is calculated as 50.00 MXP because it calculates the rate based on 7 days and 70.00 MXP<br><br>The value is stored under the Further Element Information flexfield. |
| Tax Processing Type | Use this field to specify how tax rules should be applied to earnings.<br><br>• Regular: This earning element is included in the Regular payroll run.<br><br>• Non-Periodic: This earning element is included in the Tax Adjustment payroll run. |
| Eligible Worked Days for PTU | This attribute is available only if you selected the "Days * Rate" calculation rule.<br><br>Select "Yes" for those earnings whose days balance should be included in the profit sharing calculation. |

## Deductions Element Attributes

The wizard helps you specify the following attributes for deductions elements.

See: Deductions Overview, page 7-18

### Insufficient Funds Attribute

The following options are available:

- Arrearage and No Partial Deduction

**Example**

The employee only earns commissions, which can vary and is paid weekly. In this example, the employee is scheduled to have a $300 deduction called Deduction "A" to be taken.

| Week | Gross Earnings | Taxes | Deduction A | Net Pay |
|---|---|---|---|---|
| 1 | 1,200.00 | 400.00 | 300.00 | 500.00 |

In the next payroll period, the employee earns only $300.00. The scheduled deduction of $300 is NOT taken and is placed into arrears.

| Week | Gross Earnings | Taxes | Deduction A | Net Pay |
|---|---|---|---|---|
| 2 | 300.00 | 100.00 | 0.00 | 200.00 |

In week number 3, the employee earns enough for the current $300 Deduction "A" and the arrearage amount from week number 2.

| Week | Gross Earnings | Taxes | Deduction A | Net Pay |
|---|---|---|---|---|
| 3 | 1,200.00 | 400.00 | 600.00 | 200.00 |

- Arrearage and Partial Deduction

**Example**

Employee is paid weekly and has a deduction called Deduction "B" in the amount of $300.00 per week.

| Week | Gross Earnings | Taxes | Deduction B | Net Pay |
|---|---|---|---|---|
| 1 | 1,000.00 | 200.00 | 300.00 | 500.00 |

In week number 2 the employee's earnings after taxes are withheld is $225.00. Oracle Payroll deducts this amount and places $75.00 in the arrears balance.

| Week | Gross Earnings | Taxes | Deduction B | Net Pay |
|---|---|---|---|---|
| 2 | 300.00 | 75.00 | 225.00 | 0.00 |

Week number 3 shows the regular scheduled Deduction "B" of $300 plus an additional $75 to make up the shortage from week number 2.

| Week | Gross Earnings | Taxes | Deduction B | Net Pay |
|---|---|---|---|---|
| 3 | 1,000.00 | 200.00 | 375.00 | 425.00 |

- Error on Arrearage
- No Arrearage and No Partial Deduction
- No Arrearage and Partial Deduction

**Example**

Employee has $1,000 in earnings, Deduction D for $300 (Deduction D defined as No Arrearage, but "Yes" take a Partial Deduction) Union Dues for $300 and Uniform deduction for $100.

Union Dues and Uniform Deductions are deducted before Deduction "D".

| Week | Uniform | Deduction D | Net Pay | | | |
|---|---|---|---|---|---|---|
| 1 | 1,00.00 | 315.00 | 300.00 | 100.00 | 285.00 | 0.00 |

In week number 2 Employee has $1,350 in earnings. Oracle Payroll will deduct the regular scheduled amount for Deduction "D". No additional entry for the week number 1 difference of $15 is taken.

| Week | Gross Earnings | Taxes | Union Dues | Uniform | Deduction D | Net Pay |
|---|---|---|---|---|---|---|
| 2 | 1,350.00 | 467.00 | 300.00 | 100.00 | 300.00 | 183.00 |

### Stop when Total Reached Attribute

The deduction stops for an employee when a balance of the amount taken for the deduction reaches a specified amount.

### INFONAVIT Attribute

Used to identify the element as an INFONAVIT element and is required for inclusion of INFONAVIT information on Social Security reports and the SUA Interface.

Set the INFONAVIT field to "Yes" to generate additional input values required for tracking INFONAVIT related information.

The following input values would be created when the value of 'INFONAVIT' segment is 'Y':

| Input Value | |
|---|---|
| Credit Number | Number |
| Credit Start Date | Date |
| Discount Type | Character |
| Discount Value | Number |
| Credit Grant Date | Date |
| Transaction Type | Number |
| Reduction Table Applies | Character |

See: Federal Workers Housing Fund (INFONAVIT), page 7-110

## Input Values

When creating elements in the Element Design Wizard, Oracle HRMS creates the following input values based on the calculation rule you specify.

See: Input Values and Formula Results, page 7-35

## Fast Formula

The Element Design Wizard automatically creates the Fast Formula element, based on the formula templates and calculation types. The formula name has the element name as a prefix and the calculation name as the suffix.

See: Fast Formula Generation, page 7-41

## Formula Result Rules

When creating elements in the Element Design Wizard, Oracle HRMS creates the following formula result rules based on the calculation rule you specify.

See: Input Values and Formula Results, page 7-35

## Balance Types, Dimensions, and Feeds

When creating elements through the Element Design Wizard, it generates the following balance feeds and dimensions based on the calculation method you select.

See: Balance Types, Dimensions, and Feeds, page 7-42

## Element Type Usages

The payroll run uses Element Type Usages to determine whether an element can be processed in the run type being processed. The payroll run can also use element type usages to determine if a particular run type should be triggered. Mexico Payroll uses Element Type Usages to implement the Tax Processing functionality.

Elements with 'Regular' tax processing type are excluded from the following run types:

- Separate Payment - Non Periodic
- Process Separately - Non Periodic

Elements with 'Non Periodic' tax processing type are excluded from the following run types:

- Separate Payment
- Process Separately

The payroll run uses element type usages and run types to determine if Oracle Payroll should use Article 142 to calculate ISR tax instead of Article 113.

## Element Extra Information Types

When creating Earnings elements, the element template wizard creates the following Element Extra Information Types to support the Historic Rates functionality for the calculation of IDW:

- Historic Rate - Element Attribution
- Historic Rate - Rate Types

When creating Deductions elements, the element template wizard creates the following

Element Extra InformationType to support the INFONAVIT Discounts and Retirement Fund Voluntary Contributions:

- Deduction Processing

### Deleting Elements

If you need to delete elements you created with the Element Design Wizard, do not use the Element window. Query the element from within the wizard and delete it from there.

See: Deleting an Element, page 1-49

## Earnings and Other Payments Overview

You initiate the earnings types and non-payroll payments you need in accordance with your own compensation policies, by entering information about them in the Element Design wizard.

In response to your entries in this wizard, Oracle Payroll generates an element for the earnings or payment, with the necessary input values and balance feeds, and a formula with the necessary formula result rules.

### Recording Earnings By Hourly Rate

Wages, overtime pay, and shift pay are typically calculated by multiplying an hourly rate by number of hours worked. Oracle Payroll captures this information for each rate that applies during the payroll period, so if an assignment has element entries paid at different rates during a period, you can display the earnings at each rate on the statement of earnings and online payslip.

This information is available for any earnings type you initiate with the Hours * Rate calculation rule.

### Recording Earnings By Daily Rate

You can calculate earnings by multiplying a daily rate by number of days worked. Oracle Payroll captures this information for each rate that applies during the payroll period, so if an assignment has element entries paid at different rates during a period, you can display the earnings at each rate on the statement of earnings and online payslip.

This information is available for any earnings type you initiate with the Days * Rate calculation rule.

### Deleting Elements

If you need to delete elements you created with the Element Design Wizard, do not use

the Element window. Query the element from within the wizard and delete it from there.

See: Deleting an Element, page 1-49

## Deductions Overview

You initiate the non-tax (pretax, benefit, voluntary) deductions you need by entering information about them in the Element Design Wizard.

In response to your entries in this wizard, Oracle Payroll generates two elements for the deduction, with the necessary input values and balance feeds, and a formula with the necessary formula result rules:

| Element | Description |
|---|---|
| <Element Name> | This base element is the main deduction element. You need to create an element entry for each employee that is eligible for the deduction. |
| <Element Name> Special Features | This element is an indirect only element. It is used behind-the-scenes in the payroll run to maintain some balances associated with the deduction. |

When you initiate the deduction, you determine the rules that control its processing, including the following:

- Start and stop rules

  You select the rules that determine when the deduction starts or stops for an employee. For example, a deduction might start when a balance of earnings for the employee reaches a specified amount. It might end when a balance of the amount taken for the deduction reaches a specified amount.

- Amount rules

  You select the method of entering or calculating the amount of the deduction. For example: The amount can be entered for each employee, it can be calculated by a formula as a percentage of earnings, or it can be selected by the formula from a Payroll table.

- Frequency rules

  These rules determine the pay periods in which the deduction is withheld. For example, a monthly deduction might be processed in the third period of the month for weekly-paid employees and in the second period of the month for employees

paid on a semi-monthly basis.

- Insufficient Funds rules

  You can determine whether to hold an arrears balance for a deduction, and whether to take a partial deduction if earnings are insufficient to take the full deduction amount.

There are additional rules you can define for wage attachments.

See: Input Values for Wage Attachments, *Oracle HRMS Compensation and Benefits Management Guide*

## Required Tax Deductions Elements

To ensure that your tax calculations are accurate, you must associate the following predefined deduction elements to all employee assignments:

- Employer State Tax
- Integrated Daily Wage
- Mexico Tax
- Social Security Quota

Do this by editing each element in the Element window and selecting the Standard Link option.

See: Defining Element Links, page 1-50

## Structures for Initiated Earnings Types

In response to the information you enter for an earnings type or non-payroll payment in the Element Design Wizard, the system generates the essential components of the earnings or payment. These include:

- An element whose structure includes the necessary input values and balance feeds.
- A formula prescribing the correct processing for the earnings or payment, together with the formula processing and result rules.

The following sections discuss the particular input values and rules that you can generate, and the circumstances under which they are used. These input values and rules control the following:

- Overrides to the **tax jurisdiction** of an earnings type.

  See: Overrides for Tax Jurisdictions, *Oracle HRMS Compensation and Benefits Management Guide*

- Payment of an earnings type or non-payroll **payment by a separate payment**, issued in addition to the usual pay cheque or direct deposit payment.

  See: Payments by Separate Cheque, page 7-20

- The **calculation rule** used to determine the amount of an earnings or non-payroll payment.

  See: Amount Rules for Earnings and Non-Payroll Payments, page 7-21

### See Also

Initiating Earnings and Non-Payroll Payments, *Oracle HRMS Compensation and Benefits Management Guide*

## Tax Withholding in Payroll Runs

Oracle Payroll provides two types of payroll runs for Mexico, *Regular* and *Tax Adjustment*. A normal payroll cycle uses the Regular run type. Use the Tax Adjustment run once or twice a year to reconcile the employee's tax records. The Element Design Wizard defines the method for defining the tax processing type, using a periodic or non-periodic element.

See: Defining Earnings and Deductions Elements, page 7-30

## Remitting Pay by Separate Payment

You sometimes pay certain earnings or non-payroll payments by issuing separate payments to employees in addition to their regular pay cheques or direct deposit payments.

**Example**

You might pay a special bonus or award, or a reimbursement for moving expenses, using a separate payment.

For control of separate payments, the elements generated for all earnings in the Earnings and Supplemental Earnings classifications, and for all payments in the classification Non-payroll Payments, include the **Separate Payment** input value.

**For Canadian users**: Set this value through the Earnings window.

**For Mexican users**: Set this value through the Element Design Wizard.

This input value has a default entry of No.

You can change this input value entry back and forth between No and Yes for an earnings type or payment, using the Element Link window. For an individual employee, you can make an entry of No or Yes for this input value using the Element Entries window, to stop or enable a payment by separate payment.

### Input Values for Pay by Separate Payment

| Input Value Name | Purpose of Entry |
|---|---|
| Separate Payment | *Yes* indicates that this earning should be paid by separate payment. Default is *No*. |
| Process Separately | *Yes* indicates that you would like Oracle Payroll to process this earning separately from the others (such as for taxation purposes). The default is *No*. |

## Amount Rules for Earnings and Non-Payroll Payments

Through the Element Design Wizard, you select a rule that determines how Oracle Payroll calculates the amount of the earnings or payment. The system then generates the appropriate element input values. The available calculation rules are:

- Flat Amount
- Hours * Rate
- Days * Rate
- Percentage of Regular Earnings

### Earnings or Payments with the Rule *Flat Amount*

Elements generated for earnings or non-payroll payments with this rule includes an **Amount** input value for entry of an amount. No calculations are necessary to determine the amount of this earnings or payment.

***Input Value for Amount Rule Flat Amount***

| Input Value Name | Purpose of Entry |
|---|---|
| Amount | Gives a formula for the earnings or payment amount. |

## Earnings with the Rule *Hours * Rate*

The elements generated for earnings with this rule include the **Hours Worked**, **Rate**, and **Multiple** input values. Hours Worked holds the number of hours worked at a particular Rate. Multiple represents a multiple for the calculation. For example, for a pay uplift of 5% above the standard, make an entry of .05 in this input value.

***Earnings with the Rule Hours * Rate***

| Input Value Name | Purpose of Entry |
|---|---|
| Hours Worked | Gives a formula for the hours worked at each rate. |
| Rate | Gives a formula for the rates to use. Entries here override Rate Code entries.<br>If you leave this field empty, Oracle Payroll derives the rate based on:<br>• Standard working conditions<br>• Assignment work schedule and pay proposal |
| Multiple | Gives a formula for the multiplier to use for the calculation. |

## Earnings with the Rule *Days * Rate*

Use this calculation rule for elements that require the number of days worked multiplied by the daily pay rate. It includes the **Days Worked** and **Rate** input values. Days Worked holds the number of hours worked at a particular Rate.

***Earnings with the Rule Days * Rate***

| Input Value Name | Purpose of Entry |
|---|---|
| Days Worked | Gives a formula for the days worked at each rate. |

| Input Value Name | Purpose of Entry |
|---|---|
| Rate | Gives a formula for the rates to use. Entries here override Rate Code entries.<br><br>If you leave this field empty, Oracle Payroll derives the rate based on:<br><br>• Standard working conditions<br><br>• Assignment work schedule and pay proposal |

**Example**

For a worker who paid bi-weekly and worked 10 days at $50.00 per day, you would enter a value of 10 in the Days field and 50.00 in the Rate field in the employee's assignment record.

> **Note:** The formula for this rule can calculate the earnings to be paid if no input value is entered for either Days or Rate. This requires a definition of a Salary Element that does NOT process in payroll (Process in Run option set to "NO"). To determine the number of days to pay, the system will try to locate the employee's work schedule. If there is no work schedule on record, it uses a default work schedule as the number of days to pay.
>
> To set this up:
>
> 1. Define a salary element named MX_Monthly with the "Process in Run" option deselected.
> 2. Associate it to a salary basis called MX_Month.
> 3. Attach this salary basis to the employees' records along with the Days * Rate element.
>
> The system will now annualize the monthly salary, annualize the pay frequency (Weekly/Bi-weekly:364 days - Monthly/Semi-Monthly:360 days) and determine the daily rate of pay.
>
> **Example**
>
> An employee is paid $5,428.80 monthly salary. You enter MX_MONTHLY 5428.80 in the Salary Administration form off the Assignment window. You select Days * Rate in the Elements Entries window but do not specify any data in the fields.
>
> Oracle Payroll computes the number of days to be paid (30) and

determines the daily pay rate ($180.96).

### Earnings with the Rule *Percentage of Regular Earnings*

Oracle Payroll generates elements for earnings with this rule with the input value Percentage, for entry of the percentage to use in the calculation.

***Input Value for Amount Rule Percentage***

| Input Value Name | Purpose of Entry |
|---|---|
| Percentage | Gives a formula for the percentage to use. |

For a **salaried employee**, the formula for this rule locates the employee's regular monthly earnings as an entry in the Monthly Salary input value (Periodic Salary in Canada) of the earnings Regular Salary.

For a **waged employee**, it calculates the regular earnings in a pay period by finding the employee's wage rate and multiplying it by the hours normally worked in a pay period. It locates the employee's usual hours worked by referencing the work schedule or, if there is none, the standard working hours for their assignment. It finds the wage rate by referencing, in this order:

1. The employee's salary basis.
2. The rate code entered for the employee for the earnings Regular Wages.
3. The rate entered for the employee for Regular Wages.

See: HR Organizations: Entering a Work Schedule, *Oracle HRMS Enterprise and Workforce Management Guide* and Business Groups and HR Organizations: Work Day Defaults, *Oracle HRMS Enterprise and Workforce Management Guide*

## Deduction Start and Stop Rules

Oracle Payroll enables you to control starting and stopping deductions in several ways:

- Start Rule or Stop Rule: **On Entry**

  When the start rule is On Entry, the deduction begins on the effective date you enter the deduction for an employee.

  When the stop rule is On Entry, the deduction ends on the effective date the entry is deleted.

- Start Rule: **Earnings Threshold**

  The deduction starts when the Gross Earnings balance for the employee reaches a specified amount.

  The formula for deductions with this rule checks whether the payroll run has caused the employee's year-to-date value of the Gross Earnings balance to reach or surpass the threshold amount.

- Stop Rule: **Total Reached**

  The deduction stops for an employee when a balance of the amount taken for the deduction reaches a specified amount.

**US and Canadian users**: You specify the start and stop rules through the Deductions window.

**Mexican users**: You specify the start and stop rules through the Element Design Wizard.

> **Note:** You can modify the generated formula to reference a different balance.

## Entry Values to Support the Start and Stop Rules

The elements Oracle Payroll generates for initiated deductions include entry values needed for particular start and stop rules. Specify a default value for all eligible employees in the Default field of the Entry Values sub window of the Element Link window. Specify a value for an individual employee in the Entry Values sub window of the Element Entries window. The entry values are:

| Start or Stop Rule | Entry Value Name | Purpose of Entry |
|---|---|---|
| On Entry start and stop rule | On Entry | N/A |
| Earnings Threshold start rule | Threshold Amount | Gives formula the balance value that triggers deduction's start (Formula references Gross Earnings balance).<br><br>**Note:** This rule does not apply to Mexico. |

| Start or Stop Rule | Entry Value Name | Purpose of Entry |
|---|---|---|
| Total Reached stop rule | Total Owed | Gives formula the total amount that triggers deduction's stop. |

### Clearing the Total Reached Balance

When you use a Total Reached stop rule, the accrued balance is automatically set to zero when the amount deducted reaches the total owed. However, if you end the element entry before this happens, the balance is not cleared. If you enter the same element for the employee in the future, this deduction will end before the total owed has been deducted because the formula uses a balance that does not start from zero.

To prevent this problem, perform the following steps if you have to end an element entry with this stop rule before the total owed has been deducted:

- Create a formula to check the value of <element_name>_ACCRUED_ASG_ITD, multiply its value by -1, and feed the result back to the accrued balance.
- Create a nonrecurring element, and associate the formula with this element in the Formula Result Rules window.
- Enter this element for the employee

## Calculation Rules for Deductions

During Deduction element definition, you can select a rule that determines how Oracle Payroll calculates the amount of the deduction. The system then generates the appropriate element input values. The available calculation rules are:

- Flat Amount, if you enter an amount for each employee using BEE or the Element Entry window.
- % Earnings, if you enter a percentage for each employee using BEE or the Element Entry window. The deduction formula calculates the amount from this percentage.

> **Note:** All generated deductions include the Additional Amount and Replacement Amount input values for efficient management of one-time changes to the deduction amount. Use the pay value override to use these input values.
>
> See: Changes to Earnings or Deductions Before a Run, *Oracle HRMS Payroll Processing Management Guide*.

**Canadian users**: Specify calculation rules through the Deductions window.

**Mexican users**: Specify calculation rules through the Element Design Wizard.

### Deductions with the *Flat Amount* Rule

Elements generated for deductions with this rule include an input value **Amount**, for entry of the deduction amount. No calculations are necessary to determine the amount.

***Input Value for Flat Amount Amount Rule***

| Input Value Name | Purpose of Entry |
|---|---|
| Amount | Gives formula the deduction amount. |

### Deductions with the *% Earnings* Rule

Elements generated for deductions with this rule include a **Percentage** input value. The formula multiplies an employee's Regular Pay balance by the percentage figure entered in the input value.

You can modify the formula to reference a different earnings balance.

***Input Value for Percentage Amount Rule***

| Input Value Name | Purpose of Entry |
|---|---|
| Percentage | Gives formula the percentage to use. (Formula references the run balance of Regular Pay. |

## Insufficient Funds Rules for Deductions

Oracle Payroll can hold an arrears balance for a deduction. It creates the input value Clear Arrears, which you use to specify whether the payroll run should attempt to clear the arrears. It also creates two special input values for the deduction. These input values are special in that they function without you ever seeing them or making entries to them. They receive their entries automatically during the payroll run.

**US and Canadian users**: Enable arrears balances through the Deductions window.

**Mexican users**: Enable arrears balances through the Element Design Wizard.

The special input value *Not Taken* holds any amount not taken for the deduction in the most recent payroll run. The special input value *Arrears Contribution* feeds the arrears

balance.

To review an employee's arrears balance for a deduction, use the View Earnings and Deductions Balances window.

## Special Input Values Generated for Arrears Management

| Input Value Name | Purpose of Entry |
|---|---|
| Clear Arrears | Select Y if you want the payroll run to attempt to clear the amount held in arrears. Select N if you do not want the payroll run to attempt to clear the arrears. |
| Not Taken | Receives any amount not taken in the most recent payroll run. |
| Arrears Contribution | Receives results of the calculation of Scheduled Amount minus Pay Value for most recent run. Feeds this result to the arrears balance. |

**Note:** The system also makes use of the *Adjust Arrears* special input value in managing arrearage.

For more information about this input value, see: Changes to Earnings or Deductions Before a Run, *Oracle HRMS Payroll Processing Management Guide*.

### Example

The table below presents an example of how the entries automatically made to the these input values work to maintain the arrears balance.

*Scheduled deduction amount per run: $50*

*Pay Value = Amount actually deducted in each run*

*Clear Arrears = Y*

| Run | Pay Value | Not Taken | Arrears Contribution | Arrears Balance |
|---|---|---|---|---|
| 1 | 50 | 0 | 0 | 0 |
| 2 | 30 | 20 | 20 | 20 |

| Run | Pay Value | Not Taken | Arrears Contribution | Arrears Balance |
|---|---|---|---|---|
| 3 | 10 | 40 | 40 | 60 |
| 4 | 110 | 0 | -60 | 0 |
| 5 | 50 | 0 | 0 | 0 |

## Deductions Balances

Oracle Payroll automatically creates a number of balances for the deductions you create. The rules you select for the deductions determine which balances Oracle Payroll creates. You can review the definition of these balances in the Balance window.

See: Defining User Balances, page 7-85

You can see the value of these deductions for an employee using the View Earnings and Deductions Balances window.

See: Reviewing Earnings and Deductions Balances, *Oracle HRMS Compensation and Benefits Management Guide*

> **Note:** To view tax balances for individuals, use the View Tax Balances window.
>
> See: Viewing Tax Balances, *Oracle HRMS Payroll Processing Management Guide*

The balances that Oracle Payroll creates include the following:

### The *Accrued* Balance

This balance exists only for deductions with a stop rule of Total Reached. It holds the amount accumulated to date toward the total.

See: Deduction Start and Stop Rules, page 7-24

### The *Arrears* Balance

This balance exists only for deductions for which the system holds arrearage when employee earnings are insufficient to cover the deduction's full amount. The arrears balance holds any amounts not taken but held in arrears.

## Tax Subject and Exempt Groups

Oracle HRMS tracks federal tax subject and exempt amounts at the element level. Year-end reporting requires that users classify earnings elements into groups specified on the year-end forms and then track each element's contribution towards that group's subject and exempt amount. These groups can include:

- Wages and Salaries
- Annual Bonus
- Travel Expenses
- Overtime
- Vacation Premium

HRMS maintains these subject and exempt components through the Earnings and Deductions elements.

## Defining Earnings and Deductions Elements

Use the procedure below to define any elements that you require for earnings and deductions during a payroll run.

### To define an earnings or deductions element:

1. From the Total Compensation section of the main menu, select Basic and then Create Earnings/Deductions.

   The Element Design Wizard launches, enabling you to select the minimal business rules needed to create an Earnings or Deductions element.

2. Follow the on-screen instructions.

If you need to include additional rules or other special routines, you can use the Element window and other windows to configure your business rules.

See: Customizing Generated Elements, Balances, and Formulas, page 7-59

## Attaching Required Deductions Elements to Assignments

To ensure that your tax calculations are accurate, you must attach the following predefined deduction elements to all employee assignments:

- Employer State Tax

- Integrated Daily Wage
- Mexico Tax
- Social Security Quota

### To attach predefined elements to assignments:

1. From the Total Compensation menu, select Basic and then Link.
2. Query for the element.
3. Select the Standard check box.
4. Save your work.

### To specify tax exemptions to elements:

1. Open the Assignment window and query for the assignment you want to update.
2. Click Element Entries to open the Element Entries window.
3. Query for the tax you want to exempt.

   You can make assignments exempt for the following taxes:

   - Employer State Tax
   - Mexico Tax
   - Social Security Quota

4. Specify the tax as exempt.
5. Save your work.

## Assigning PTU Eligibility to Earnings

Oracle HRMS uses two balances to calculate PTU amounts. These balances provide you the flexibility to select which earnings and days should contribute towards the basis for calculating the profit sharing amounts for each employee.

- Eligible Compensation for Profit Sharing: Use this balance to track the earnings that should be included in the basis for profit sharing calculation. Oracle HRMS uses this balance to calculate each employee's average daily salary. It automatically feed this balance from all earnings elements that have the Eligible Compensation for Profit Sharing secondary classification associated with them.

- Eligible Work Days for Profit Sharing: Use this balance to track the number of days worked by each employee in the year. Oracle HRMS uses this balance to calculate each employee's profit sharing portion based on number of days worked. It also uses this balance to calculate each employee's average daily salary for the profit sharing process.

You need to make sure the balance feeds are set up appropriately for these balances before you run the Profit Sharing Report. You can associate these secondary classifications with any existing earnings elements from the Balance Feeds window.

See: Creating Balance Feeds for Individual Elements, page 7-84

> **Note:** Although you can modify the balance feeds for these Profit Sharing balances as often as desired before running the Profit Sharing Report, altering balance feeds affects derivation of balances and can cause reports and processes to run slower.

When defining a new earnings element, you associate these secondary classifications through the Element Design Wizard.

### To assign PTU eligibility to an earning:

1. Use the Element Design Wizard to create the new Earnings element.
2. Select Yes for the Eligible Compensation for Profit Sharing option.
3. Select Yes for the Eligible Worked Days for Profit Sharing option.

> **Note:** Use the Balance Feed Control window to associate existing earnings elements with these balances.
>
> See: Creating Classes of Balance Feeds, *Oracle HRMS Compensation and Benefits Management Guide*

## Using Article 142 to Calculate Tax (ISR) on Earnings

Article 142 is the tax code responsible for the taxation of non-recurring earnings that are remitted as separate payments. These payments are:

- Christmas Bonus
- Vacation Premium
- Dominical Premium
- Profit Sharing

### To apply Article 142 to an earning:

1. Use the Element Design Wizard to create the new Earnings element.
2. Specify this element as non-periodic.
3. Indicate payment is remitted separately.

# Additional Element Setup for Payroll

## Formulas and Payroll Run Results

Elements are processed during payroll runs according to the business rules for each element that you define at setup. Many of these rules are defined in formulas, written using Oracle FastFormula. Formulas specify how the payroll run should perform calculations for the element.

**Example**

This is a basic formula for the calculation for the element Wages:

Wages = Hours Worked in Week * Wage Rate

The processed results for each element are called the *run results*. They become *balance feeds* for different balances. Some balance feeds are predefined to feed required statutory balances, and you can create your own balance feeds to your own user defined balances.

### Formula Inputs from Input Values or Database Items

Formulas obtain some of the data they need from entries to their element's input values. The Wages formula above, for example, could locate each employee's hours worked as an entry to the input value Hours of the Wages element.

Formulas can also obtain information from *database items*. Much of the information in the Oracle HRMS database, including extensive information on employees and their assignments, is available to formulas as database items. For example, the Wages formula can locate each employee's wage rate as a database item.

### Varying the Processing by Employee Group or Statuses

There are several ways to vary the processing performed by formulas:

- You can use conditional logic (IF..THEN) within a formula to perform different calculations depending on any information taken from input values or database items (such as length of service).
- You can associate more than one formula with an element, each triggered by a different assignment status (such as Active Assignment or On Sabbatical).
- You can use one formula but associate different formula results with each assignment status.
- You can associate a skip rule formula with an element. This formula can check balances, other element entries, the assignment status or any other database items

to determine whether the payroll run should process the element for an assignment.

**Mexico only**: Mexican implementations do not support skip rules by default. They must be enabled manually.

### Types of Formula Results

Formulas can produce different types of run results:

- The *direct result* is the amount of an earnings or deduction, for example, the dollar amount of wages an employee has earned that week. As well as calculating the amount to be paid, direct results can be used for costing purposes and analysis (such as tracking hours of overtime).

- *Indirect results, updates,* and *stops.* A formula result can make an entry to the input value of another element for its formula to use. An indirect result is an entry to a nonrecurring element. An update is an entry to a recurring element. A stop puts an end date on a recurring entry of another element, to prevent it being processed in the run.

- *Order indirect*. This result updates the subpriority of an element that has not yet been processed.

- *Messages*. For example, you can write a formula that checks the length of a text string, and have it issue a message for payroll users if the string is too short or too long.

You set up *formula result rules* to determine the type of each result, and the names and input values of any other elements the result may affect.

### Formulas Included in Oracle Payroll Startup Data

Oracle Payroll comes with formulas specific to your legislation. Generally, you receive all the calculations required for employee tax withholding and employer taxes. When there are changes to taxes, you receive updates. You may also receive formulas for other earnings and deductions, depending on your legislation.

## Input Values and Formula Results

### Earnings

When creating Earnings elements in the Element Design Wizard, Oracle HRMS creates the following input values and formula result rules based on the calculation rule you specify:

***Flat Amount***

| Input Value | Formula Result | Rule Type |
|---|---|---|
| Pay Value | flat_amount | Direct |
| | mesg | Message (Warning) |

***Days * Rate***

| Input Value | Formula Result | Rule Type |
|---|---|---|
| Pay Value | earnings_amount | Direct |
| Days | earnings_days | Direct |
| | mesg | Message (Warning) |

***Hours * Rate***

| Input Value | Formula Result | Rule Type |
|---|---|---|
| Pay Value | earnings_amount | Direct |
| Hours | earnings_hours | Direct |
| | mesg | Message (Warning) |

***Percentage of Earnings***

| Input Value | Formula Result | Rule Type |
|---|---|---|
| Pay Value | earnings_amount | Direct |
| | mesg | Message (Warning) |

***ISR Input Values***

| Name | UOM | Reqd. | User Enterable | Database Item | Lookup | From | To |
|---|---|---|---|---|---|---|---|
| ISR Subject | Money | No | No | No | NULL | 01-Jan-1900 | 31-Dec-4712 |
| ISR Exempt | Money | No | No | No | NULL | 01-Jan-1900 | 31-Dec-4712 |

## Deductions

When creating Deductions elements in the Element Design Wizard, Oracle HRMS creates the following input values and formula result rules based on the calculation rule you specify:

***Flat Amount***

| Element | Input Value | Formula Result | Rule Type | Comments |
|---|---|---|---|---|
| <Element Name> | Pay Value | dedn_amount | Direct | Final result of the formula calculation. |
| | | STOP_ENTRY | Stop Rule | |
| | | Mesg | Message (Warning) | |
| <Element Name> | Amount | | | Amount to process in payroll run. |

| Element | Input Value | Formula Result | Rule Type | Comments |
|---|---|---|---|---|
| <Element Name> | Total Owed | | | Created only when "Stop When Total Reached" is set to "Yes" on the wizard. Specifies the total amount owed by the employee. The deduction processes every payroll period until the total amount withheld is equal to the amount specified for this input value. |
| <Element Name> | Clear Arrears | set_clear | Update Recurring | Created only when "Insufficient Funds processing" is set to "Maintain arrears." Specify a value at which to clear the arrears balance for the deduction. |
| <Element Name> Special Features | Accrued | to_total_owed | Indirect | Created only when "Stop When Total Reached" is set to "Yes" on the wizard. Used to feed the Accrued balance for the deduction. |
| <Element Name> Special Features | Not Taken | to_not_taken | Indirect | Used to feed the Not Taken balance. |

| Element | Input Value | Formula Result | Rule Type | Comments |
|---|---|---|---|---|
| <Element Name> Special Features | Arrear Contr | to_arrears | Indirect | Created only when "Insufficient Funds processing" is set to "Maintain arrears." Used to maintain the Arrears balance for the deduction. |

***Percentage Deduction***

| Element | Input Value | Formula Result | Rule Type | Comments |
|---|---|---|---|---|
| <Element Name> | Pay Value | dedn_amount | Direct | Final result of the formula calculation. |
| | | STOP_ENTRY | Stop Rule | |
| | | Mesg | Message (Warning) | |
| <Element Name> | Amount | | | Percentage to be applied to eligible earnings. |

| Element | Input Value | Formula Result | Rule Type | Comments |
|---|---|---|---|---|
| <Element Name> | Total Owed | | | Created only when "Stop When Total Reached" is set to "Yes" on the wizard. Specifies the total amount owed by the employee. The deduction processes every payroll period until the total amount withheld is equal to the amount specified for this input value. |
| <Element Name> | Clear Arrears | set_clear | Update Recurring | Created only when "Insufficient Funds processing" is set to "Maintain arrears." Specify a value at which to clear the arrears balance for the deduction. |
| <Element Name> Special Features | Accrued | to_total_owned | Indirect | Created only when "Stop When Total Reached" is set to "Yes" on the wizard. Used to feed the Accrued balance for the deduction. |
| <Element Name> Special Features | Not Taken | to_not_taken | Indirect | Used to feed the Not Taken balance. |

| Element | Input Value | Formula Result | Rule Type | Comments |
|---|---|---|---|---|
| <Element Name> Special Features | Arrear Contr | to_arrears | Indirect | Created only when "Insufficient Funds processing" is set to "Maintain arrears." Used to maintain the Arrears balance for the deduction. |

## Fast Formula Generation

The Element Design Wizard automatically creates the Fast Formula element, based on the formula templates and calculation types. The formula name has the element name as a prefix and the calculation name as the suffix.

***Earnings Elements***

| Calculation Rule | Formula Suffix | Example |
|---|---|---|
| Flat Amount | FLAT_AMOUNT_EARN | Element Name: Monthly Salary<br>Formula Name: MONTHLY_SALARY_FLAT_AMOUNT_EARN |
| Days * Rate | DAYS_X_RATE | Element Name: Christmas Bonus<br>Formula Name: CHRISTMAS_BONUS_DAYS_X_RATE |
| Hours * Rate | HOURS_X_RATE | Element Name: Overtime Double<br>Formula Name: OVERTIME_DOUBLE_HOURS_X_RATE |

| Calculation Rule | Formula Suffix | Example |
|---|---|---|
| Percentage of Earnings | PCT_EARN | Element Name: Performance Bonus<br>Formula Name: PERFORMANCE_BONUS_PCT_EARN |

***Deductions Elements***

| Calculation Rule | Formula Suffix | Example |
|---|---|---|
| Flat Amount Deduction | FLAT_AMOUNT_DEDN | Element Name: Saving Fund<br>Formula Name: SAVING_FUND_FLAT_AMOUNT_DEDN |
| Percentage Deduction | PCT_DEDN | Element Name: Loan<br>Formula Name: LOAN_PCT_DEDN |

# Balance Types, Dimensions, and Feeds

## Earnings Elements

When creating elements through the Element Design Wizard, it generates the following balance feeds and dimensions based on the calculation method you select:

***Flat Amount***

| Balance Name | Input Values that Feed the Balance | Dimensions |
|---|---|---|
| (element name specified on the wizard) | Pay Value | • Assignment Payments<br>• Assignment Period To Date<br>• Assignment Within GRE Run<br>• Assignment Year To Date<br>• Assignment within GRE Period to Date<br>• Assignment within GRE Year to Date<br>• MX Payments Dimension<br>• Person Month To Date<br>• Person Quarter To Date<br>• Person Year To Date<br>• Person within payroll Period To Date<br>• Person within payroll and GRE Period To Date |

***Days * Rate***

| Balance Name | Input Values that Feed the Balance | Dimensions |
|---|---|---|
| (element name specified on the wizard) | Pay Value | • Assignment Payments<br>• Assignment Period To Date<br>• Assignment Within GRE Run<br>• Assignment Year To Date<br>• Assignment within GRE Period to Date<br>• Assignment within GRE Year to Date<br>• MX Payments Dimension<br>• Person Month To Date<br>• Person Quarter To Date<br>• Person Year To Date<br>• Person within payroll Period To Date<br>• Person within payroll and GRE Period To Date |

| Balance Name | Input Values that Feed the Balance | Dimensions |
|---|---|---|
| <element name> Days | Days | • Assignment Period To Date<br>• Assignment Within GRE Run<br>• Assignment Year To Date<br>• Assignment within GRE Period to Date<br>• Assignment within GRE Year to Date<br>• Person Month To Date<br>• Person Quarter To Date<br>• Person Year To Date<br>• Person within payroll Period To Date<br>• Person within payroll and GRE Period To Date |

***Hours * Rate***

| Balance Name | Input Values that Feed the Balance | Dimensions |
|---|---|---|
| (element name specified on the wizard) | Pay Value | • Assignment Payments<br>• Assignment Period To Date<br>• Assignment Within GRE Run<br>• Assignment Year To Date<br>• Assignment within GRE Period to Date<br>• Assignment within GRE Year to Date<br>• MX Payments Dimension<br>• Person Month To Date<br>• Person Quarter To Date<br>• Person Year To Date<br>• Person within payroll Period To Date<br>• Person within payroll and GRE Period To Date |

| Balance Name | Input Values that Feed the Balance | Dimensions |
|---|---|---|
| <element name> Days | Hours | • Assignment Period To Date<br>• Assignment Within GRE Run<br>• Assignment Year To Date<br>• Assignment within GRE Period to Date<br>• Assignment within GRE Year to Date<br>• Person Month To Date<br>• Person Quarter To Date<br>• Person Year To Date<br>• Person within payroll Period To Date<br>• Person within payroll and GRE Period To Date |

***Flat Amount***

| Balance Name | Input Values that Feed the Balance | Dimensions |
|---|---|---|
| (element name specified on the wizard) | Pay Value | • Assignment Payments<br>• Assignment Period To Date<br>• Assignment Within GRE Run<br>• Assignment Year To Date<br>• Assignment within GRE Period to Date<br>• Assignment within GRE Year to Date<br>• MX Payments Dimension<br>• Person Month To Date<br>• Person Quarter To Date<br>• Person Year To Date<br>• Person within payroll Period To Date<br>• Person within payroll and GRE Period To Date |

***ISR Balance Feeds***

| Name | Balance | UOM | Scale | From | To |
|---|---|---|---|---|---|
| ISR Subject | <BASE NAME><br>ISR Subject | Money | Add | 01-Jan-1900 | 31-Dec-4712 |

| Name | Balance | UOM | Scale | From | To |
|---|---|---|---|---|---|
| ISR Exempt | <BASE NAME><br>ISR Exempt | Money | Add | 01-Jan-1900 | 31-Dec-4712 |
| ISR Subject | ISR Subject | Money | Add | 01-Jan-1900 | 31-Dec-4712 |
| ISR Exempt | ISR Exempt | Money | Add | 01-Jan-1900 | 31-Dec-4712 |

## Deductions Elements

When creating elements through the Element Design Wizard, it generates the following balance feeds and dimensions for both Flat Amount and Percentage Deduction calculation rules:

| Element | Balance Name | Input Values that Feed the Balance | Dimensions |
|---|---|---|---|
| | <Element Name> | Pay Value | • Assignment Payments<br>• Assignment Within GRE Month To Date<br>• Assignment Within GRE Run<br>• Assignment within GRE Period to Date<br>• Assignment within GRE Year to Date<br>• MX Payments Dimension<br>• Person within payroll and GRE Period To Date |
| Special Features | <Element Name> Accrued | Accrued | • Assignment Within GRE Inception to Date<br>• Assignment Within GRE Month To Date<br>• Assignment Within GRE Run<br>• Element Entry Inception to Date |

| Element | Balance Name | Input Values that Feed the Balance | Dimensions |
|---|---|---|---|
| Special Features | <Element Name> Arrears | Arrears Contr | • Assignment Within GRE Inception to Date<br>• Assignment Within GRE Month To Date<br>• Assignment Within GRE Run<br>• Element Entry Inception to Date |
| Special Features | <Element Name> Not Taken | Not Taken | • Assignment Within GRE Inception to Date<br>• Assignment Within GRE Month To Date<br>• Assignment Within GRE Run<br>• Element Entry Inception to Date |

## Pay Values

When you have occasion to look at the structure of an element online, you may see an input value named *Pay Value* at the top of its input value listing.

The Pay Value is different from other input values. Its purpose is to store an element's *run result*. For example, suppose the formula for the Wages element is:

Wages = Hours Worked * Wage Rate

If an employee whose wage rate is $10/hour works 40 hours in a week, the payroll run produces a run result of $400 for this assignment's Wages element. It stores this result in the element's Pay Value.

If you give an entry to a Pay Value *before* a run, this entry becomes the element's run

result. For example, suppose you enter 40 in the Time Worked input value of the Wages element for an employee who earns $10/hour, but also enter $100 in the element's Pay Value. The run ignores the entry of hours worked and the Wages formula, and simply produces a run result of $100 for this employee.

You must define a Pay Value as one of the inputs for the element if you want Oracle Payroll to process an element for pay. You can have only one Pay Value for each element and it must have the name 'Pay Value'.

## Proration

Oracle HRMS enables you to calculate proportionate earnings amounts whenever payroll-relevant data is changed during a payroll period, for example, if an employee joins or leaves the company during a payroll period or if an employee's pay grade changes during a payroll period. Oracle HRMS performs a proration calculation to ensure that the employees' earnings are calculated correctly after taking account of these changes.

If you want to prorate an earnings element, such as basic salary, assign an event group to it. An event group is a collection of proration points that share similar characteristics. You can create an event group to group together all proration points that affect an employee's salary, for example. This event group could contain proration points such as salary increases, assignment changes, and pay rate changes.

You then process the element using a formula that handles proration. You can either use a payroll formula that handles proration, or create a separate proration formula that runs after the main payroll formula only in payroll periods when a proration event occurs.

See: Sample Payroll Formulas Enabled for Proration (UK), *Oracle HRMS FastFormula User Guide*, Sample Proration Formula, *Oracle HRMS FastFormula User Guide*, and Writing Proration Formulas, *Oracle HRMS FastFormula User Guide*

When you define the event group, you select the events that will activate proration calculation, such as:

- An employee joining or leaving the enterprise
- Changes to pay grades or grade rates
- Changes to pay scales and progression points
- Changes to hourly or annual pay rates
- Changes to working hours
- Changes to allowances or deductions

**Note:** The proration unit can be periods, days, or hours. Proration can be applied to a monetary, time-based, or numeric amount.

## Predefined Elements

The following table lists the predefined elements that are specific to Oracle HRMS for Mexico.

| Element Name | Description |
|---|---|
| Mexico Tax | Element to initiate the MEXICO_TAX tax calculation fast formula. Performs the following:<br>• Determines the type of income (which calculations to use)<br>• Determines the subject income<br>• Determines the tax<br>• Applies Subsidy<br>• Applies Credit to Salary<br>• Computes Credit to Employee<br>• Computes Tax Withholding<br>You must standard link this element to all employee assignments. |
| ISR | Computes ISR Tax. |
| ISR Amends | Maintains the amends balances. |
| ISR Credit to Salary | ISR credit to salary calculated during payroll run. |
| Social Security Quota | Element to kick-off social security quota calculation formula.<br>You must standard link this element to all employee assignments. |

| Element Name | Description |
|---|---|
| Social Security Quota Calculation EE | Calculated social security quota values for employees. Feeds all employee balances. |
| Social Security Quota Calculation ER | Calculated social security quota values for employer. Feeds all employer balances. |
| Social Security Quota Subject | Calculated values for earnings subject to social security quota. Feeds all subject balances (employee and employer). |
| Social Security Quota Taxable | Calculated values for earnings taxable for social security quota. Feeds all taxable balances (employee and employer). |
| Integrated Daily Wage | Element used for calculating IDW in the payroll run.<br>You must standard link this element to all employee assignments. |
| Employer State Tax | Element to initiate the Mexican state tax calculation formula. Performs the following:<br>• Determines the type of income (which calculations to use)<br>• Determines the subject income<br>• Determines the tax |
| Employer State Tax Liability | Mexican state tax. |

## ISR Predefined Element

| Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| Pay Value | Net Pay | Money | Subtract |
| Pay Value | Total Pay | Money | Subtract |

| Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| Pay Value | Tax Deductions | Money | Add |
| Pay Value | ISR Withheld | Money | Add |
| ISR Creditable Subsidy | ISR Creditable Subsidy | Money | Add |
| ISR Non Creditable Subsidy | ISR Non Creditable Subsidy | Money | Add |
| ISR Calculated | ISR Calculated | Money | Add |
| ISR Subject Non Periodic | ISR Subject Non Periodic | Money | Add |
| ISR WIthheld Non Periodic | ISR Withheld Non Periodic | Money | Add |
| ISR Subject for Profit Sharing | ISR Subject for Profit Sharing | Money | Add |
| ISR Withheld for Profit Sharing | ISR Withheld for Profict Sharing | Money | Add |

## ISR Credit to Salary Predefined Element

| Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| Pay Value | Net Pay | Money | Add |
| Pay Value | ISR Credit to Salary Paid | Money | Add |
| Pay Value | Tax Credit | Money | Add |
| Pay Value | Total Pay | Money | Add |
| ISR Credit to Salary | ISR Credit to Salary | Money | Add |

### ISR Amends Predefined Element

| Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| ISR Subject for Amends | ISR Subject for Amends | Money | Add |
| ISR Withheld for Amends | ISR Withheld for Amends | Money | Add |
| Last Monthly Ordinary Salary | Last Monthly Ordinary Salary | Money | Add |
| Last Monthly Ordinary Salary Withheld | Last Monthly Ordinary Salary Withheld | Money | Add |

## Setting Up Total Compensation Elements for Payroll

Follow this process to set up earnings, deductions, and other items in the compensation package you offer to employees. There are additional steps for setting up the following types of compensation and benefits:

- Salaries for Salary Administration

  See: Setting Up Salary Administration, page 2-9

- Items subject to collective agreements

  See: Setting Up a Collective Agreement, *Oracle HRMS Enterprise and Workforce Management Guide*

#### Define Validation:

Define validation for entries of any new elements you are creating for information. You can also define validation rules to add to elements generated for payroll processing.

1. To restrict compensation entries to a list of valid values, define a new Lookup Type and add Lookup Values for this new lookup.

   See: Adding Lookup Types and Values, *Oracle HRMS Configuring, Reporting, and System Administration Guide*

2. To validate compensation entries using formulas, write a formula of type Element Input Validation.

See: Writing Formulas for Validation, *Oracle HRMS FastFormula User Guide*

### Define Elements for Information and Benefits:

1. Define elements to hold information on tangible items distributed to employees. If you are not using Oracle Payroll, define elements to hold information on employee compensation and benefits.

   See: Defining an Element for Information, *Oracle HRMS Compensation and Benefits Management Guide*

   See: Defining an Element's Input Values, page 1-44

   > **Note:** Every element you create automatically includes the Jurisdiction input value.

   See also: Deleting an Element, page 1-49

2. Define frequency rules, if necessary, to determine the periods in which the element should be processed.

   See: Defining Frequency Rules, page 7-67

3. If you are using Standard or Advanced Benefits, also define elements for each activity rate calculation.

### Define Earnings and Deductions for Payroll Processing:

If you are using Oracle Payroll to process earnings and deductions:

1. Define or customize user tables, if deduction amounts will come from a payroll table you set up in the database.

   See: Setting Up Row Types for Payroll Tables, *Oracle HRMS Compensation and Benefits Management Guide*

2. Review the generated items and customize them if necessary. For example, you can customize the processing rules, add validation rules, and add new user balances.

   See: Reviewing Earnings and Deductions Structures, page 7-58

   See: Customizing Generated Elements, Formulas, and Balances, page 7-59

### Define Links for Predefined, Generated, and User-defined Elements:

1. If the payroll costs of an element should be distributed over other elements, define the distribution set.

   See: Defining an Element or Distribution Set, page 1-53

2. Define element links to define one or more groups of employees who are eligible to receive an element.

   See: Defining Element Links, *Oracle HRMS Compensation and Benefits Management Guide*

   See also: Running the Element Link Details Report, page 1-52

### Make Entries:

1. For elements without Standard links, make entries of your elements for all employees who should receive them.

   See: Making Manual Element Entries, *Oracle HRMS Compensation and Benefits Management Guide*

## Reviewing Earnings and Deductions Structures

You can review at any time the earnings types, non-payroll payments, and deductions you initiate in Oracle Payroll, as well as the earnings and deductions included with the system.

> **Note: US and Canada**: When reviewing earnings or deductions, you may find two with the same name, the second however including the words "Special Inputs" (such as, Regular Salary and Regular Salary Special Inputs). The special inputs element exists to provide a convenient way to enter a change to an earnings or deduction before a payroll run. There is no special inputs element for net-to-gross earnings types.
>
> Mexican implementations do not support special inputs.

To review the structures of earnings and deductions, use these windows:

- Element
- Formula
- Formula Result Rules
- **US and Canada only**: Earnings template
- **US and Canada only**: Deductions template
- **Mexico only**: Element Design wizard

### To review processing and amount rules:

1. For an earnings or payment, use the Earnings window/Element Design wizard, and query the earnings or payment.

   For US and Canada, see: Initiating Earnings and Non-Payroll Payments, *Oracle HRMS Compensation and Benefits Management Guide*

   For Mexico, see: Defining Earnings and Deductions Elements, page 7-30

2. For a deduction, use the Deduction window/Element Design wizard, and query the deduction.

   For US and Canada, see: Setting up Deductions, *Oracle HRMS Compensation and Benefits Management Guide*

   For Mexico, see: Defining Earnings and Deductions Elements, page 7-30

### To review input values and balance feeds:

1. Using the Element window, query the earnings, payment, or deduction.

2. Click Input Values to review the input values.

   Every element has the default Jurisdiction input value.

   See: Defining an Element's Input Values, page 1-44

3. Click Balance Feeds to review the balance feeds.

   See: Creating Balance Feeds for Individual Elements, page 7-84

### To review formulas and formula result rules:

1. Query the earnings, payment, or deduction in the appropriate window:

   - Formula window

     See: Writing or Editing a Formula, *Oracle HRMS FastFormula User Guide*

   - Formula Result Rules window

     See: Defining Formula Processing and Result Rules, *Oracle HRMS Compensation and Benefits Management Guide*

## Customizing Generated Elements, Balances, and Formulas

When you initiate the earnings, non-payroll payments, and non-tax deductions your enterprise requires, Oracle Payroll generates:

- Elements

- Balances and balance feeds
- Formulas for payroll calculations and element skip rules
- Formula processing and result rules

1. You can modify these generated components to enhance their suitability or efficiency for use at your installation. Some modifications can be made even after processing has occurred, but most should be made before processing the element in a payroll run.

   **Important:** If a generated element requires changes because of mistaken entries made when initiating the earnings or deduction, it is best to delete the results and re-initiate.

   For example, if you select the wrong processing rule or amount rule when initiating an earnings or deduction, simply delete the generated components and begin again.

***Modifying a Generated Element***

| Use This Window . . . | For . . . |
|---|---|
| Element | • Modifying Processing Rules of Generated Elements, page 7-63<br>• Selecting Foreign Currencies, page 7-64<br>• Entering Qualifying Conditions, page 7-65<br>Processing rules include: termination rules, closed for entry, process in run, third party payment, processing priority, and skip rule. |
| Frequency Rules | Defining Frequency Rules, page 7-67 for recurring deductions |

***Modifying Further Information of a Generated Element***

| Use This Window . . . | For . . . |
|---|---|
| Further Element Information | **US only**<br>• Changing FLSA Indicators for Earnings or Supplemental Earnings, *Oracle HRMS Compensation and Benefits Management Guide*<br>• Entering Benefits Carriers for Imputed Earnings or Pre-Tax or Voluntary Deductions, *Oracle HRMS Compensation and Benefits Management Guide*<br>• Setting Processing Frequencies for Benefit Deductions, *Oracle HRMS Compensation and Benefits Management Guide*<br>• Changing Run Types for Deductions, *Oracle HRMS Compensation and Benefits Management Guide*<br>• Changing Accrual Amount Rules for Deductions, *Oracle HRMS Compensation and Benefits Management Guide*<br>**Mexico only**<br>• Including Rest Days in an Earnings Element, *Oracle HRMS Compensation and Benefits Management Guide*<br>• Choosing an Arrearage Method for a Deductions Element, *Oracle HRMS Compensation and Benefits Management Guide* |

***Modifying Element Input Values***

| Use This Window . . . | For . . . |
|---|---|
| Input Values | • Defining Input Values, page 1-44<br>• Entering Element-level Defaults, page 1-45<br>• Defining Entry Validation, page 1-45 |

***Creating Balances and Balance Feeds***

| Use This Window . . . | For . . . |
|---|---|
| Balances | Defining User Balances, page 7-85 |
| Balance Feeds | Creating Balance Feeds, page 7-84 |

***Modifying Net-to-Gross Processing Rules***

| Use This Window . . . | For . . . |
|---|---|
| Exclude Balances | Excluding Balances From an Element's Grossup Calculation, *Oracle HRMS Compensation and Benefits Management Guide* |

***Modifying Iterative Processing Rules (for net-to-gross elements and pre-tax deductions)***

| Use This Window . . . | For . . . |
|---|---|
| Iterative Rules | Defining Iterative Processing Rules, page 7-66 |

***Editing Formulas and Formula Processing Rules***

| Use This Window . . . | For . . . |
|---|---|
| Formulas | Writing or Editing a Formula, *Oracle HRMS FastFormula Guide*, |
| Formula Result Rules | Modifying Formula Processing and Result Rules, page 7-68 |

# Modifying Processing Rules of Generated Elements

Oracle Payroll generates elements when you initiate earnings and deductions. Using the Element window, you can modify some of the processing information for these elements.

Do not change the following options:

- Processing type (recurring or nonrecurring)
- Indirect results only

The Additional Entry Allowed rule has no applicability for North American installations. It is available for use at sites outside North America, and benefit classifications do not apply in Canada.

### To modify processing information:

1. In the Element window, query the generated element you are modifying.
2. To control the processing of entries to the element after employee termination, you can select an alternative termination rule.
   - If the termination rule is **Actual Termination**, and the element's processing type is recurring, entries to the element close down on the employee's termination date. If the element's processing type is nonrecurring, entries close down either on the last date of the pay period in which the employee leaves or on the date the assignment ends (the final process date) if this is earlier.
   - If the termination rule is **Final Close**, entries to the element stay open beyond the actual termination date. This makes it possible to pay bonuses, severance pay, and so on, and to make year end adjustments after the employee's actual termination date.

**Note:** Recurring elements with the Final Close rule only process in runs after the Last Standard Process Date if there is also a nonrecurring entry to process in that run.

- If the termination rule is **Last Standard Process**, entries to the element are not processed after the Last Standard Process date. The Last Standard Process date defaults to the last day of the pay period in which the employee is terminated, but you can set it to a later period when you terminate an employee. This is the appropriate rule for many recurring earnings types.

3. You can prevent the element from accepting any new entries, either temporarily or permanently, as of a certain date. Set the effective date to the date from which you want to close down the element, and check Closed for Entry. This does not affect any existing entries.

   **Note:** Use the **Closed for Entry** feature with caution. When you perform certain important tasks in Oracle HRMS, the system may automatically create or delete element entries. These tasks include hiring and terminating people, and updating assignments. Therefore, if you check Closed for Entry for an element, this might prevent users terminating employees and updating assignments. If there are standard links for the element, it will also prevent users hiring people who are eligible for the element.

4. You can control an element's availability for processing in runs by selecting or deselecting the Process in Run box.

5. To make third party payments from an earnings or deduction element, check the Third Party Payment box.

6. If you want to determine the order in which the element processes within its classification range, you can change the default priority number appearing in the Priority field. The payroll run processes elements with lower priority numbers first.

7. You can select a skip rule for the element in the Skip Rule field.

### To select foreign currencies for element entries or run results:

Define the balances required to hold amounts of the local currencies if you set up earnings types to produce payments in local currencies (instead of the ledger currency of the Business Group). The system does not generate these balances.

See: Defining User Balances, page 7-85

1. To make entries for the element in a currency other than the Business Group's

ledger currency, select the currency in the Currency Input field.

For example, if the element represents a housing allowance of 500 pounds sterling paid monthly to a North American employee working in the UK, you select GBP as the input currency.

2. To produce run results in a currency other than the Business Group's ledger currency, select the currency in the Currency Output field.

### To set qualifying conditions for receiving element entries:

1. If there is a minimum age for employees to receive the element, enter it in the Age field.

2. If employees must complete a minimum length of service before receiving the element, enter a number in the Length of Service field and select a unit of measure (such as months or years) in the Units field.

3. To automatically enter the element and its default input values for all eligible employees, check the Standard box.

   You cannot check this box for nonrecurring elements, or for those with the rule Multiple Entries Allowed.

   > **Note:** The qualifying conditions and Standard check box provide defaults for the element. You can override them for particular groupings of employees when you build links for the element.

   See: Defining Element Links, *Oracle HRMS Compensation and Benefits Management Guide*

### To set an iterative priority:

Pre-tax deductions are calculated iteratively to ensure that the maximum amount is deducted while ensuring that taxes and garnishments are paid in full, and net pay is zero or a positive amount. If multiple pre-tax elements are given to an employee, the element with the lowest processing priority (that is, the highest priority number) will be reduced first when there are insufficient earnings. You can also set an iterative priority.

> **Important:** Iterative priority numbers must be in the reverse sequence of the processing priority numbers. This means that the element that is processed first is reduced last.

1. Choose the Advanced tab.

2. Enter a value in the Iterative Priority field.

The element with the lowest iterative priority number is reduced first. If this deduction is reduced to zero and net pay is still insufficient to cover taxes and garnishments, the element with the next lowest priority number is reduced, and so on.

> **Note:** Do not choose the Exclude Balances button for pre-tax deductions. You use the Exclude Balances window when you are defining net-to-gross earnings; it is not relevant for pre-tax deductions.

## Modifying Further Information of a Generated Element

### To include rest days in an Earnings element:

1. Specify whether or not you want to include rest days in your Earnings calculations. The choices are Yes or No.

### To choose an arrearage method for a Deductions element:

1. From the Insufficient Funds Type menu, select the procedure you want to apply in the case of arrearage.

## Defining Iterative Processing Rules

Use the Iterative Processing Rules window to specify how to use the iterative formula results for an element. For example, you can specify which formula result adjusts an input value to feed into the next processing iteration, and which result stops the iterations.

### To define iterative processing rules:

1. Enter or query the element in the Element window - making sure the Iterative Flag check box on the Advanced tab is checked - and choose the Iterative Rules button.
2. Select a formula result in the Return Name field, and select a rule type: Adjust, Message, or Stop.
3. For a message, select the severity level: Fatal error, Information, or Warning. A Fatal message creates an error for the assignment action.
4. For an Adjust type, select the input value to adjust.
5. Save your work.

If you are using the DEFAULT_GROSSUP iterative formula, define the following rules:

| Return Name | Rule Type | Input Value to Adjust |
|---|---|---|
| ADDITIONAL _AMOUNT | Adjust | Additional Amount |
| HIGH_GROSS | Adjust | High Gross |
| LOW_GROSS | Adjust | Low Gross |
| REMAINDER | Adjust | Remainder |
| STOPPER | Stop | -- |

## Defining Frequency Rules

Recurring elements may require frequency rules to determine in which pay periods they should process. For example, a monthly deduction might be processed in the third period of the month for weekly-paid employees and in the second period of the month for employees paid on a semi-monthly basis.

It is possible to set frequency rules to process once- or twice-yearly deductions on monthly, quarterly, or semi-annual payrolls. These rules' periods then refer to periods within a year (months, quarters or half years) instead or periods within a month. However, for infrequent deductions, you may prefer to define them as nonrecurring and use BEE to make entries when required.

Use the Frequency Rules window to define or change an element's frequency rules at any time.

**US and Canada Payroll only**: Use the Deduction form to define or change a deduction's frequency rules.

**Mexico only**: Use the Element Design Wizard to define or change a deduction's frequency rules.

### To define frequency rules:

1. Select the name of the payroll for which you want to define frequency rules.

2. In the Date field, you can override the default date that the payroll run uses to assess the frequency rule, if required.

   For example, suppose you are defining frequency rules for a monthly deduction. If you select Effective Date for a Weekly payroll and check Processing Period 1, the

payroll run only takes the deduction if the run's effective date is in the first week of the month.

3. Check the boxes for the processing period or periods in which you want the element to process for each payroll.

   For example, if you want a monthly deduction to process in the second week of the month for a weekly payroll, check the box under 2 for that payroll.

   Notice that some periods are not available for all payrolls. For example, a bi-weekly payroll can only have, at most, three periods a month, so periods 4, 5, and 6 are not relevant to this payroll.

## Modifying Formula Processing and Result Rules

Use the Formula Result Rules window to modify the formula processing rules assigned to an element. These rules are generated by the system when you initiate an earnings or deduction. If you substitute a modified formula for the one generated for an element, or write additional formulas for the element, you also need to modify or write new processing and result rules.

At minimum, an element needs one standard processing rule. This identifies the formula the payroll run uses to process the element for employees with an Active assignment status (and a Payroll system status of Process). It is also the default formula for other assignment statuses. However, you can define other processing rules if you need to use different formulas for assignments at other statuses. For example, you could have two rules for a Wages element: Standard Wages and Paid Training Leave.

Also use this window to define how each formula result is used by the payroll run.

### To modify processing rules with elements:

1. Set your effective date to the start date for the processing rule.

2. Select the element you want to modify. The element's description and classification automatically display.

3. Click Find to display any existing processing rules for this element.

4. In the Processing Rules region, modify the formula selections and assignment statuses for this element.

   **Note:** If you select a formula with inputs that do not match the element, you will receive a warning message, but you can still save your rule. Remember to update the formula before running the payroll.

5. Save your entries.

### To modify formula result rules for each processing rule:

1. Click on a processing rule to select it.

2. In the Formula Results region, select a formula result name from the list of results specified when the formula was written.

3. Select the appropriate formula result type. There are five possible types:

   **Direct result**: This is the element's run result (if you send the result to the element's pay value), or a direct result updating another of the element's input values.

   **Indirect result**: This result passes as an element entry to another nonrecurring element not yet processed.

   **Message**: The formula issues messages under certain conditions. For example, a formula can check a loan repayment balance and, if the balance is zero, issue the message "Loan is repaid." You read formula messages using the View Run Messages window.

   **Order Indirect**: This result updates the subpriority of the element you select in the Element field.

   **Stop**: This formula result uses the Date Earned of the payroll run to put an end date on a recurring entry of this or another element (which must be defined with multiple entries not allowed).

   **Update recurring entry**: This result updates recurring entries of this or another element on the effective date of the payroll run. The receiving element must be defined with multiple entries not allowed unless you are passing a recurring element's entries to itself, that is updating another entry of the same element.

   > **Important:** If your result type is Update Recurring Entry, then any future dated changes to the entry will be overwritten by the results of the current payroll run.

4. For all formula result types except Direct Result or Message, select the name of the element to which you want to pass the formula result. This element must have a processing priority causing it to process after the element sending the result.

5. For the formula result types Direct Result, Indirect Result, and Update Recurring Entry, select the input value to update.

6. If you select Message as the formula result type, select a message severity level. There are three choices:

   **Fatal**: When a message with this severity results from your formula, the run rolls

back all processing for the employee assignment.

**Warning**: A message with this level of severity does not affect payroll processing but warns the user of a possible problem.

**Information**: A message with this level of severity simply gives information.

### Correcting and Updating Processing Rules:

When you add a formula result, it takes on the effective end date of its processing rule. Any date effective changes you make to existing processing rules can affect formula results as follows:

- **Update**: If you update a processing rule or give it an effective end date, all the rule's currently effective and future-dated formula results automatically get identical end dates.
- **Correction**: If you correct a processing rule, all its currently effective and future-dated formula results remain unchanged.
- **Future delete**: If you delete all future changes scheduled for a processing rule, this also deletes any future changes scheduled for the rule's formula results.

## Setting Up Proration or Retro-Notification

Follow these steps if you want to set up your system for proration or retro-notification.

### To complete basic setup for proration or retro-notification:

1. In the Table Event Updates window, ensure that the events you want to use are already included in the required tables. Enter the table name. The lower half of the screen displays the fields that trigger proration or retro-notification if their values are changed.

   If the table has already been defined but the required event is missing, create either an Update, Delete, or Insert event and enter the table row or column to which the event refers. You can only enter a column name if you are creating an Update event. Select the change type defined by the event.

   > **Note:** The Table Event Update window is not available in all localizations.

   See: Making Table Event Updates, *Oracle HRMS Payroll Processing Management Guide*

2. If the events you require have not been defined in the Table Event Update window, set up the dynamic triggers for proration or retro-notification in the Dynamic

Trigger Generation window. The triggers you need depend on the method you use to compensate your employees. For example, the tables required for compensation using Salary Administration are different from those required for compensation using pay grades. The tables you are likely to use are:

- PER_ALL_ASSIGNMENTS_F
- PER_ALL_PEOPLE_F
- PAY_ELEMENT_ENTRIES_F
- PAY_ELEMENT_ENTRY_VALUES_F
- PER_SPINAL_POINT_PLACEMENTS_F
- PER_GRADE_RULES_F

See: Defining Dynamic Triggers, *Oracle HRMS Payroll Processing Management Guide*

> **Note: French users**: Ensure you enable the dynamic triggers for PAY_ELEMENT_ENTRIES_F and PER_ALL_ASSIGNMENTS_F.

3. Create an event group for your proration or retro-notification events. You must create the event groups before you can create your elements.

   See: Defining Event Groups, page 7-73

4. Select the Incident Register functional area in the Functional Area Maintenance window. Make sure that your triggers are included in this functional area. If your triggers are not included, insert them.

   You must also activate the triggers according to legislation or business group. For more information, see: Grouping Dynamic Triggers into Legislative Functional Areas, *Oracle HRMS Payroll Processing Management Guide*

   Setup for retro-notification should now be complete, meaning you can proceed to running the appropriate report. However, if you are setting up proration continue with the next steps.

   See: Running the Retro-Notifications Report, *Oracle HRMS Payroll Processing Management Guide*

### To set up the elements for proration:

1. Create your proration element. **US and Mexico users**: Initiate the earnings type or deduction, then query the generated element in the Element window to add a proration group and, optionally, a proration formula.
   - Make sure that you select a proration group for each element

- Select a proration formula if you are using a separate proration formula to handle proration events (rather than enabling your payroll formula to handle proration)
- Select Actual Termination as the termination processing rule

2. Define the input values for the element. For example, if you were using the sample payroll formulas that are enabled for proration, you would create the following input values:
   - Amount for a salary management element
   - Date Worked for a spinal point/pay scale element
   - Annual Deduction for a deduction or allowance

   See: Defining an Element's Input Values, page 1-44

3. Link the element to a specific payroll or payrolls. If you want the element to be used automatically each time the payroll is assigned, select the Standard check box. If you do not select this check box, you must enter the element for each assignment.

   See: Defining Element Links, *Oracle HRMS Compensation and Benefits Management Guide*

### To create the formula:

1. Check that the database items to be used in your formula are available. If the required database items are not available, please create them.

2. Create the proration formula or write a payroll formula that is enabled for proration.

   To create a proration formula, see: Writing Proration Formulas, *Oracle HRMS FastFormula User Guide*

   **UK users**: For examples of payroll formulas enabled for proration, see: Sample Payroll Formulas Enabled for Proration, *Oracle HRMS FastFormula User Guide*

   For more information on writing formulas, see: Writing or Editing a Formula, *Oracle HRMS FastFormula User Guide* and Writing Payroll Formulas for Elements, *Oracle HRMS FastFormula User Guide*

3. Link the formula to your element in the Formula Result Rules window.

   See: Defining Formula Processing and Result Rules, *Oracle HRMS Compensation and Benefits Management Guide*

4. Attach the element to the salary basis if the salary is relevant for proration. Select the input value you created (such as Amount) in the Input Value Name field of the

Salary Basis window.

See: Defining a Salary Basis, page 2-13

## Defining Event Groups

You define an event group from the Table Event Group window. You use an event group to group together all proration or retro-notification points that affect an employee's salary, such as salary increases.

### To define an event group:

1. Enter a name for your event group.
2. Select one of the following event group types:

   Proration for a proration event group

   Retro for a retro-notification event group
3. Select the proration or retro period.
4. Save your entries.
5. Select the events that can trigger proration or retro-notification in the Datetracked Events region. To do this, select the update type, the table containing the data, and the table column.
6. Save your work.

# Balances

## Payroll Balances

Balances show the positive or negative accumulation of particular values over periods of time. They are fed either by the direct run results (that is, Pay Values) of elements processed in the payroll run, or by input values. For example, in North American installations, the input value Hours of the element Time Entry Wages feeds the balance Regular Hours Worked.

### Balance Dimensions and Levels

Balances exist for various time *dimensions*, such as current run, period to date, month, quarter to date, and year to date.

Balances also exist at different *levels*, such as assignment level or person level. Balances for individual employee assignments are at the assignment level (in North America, they can be at the assignment level within a GRE). If your enterprise permits employees to hold more than one assignment at the same time, you can hold balances at the person level. For example, a person level Gross Earnings balance is the sum of an employee's assignment level Gross Earnings balances.

### Choosing Elements To Feed a Balance

You can select elements to feed a balance in three ways:

- Select a primary classification. The run results of all elements in the classification feed the balance. However, you must have an input value of Pay Value if you want to create a feed between an element and a balance.

- Select a secondary classification. You choose which elements from a primary classification (such as Earnings) are to feed the balance by giving these elements a secondary classification. Again it is the run results of the elements that feed the balance.

  **Note:** Secondary classifications are not used in the North American versions of Oracle Payroll at this time.

- Select an individual element. You can select either the run result or an input value to feed the balance. The input value must have the same unit of measure (such as hours or number) as the balance.

You can choose any number of classifications or any number of elements to feed a balance. However you cannot use a mixture of classifications and individual elements

to feed a balance. When you select an element or classification as a balance feed, you specify whether the run results (or input values) should add to or subtract from the balance.

### Startup and User Defined Balances

The balances and balance feeds for the elements supplied with Oracle Payroll are present in the system when you receive it. For North American users, when you initiate earnings types, deductions and other items that process in the payroll run, the system generates the appropriate balances and balance feeds together with the necessary elements.

You can define any additional balances your enterprise requires. For example, you may require a Pensionable Earnings balance for a pension plan your enterprise offers employees.

## Balance Initialization

Balance Initialization is a feature provided for the implementation of payroll in Oracle HRMS and is part of the core payroll product. Use Balance Initialization when moving payroll balances from legacy payroll applications to Oracle Payroll. This process is performed once the final payroll from the old payroll application has been completed.

**Example**

For example: You would use Balance Initialization when a payroll implementation takes place in the middle of a calendar year. The year-to-date wage, tax, and other balances from the old payroll application must be migrated into the corresponding Oracle Payroll balances.

> **Note:** If your first cheque date on Oracle Payroll is in January of a new calendar year, you do not have to execute a Balance Initialization for the previous year.

After executing the Balance Initialization, your first payroll run includes year-to-date balances from the balance initialization process combined with the element run results from Oracle Payroll.

See: Balance Initialization Steps, *Oracle HRMS Implementation Guide*

### Elements and Balance Feeds

Oracle HRMS delivers the following elements to initialize balances:

***Earnings Balance Initialization***

| Input Value Name | Balance Name | Units | Add or Subject |
|---|---|---|---|
| Gross Earnings | Gross Earnings | Money | Add |
| Amends Fixed Basis Eligible Comp | Amends Fixed Basis Eligible Comp | Money | Add |
| Amends Variable Basis Eligible Comp | Amends Variable Basis Eligible Comp | Money | Add |
| IDW Variable Basis Eligible Comp | IDW Variable Basis Eligible Comp | Money | Add |
| Days Basis of Quotation 1 | Days Basis of Quotation 1 | Day | Add |

***ISR Tax Balance Initialization***

| Input Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| ISR Subject | ISR Subject | Money | Add |
| ISR Withheld | ISR Withheld | Money | Add |
| ISR Exempt | ISR Exempt | Money | Add |
| ISR Creditable Subsidy | ISR Credit Subsidy | Money | Add |
| ISR Non Creditable Subsidy | ISR Non Creditable Subsidy | Money | Add |
| ISR Credit to Salary Paid | ISR Credit to Salary Paid | Money | Add |
| ISR Credit to Salary | ISR Credit to Salary | Money | Add |
| ISR Subject Non Periodic | ISR Subject Non Periodic | Money | Add |

| Input Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| ISR Withheld Non Periodic | ISR Withheld Non Periodic | Money | Add |

***IMSS Quota 1 Balance Initialization***

| Input Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| Fixed Quota EE | Fixed Quota EE | Money | Add |
| Fixed Quota ER | Fixed Quota ER | Money | Add |
| Fixed Quota Social Security Taxable | Fixed Quota Social Security Taxable | Money | Add |
| Fixed Quota Social Security Subject | Fixed Quota Social Security Subject | Money | Add |
| Additional Quota EE | Additional Quota EE | Money | Add |
| Additional Quota ER | Additional Quota ER | Money | Add |
| Additional Quota Social Security Taxable | Additional Quota Social Security Taxable | Money | Add |
| Additional Quota Social Security Subject | Additional Quota Social Security Subject | Money | Add |
| Benefits in Species EE | Benefits in Species EE | Money | Add |
| Benefits in Species ER | Benefits in Species ER | Money | Add |
| Benefits in Species Social Security Taxable | Benefits in Species Social Security Taxable | Money | Add |
| Benefits in Species Social Security Subject | Benefits in Species Social Security Subject | Money | Add |

| Input Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| Benefits in Cash EE | Benefits in Cash EE | Money | Add |
| Benefits in Cash ER | Benefits in Cash ER | Money | Add |
| Benefits in Cash Social Security Taxable | Benefits in Cash Social Security Taxable | Money | Add |
| Benefits in Cash Social Security Subject | Benefits in Cash Social Security Subject | Money | Add |

***IMSS Quota 2 Balance Initialization***

| Input Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| Disease and Maternity EE | Disease and Maternity EE | Money | Add |
| Disease and Maternity ER | Disease and Maternity ER | Money | Add |
| Disease and Maternity Social Security Taxable | Disease and Maternity Social Security Taxable | Money | Add |
| Disease and Maternity Social Security Subject | Disease and Maternity Social Security Subject | Money | Add |
| Disability and Death EE | Disability and Death EE | Money | Add |
| Disability and Death ER | Disability and Death ER | Money | Add |
| Disability and Death Social Security Taxable | Disability and Death Social Security Taxable | Money | Add |

| Input Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| Disability and Death Social Security Subject | Disability and Death Social Security Subject | Money | Add |
| Day Care Centers EE | Day Care Centers EE | Money | Add |
| Day Care Centers ER | Day Care Centers ER | Money | Add |
| Day Care Centers Social Security Taxable | Day Care Centers Social Security Taxable | Money | Add |
| Day Care Centers Social Security Subject | Day Care Centers Social Security Subject | Money | Add |
| Work Risk Incident EE | Work Risk Incident EE | Money | Add |
| Work Risk Incident ER | Work Risk Incident ER | Money | Add |
| Work Risk Incident Social Security Taxable | Work Risk Incident Social Security Taxable | Money | Add |
| Work Risk Incident Social Security Subject | Work Risk Incident Social Security Subject | Money | Add |

***IMSS Quota 3 Balance Initialization***

| Input Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| Pensioners Medical Expenses EE | Pensioners Medical Expenses EE | Money | Add |
| Pensioners Medical Expenses ER | Pensioners Medical Expenses ER | Money | Add |

| Input Value Name | Balance Name | Units | Add or Subtract |
|---|---|---|---|
| Pensioners Medical Expenses Social Security Taxable | Pensioners Medical Expenses Social Security Taxable | Money | Add |
| Pensioners Medical Expenses Social Security Subject | Pensioners Medical Expenses Social Security Subject | Money | Add |
| Retirement EE | Retirement EE | Money | Add |
| Retirement ER | Retirement ER | Money | Add |
| Retirement Social Security Taxable | Retirement Social Security Taxable | Money | Add |
| Retirement Social Security Subject | Retirement Social Security Subject | Money | Add |
| Separation due to Age EE | Separation due to Age EE | Money | Add |
| Separation due to Age ER | Separation due to Age ER | Money | Add |
| Separation due to Age Social Security Taxable | Separation due to Age Social Security Taxable | Money | Add |
| Separation due to Age Social Security Subject | Separation due to Age Social Security Subject | Money | Add |
| INFONAVIT EE | INFONAVIT EE | Money | Add |
| INFONAVIT ER | INFONAVIT ER | Money | Add |
| INFONAVIT Social Security Taxable | INFONAVIT Social Security Taxable | Money | Add |
| INFONAVIT Social Security Subject | INFONAVIT Social Security Subject | Money | Add |

## Balance Dimensions

| Dimension | Dimension Name |
|---|---|
| PER_GRE_YTD | Person Within GRE Year To Date |
| PER_GRE_MTD | Person Within GRE Month To Date |
| PER_PAYROLL_GRE_PTD | Person within Payroll and GRE Period To Date |
| ASG_GRE_YTD | Assignment Within GRE Year To Date |
| ASG_GRE_MTD | Assignment Within GRE Month To Date |
| ASG_GRE_PTD | Assignment Within GRE Period To Date |
| PER_GRE_SS_BIMONTH | Person within GRE for Social Security Bi-Month |
| ASG_GRE_ITD | Assignment Within GRE Inception To Date |

## Packages and Functions

To support Balance Initialization functionality, Oracle HRMS provides the pay_mx_bal_upload balance upload package. This package contains the following functions and procedures:

| Function/Procedure | Description |
|---|---|
| pay_mx_bal_upload.expiry_date | Returns the expiry date for a dimension at the effective (balance upload) date. |
| pay_mx_bal_upload.is_supported | Identifies if a dimension name is supported in balance upload. |

| Function/Procedure | Description |
|---|---|
| pay_mx_bal_upload.include_adjustment | Determines if a calculated balance adjustment (such as a balance upload value) affects the current dimension. It does this by checking the adjustments already made for the balance and determining if these affect the passed-in defined balance, taking into account any contexts.<br><br>Use this function to check whether the specified dimension is included in previous adjustment. If the Run Type of the previous balance adjustment is the same as the Batch Line Run Type, the specified dimension is included. If the dimension is not relevant to the run type, that balance is always included. |
| pay_mx_bal_upload.validate_batch_lines | Applies any Mexico-specific validation to the balance upload data.<br><br>There is no additional processing or validation required, so this is a null procedure. |

### Supported Balances

Oracle HRMS provides balances to support the following features:

- IDW, *Oracle HRMS Payroll Processing Management Guide*
- Social Security Quotas, *Oracle HRMS Enterprise and Workforce Management Guide*
- ISR Tax, *Oracle HRMS Payroll Processing Management Guide*
- Year End Archiver, *Oracle HRMS Payroll Processing Management Guide*
- Employer State Tax, *Oracle HRMS Payroll Processing Management Guide*
- Profit Sharing, *Oracle HRMS Payroll Processing Management Guide*

## Defining Secondary Element Classifications

Oracle Payroll users can define secondary classifications to create subsets within primary classifications. You decide which elements, from a primary classification, are in each secondary classification, then you use the secondary classification to feed balances.

**Note:** If you are an HR-only user, you cannot define secondary classifications. For more information on user types and the associated HR: User Type profile option, see: User Profiles, *Oracle HRMS Configuring, Reporting, and System Administration Guide*.

### To create secondary element classifications:

1. Query a primary element classification. The check box indicates whether it is for nonpayment elements. These are elements that do not feed the Payments balance.

   On the Priority, and Costing tabs, you can view the following information about the classification:

   **Priority**: The processing range displays together with the default priority.

   **Costable**: If this check box is checked, you can select all costing options on the element link for elements of this classification, including Not Costed.

   **Distributable**: If this check box is checked, you can create a distribution set from elements of this classification over which you can distribute costs.

   **Debit** or **Credit**: These option buttons display the cost type for elements in the classification, that is, whether the accounts they feed are to be debited or credited.

   On the Frequency Rules tab, you can view the following information about the classification:

   **Enabled**: If this check box is checked, you can define frequency rules for elements of this classification. The payroll run uses a frequency rule to determine in which pay periods it processes a recurring element.

   **Date:** The date the payroll run uses, by default, to assess frequency rules in your localization. You can select a different date when you define a frequency rule.

2. Enter a unique name for the secondary classification you want to associate with the displayed primary classification. You can also add a description.

3. Select the Default check box if you want all elements in the primary classification to be in the secondary classification by default. Then, if there are any exceptions, you must manually remove these elements from the secondary classification. You can do this at any time using the Balance Feed Control window, which opens from the Element window.

   **Note:** For some legislations, Oracle Payroll has already defined a number of secondary classifications. Some of these are default classifications, but not all. You cannot delete these classifications, and you cannot delete them from the Balance Feed Control window for predefined elements.

## Creating Balance Feeds for Individual Elements

Use the Balance Feeds window to select balances to be fed by the input values of an element. Balances are either fed by whole classifications of elements or by individual elements, but not by both. Therefore, in this window you cannot select balances that are fed by classifications. You can query a balance in the Balance window and choose the Classifications button to view the list of classifications that feed it.

You can use an element to feed as many balances as you require.

### To create balance feeds for one element:

1. Set your effective date to when you want the balance feed to start.
2. Enter or query the element in the Element window and choose the Balance Feeds button.
3. In the Balance Feeds window, select the input value that you want to feed the balance with.

   The list displays all the input values defined for the element. These input values may have different units of measure. When you select an input value its unit of measure displays in the Units field. To feed a balance with the element's direct run result, select Pay Value.
4. Select the balance you want the input value to feed.

   The list restricts your choice to balances having the same unit of measure as the input value you selected.
5. Select Add or Subtract for the balance feed.

   **Note:** Secondary classifications and balance feed controls currently do not apply to the US version of Oracle Payroll.

## Creating Classes of Balance Feeds

In the Balance Feed Control window, you can classify an element using secondary classifications. These determine the balances that the element feeds. You can query a balance in the Balance window and choose the Classifications button to view the list of classifications that feed it.

### To select or remove secondary element classifications:

1. Set your effective date to when you want the element to begin feeding the balances that the secondary classifications feed.

2. Enter or query the element in the Element window and choose the Balance Feed Control button.

3. In the Balance Feed Control window, delete any default secondary classifications you do not require for the element.

   When this window opens, it displays any default secondary classifications for the element's primary classification. Unless they are predefined, you can delete any of these classifications, and you can change their effective start dates.

4. Select any non-default secondary classifications you require.

## Defining User Balances

Defining a balance includes defining its feeds and dimensions. When selecting feeds for the balance you have to choose between specifying element input values directly, and selecting element classifications to determine the feeds. You cannot choose both methods together.

You can group similar balances - such as all earnings balances - in a single *category* for quicker and easier processing. Each localization has a defined set of categories. If there are no categories in the list of values, this means your legislation is not yet using the category functionality.

Balances often share a common relevancy to certain assignments. In some localizations, you can define *base balances* to imply a relationship between the balances that can be relied upon when processing and reporting. For example, "Loan Repayment" could be the base balance for "Loan Repayment Arrears".

You define balances in the Balance window.

### To define a user balance:

1. Do *one* of the following:

   - Enter a unique name and a reporting name for the new balance. If you do not provide a reporting name, the first seven characters of the balance name appear on reports.

   - Query any user balances you want to change.

2. Optionally, select a balance category in the Category field.

   **Australian Users:** Attach all user-defined balances to the relevant balance category and to the _ASG_RUN and _ASG_YTD dimensions to populate the run balances. You must attach all user-defined allowance balances required to be reported individually on the Payment Summary to the Balance Category of Allowance and to the _ASG_LE_RUN and _ASG_LE_YTD dimensions.

**New Zealand Users:** You must assign a balance category for each element that you define.

3. Optionally, select a Base Balance.

4. Enter the unit of measure for the balance. The choices are days, hours (listed in different formats), integer, money and number. If you select money as the unit you must also select a currency.

   **Note:** Do not select the Use for Remuneration check box. This displays the balance that has been predefined as the Remuneration balance. Only one balance within a legislation can have this value.

5. To define a primary balance - one fed by a single element - select an element and input value in the Primary Balance region (if this region is available for your localization).

6. Go to the Balance Feeds window *or* the Balance Classifications window.

   **In the Balance Feeds window:**

   - Set your effective date to the start date for the balance feeds.
   - Select one or more elements to feed the balance. Only those elements whose input values have the same unit of measure as the balance are listed.

     When you select an element, its classification is displayed. You can select elements with different classifications.
   - Select the input value that is to feed the balance.

     For most payroll balances select Pay Value so that the element's run result feeds the balance.
   - Select Add or Subtract for the balance feed.

   **In the Balance Classifications window:**

   - Select one or more element classifications and select Add or Subtract for each. The run results of all elements in the classification will feed the balance.

     The list includes all the primary and secondary element classifications that are valid for this balance. If you select a secondary classification, you cannot also select its parent primary classification.

     **Note:** Secondary classifications are not used in the North American or Singapore versions of Oracle Payroll at this time.

#### Balance Dimensions Window

7. Choose the Dimensions button.

8. Select the dimensions you require.

   **New Zealand Users:** For each new balance, you must attach the balance dimension _ASG_RUN for it to generate run balances.

   **Australian Users:** Select the _ASG_RUN and _ASG_YTD dimensions for all user-defined balances. You must attach the _ASG_LE_YTD and _ASG_LE_RUN dimensions to the allowance balances required in the Payment Summary reports.

   You can remove any dimension previously selected for a user-defined balance. You can also add dimensions to the startup balances included with your system, and later remove these additional dimensions. However, you cannot remove the dimensions that were predefined for the startup balances.

   > **Note:** To hold balances for a fiscal year that is different from the calendar year, you must supply the fiscal year start date for your Business Group.

9. Optionally, select the Grossup Balance check box for *one* of the dimensions, to make the balance eligible for grossup.

   **UK users:** If you want to make the balance eligible for grossup, you must select this check box for the _ASG_RUN dimension.

#### Initial Balance Feed Window

10. Choose the Initial Feed button.

11. In the Initial Balance Feed window you can see details of the element and input value used for the Initial Balance feed. This feed is defined by implementation consultants prior to performing an initial balance upload at implementation time.

#### Balance Attributes window

12. Choose the Attributes button.

13. Select an attribute definition and a dimension.

    Balance attributes identify which balances can be used in which reports. Attributes can be predefined by localizations, created as a result of predefined defaults, or you can enter them in this window.

    > **Note: Saudi Users:** Oracle Payroll provides Saudi SOE Balance Attributes to view the SOE report. You can use the predefined

balance attributes or create your own balance attributes.

## Uploading Initial Balances

Setting initial values for balances is an essential task for new customers migrating from other systems.

Such balances typically consist of both legislative and customer defined balances. For example, a legislative balance could be the amount of tax deducted for each employee during the tax year. A customer defined balance could be the number of vacation days taken by each employee during the calendar year.

The correct initial setting of these balances is essential for subsequent processing to be valid.

The Initial Balance Upload process allows the specification and loading of initial balances into the system. System implementers use this process once only, on migration. After that, balance maintenance is carried out automatically by Oracle Payroll.

### To load initial balances into Oracle Payroll:

1. Define an element and input value for the initial balance feed. Select the classification Balance Initialization for this element.

2. Set up initial balance values in the tables

   **PAY_BALANCE_BATCH_HEADERS**

   **PAY_BALANCE_BATCH_LINES**

   For more information, see the technical essay: Balances in Oracle Payroll, *Oracle HRMS Implementation Guide*.

3. In the Submit Requests window, select Initial Balance Upload.

4. Run one or more of the four modes as appropriate:

   **Validate:** checks the details in the batch to be uploaded

   **Transfer:** creates the balances in the batch

   **Undo transfer:** reverses the effects of a transfer

   **Purge:** removes the batch from the batch tables

5. Select the batch to be processed.

6. Choose the Submit button.

7. Continue to run the process for as many modes as you require.

# Third Party Payments

## Third Party Payments

Oracle Payroll enables you to make both single and recurring deductions from worker salary for third party payments, and to specify either corporate bodies or individuals as payees. The deductions you can make include third party payments and union dues.

You need to define payment methods for third party payments and enter these for your payrolls.

How you pay third parties is determined by the Third Party Payment check box on the Element window when you define the deduction. If this check box is unchecked, you must pay third parties outside Oracle Payroll through Accounts Payable. If it is checked, you can pay third parties through Oracle Payroll, using a third party payment method that you have defined.

## Third Party Payments Overview

Third party payments is also known as Wage Attachments, Wage Garnishments, and Court Orders in different localizations, and your legislation may already have predefined elements to support each of these types of deduction.

Third party payments are deductions from earnings incurred by court debts or fines. For example, payments of maintenance, child support or other legally incurred obligations. Oracle Payroll enables you to process these deductions from worker wages. Third party payments in Oracle payroll are rule-driven, so you can tailor them to meet your business needs.

Oracle Payroll provides a robust answer to administering third party payments, a type of involuntary deduction. Like other features in Oracle HRMS, third party payments are rule-driven so that you can tailor the software to fit your business requirements.

Oracle Payroll features for third party payments enable you to:

- Create third party payments
- Determine which earnings are eligible for third party payments
- Administer fees for recouping processing costs of third party payments (if administrative fees are payable for your legislation)
- Establish the priority of payments if a worker has several third party payment obligations that cannot be met in a single pay period
- Stop making third party payments when your worker has discharged the obligation

## Handling third party payments

Oracle Payroll handles third party payments using:

- Elements and input values
- Formulas
- Balances and balance feeds

## Legislative Differences

Depending on the country in which you operate, third party payments are either provided for you, along with their associated elements, balances, balance feeds and formulas, or you can create your own. To create your own, enter some of the information you require into a template, and let Oracle Payroll generate the elements, balances and balance feeds for you. You create North American third party payments using this second method.

You can only use one of the two methods, depending on your legislation, and not a mixture of both.

## Elements

Each third party payment is represented by one element. For example, the third party payment of Court Order is represented by the element called Court Order.

Once you have created a third party payment, or selected one of the third party payments provided, you record all changes by entering input values for the third party payment element.

## Third Party Payment Processing Sequence

You determine when to deduct each third party payment from a worker's earnings using element classifications and processing sequences.

For example, you may need to ensure that Oracle Payroll always processes court orders before other deduction types. You may also need to prioritize the court orders further to ensure that Oracle Payroll always processes child support deductions before education loans. In this example, these third party payments belong to an element classification with a low-numbered processing sequence. This ensures that they are processed before all other deductions.

Then, to ensure that Oracle Payroll always processes your child support payments before education loans, you could determine a secondary processing sequence. You do this in the Element Entries window.

If you don't specify a secondary processing sequence, third party payments are

processed in date order.

During payroll processing, the appropriate formula calculates the deduction from the worker's wages, and considers the correct percentage of the balance which stores the worker's net income.

**Korea users only:** While processing your third party payment, use only the KR Monthly Payroll, KR Bonus Payroll, and KR Separation Pay Payroll processes. If you use QuickPay Run, the third party payment will not be properly processed because you cannot specify its payout date.

## Formulas

You can use the predefined formulas to determine how third party payments are processed in your organization. For example you can do the following:

- Determine the amount of pay that is liable for third party payment deduction. For example, the worker's take home pay after tax and other deductions, and the amount that is protected or exempt from third party payment deductions. During payroll processing, a formula calculates the deduction from the worker's wages. During calculation, 50 percent of the Attachable Earnings balance is considered; this balance stores the worker's net income. Irrespective of the payroll run type, only 50 percent of Attachable Earnings will be considered.

- Calculate the amount to withhold. The third party payment court order provides the amount to be withheld per pay period and a total amount due. If you do not enter a pay period, Oracle Payroll defaults to the maximum amount allowed by law. The amount withheld can also include any arrears owing or any fees payable to the employer for setup and administration of the deduction.

- Verify the amounts withheld. After Oracle Payroll has calculated all third party payments for a worker, the relevant formula checks that all rules and limits applicable to these payments are accounted for. If it finds any violations, the formula makes adjustments to the previously calculated amounts, prorating them and creating arrears amounts if necessary.

See: Formulas and Payroll Run Results, page 7-34

## Balances

Oracle Payroll uses balances to record the amount of third party payments paid or amount remaining. Depending on your legislation, Oracle Payroll either provides the balances and balance feeds that you need for predefined third party payment elements, or it generates them automatically.

The amount of court order debt paid at any time is held in an Inception-to-date (ITD) balance. For those elements that have multiple occurrences, this balance exists at element level, reflecting the need to keep track of how much has been paid for each separate occurrence. Otherwise the balance exists at assignment level.

The amount of the debt still outstanding is the difference between the amount in the ITD balance dimension and the Initial Debt input value.

For Assignment level ITD balance dimensions, you must ensure that, once the total debt has been repaid and the element has been given an end date for processing, that the balance is cleared back to 0.00. If you do not do this and a new element entry is given to the worker for the same court order type element, the formula finds the 'old' balance and the element is not processed correctly.

The attachable pay balances Run and Period balance are referenced within the formulas because of the possibility of there being more than one run in a period.

## How Oracle Payroll Manages Deductions

You enter the initial debt. The system then manages the deductions automatically and ends the process when the debt is cleared. If you do not enter a value for the debt the system continues to process the deductions each pay period as ongoing maintenance payments.

## Protected Earnings

Local legislation determines the amount and type of earnings from which third party payments can be deducted. Typically, there is a minimum amount of earnings below which you cannot deduct third party payments. Similarly, there is a proportion of a worker's earnings that are considered liable to third party payment deductions.

## Managing Different Third Party Payments

You can use Oracle Payroll to manage both kinds of third party payment:

- Where the total amount of the deduction is known in advance, for example, a fine.
- Where the total amount is not fixed, but you must make a deduction from each salary payment, for example, child maintenance orders.

## Ending Third Party Payments

Depending on the third party payment, and whether the deduction is ongoing or a diminishing balance, you can set a deduction end date. Alternatively you can set up the deduction so that Oracle Payroll stops processing it when the full balance has been paid.

You can also override these settings, for example, if you want to stop maintenance payments immediately before reaching the end date.

## Preparing Third Party Payment Information at the End of Employment

If a worker's third party payment is still being processed after the worker has left the

organization, then you must manually enter deposition-related information into the Deposition Info predefined element. This element is for informational purposes only. Your company will request the court that has mandated the third party payment to stop the process, and the court will be sent the information contained in the element.

## Third Party Payment Deductions

The third party payments that you can process depend on the specific third party payments that apply to your legislation. Examples of third party payments include child support payments, educational loans, taxes to local authorities, alimony, and bankruptcy orders.

The following table lists the deductions you can make using Oracle Payroll.

| Third Party Payment | Legislation |
|---|---|
| Credit Debt/Garnishments | US |
| Bankruptcy Order | US |
| Federal Tax Levy (State and Local Tax Levies are not supported by Oracle Payroll) | US |
| Federal DCIA Order | US |
| Spousal Support Order, Child Support Order, and Alimony | US |
| Educational Loan | US |
| Employee Requested Payment | US |
| Court Orders and Arrestments | UK |
| Council Tax Attachments | UK |
| Court Orders | France |
| Maintenance Orders | Ireland |
| Variation Orders | Ireland |
| Interim Orders | Ireland |

| Third Party Payment | Legislation |
|---|---|
| Compensation Orders | Ireland |
| Social Welfare Orders | Ireland |

## Making Third Party Payments

Use this process to make third party payments through Oracle Payroll. Third party payments include

- Wage Attachments
- Wage Garnishments
- Court Orders

In Australia, you can also use this process to set up employer superannuation contributions. After payroll processing takes place, the pay value of the deductions element is paid according to the third party payments method you selected.

### To make third party deductions from individual assignments:

1. Create the organization or person to receive the third party payment.

   You create payee organizations in the Organization window, selecting the Payee Organization classification.

   See: Creating an Organization, *Oracle HRMS Enterprise and Workforce Management Guide*

   You create individual payees as contacts of the person making the deduction. In the Contacts window, check the Payments Recipient check box when you create the payee.

   See: Entering Next of Kin and Other Contacts, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

2. Link the third party element to your payroll.

3. In the Personal Payment Method window, select a third party payment method for the assignment. In the Payee region, select the payee you have created.

   See: Entering Payment Methods for an Employee Assignment, *Oracle HRMS Workforce Sourcing, Deployment, and Talent Management Guide*

4. Create an element entry for the deduction.

See: Entering Third Party Payment Information, page 7-96

In the Entry Values window, you enter details of payment, payee and payment method. Required entry information varies according to the kind of deduction you are making.

When you have completed these setup steps you can run a payroll to process the third party payment that you have just defined.

## Entering Third Party Payment Information

Information about each Third Party Payment that must be discharged against your worker is stored in a separate third party payment element.

Third party payments can include Wage Attachments, Wage Garnishments, and Court Orders and your legislation may already have predefined elements to support each of these types of deduction.

Use the Element Entries window to assign your worker a Third Party Payment element.

### To enter Third Party Payment for a worker:

1. Query your employee in the People window, and set your effective date to the day on which the third party payment should commence for your worker.
2. In the Element Entries window, select the third party payments element .
3. Enter costing information in the Cost Allocation KF window or choose Cancel.
4. Choose the Entry Values button to open the Entry Values window.
5. Enter the unique attachment sequence number of the third party payment.

   You must supply a unique attachment sequence number for your third party payment; otherwise, your payroll run will fail. After your payroll run is successfully processed, in the Result Values window, you can identify the Results element created for your third party payment by its attachment sequence number.
6. Enter the time you received the third party payment and the unique case number assigned by the court administering the third party payment.
7. Select the third party payment's processing type.
8. Enter the third party payment's sub-processing type and administering court's name. The sub-processing type is used by the system only for information and is not considered during calculation or administration of the third party payment.
9. Enter the principal base and court fee base for the third party payment.

10. If the third party payment has an interest base, enter it. Enter the start and end dates for the interest base. The start and end dates for a third party payment that has an interest base are only for information and have no bearing on administration or calculation.

11. Indicate whether or not a judicial decision statement of the obligation-release processing type has been received for the third party payment and the date of such receipt. To set the Obligation Release field to Yes, you must update the field.

    When the third party payment's processing type changes to obligation release from any other processing type, you must select Yes in the Obligation Release field. You do not need to assign a new third party payments element to the employee

12. Select the third party creditor for the court order from the list of values in the Payee Details field.

13. Save your work.

### To enter interest bands:

If the third party payment has interest bands, then you need to specify them in the Further Element Entry Information window:

1. Click in the Further Entry Information field to open the Further Element Entry Information window.

2. Specify the start date, end date, base, and rate of each interest band. You can specify a maximum of five interest bands. A interest band is invalid if it does not have a start date. If an end date is not specified, the system uses the next applicable payout date.

3. Save your work.

### To change processing type from provisional attachment to actual seizure and collection, actual all attachment:

Some localizations enable you to specify whether a third party payment is a provisional attachment, an actual seizure and collection, or an actual all attachment.

When the processing type of the third party payment changes from provisional attachment to actual seizure and collection or actual all attachment, you must assign a new third party payments element to the employee in the payroll-processing period in which the processing type changes.

1. In the Element Entries window, enter information pertaining to the new judicial decision statement.

2. If the third party payment uses an interest base, enter the same values for the principal base, court fee base, and interest base that you entered for the old third

party payments element.

3. If the third party payment uses interest bands, enter the same values for the principal base and court fee base that you entered for the old third party payments element. While setting up interest bands, begin with the interest band within which the next payroll-processing date will fall. The start date of this band should be the last payout date for the old third party payments element.

4. Select the case number for the old judicial decision statement for the third party payment in the Further Element Entry Information window.

5. Save your work.

# Historic Rates

## Historic Rates

Historic rates is a function that retrieves a datetracked money value and recalculates it according to different time-dimensions (converting a daily wage to hourly). Historic rates is primarily for use in FastFormulas. You can use it to determine employee payments at the rate that existed when the work was done, rather than at the current rate. For example: If you pay your employees in arrears, you can calculate the value of the arrears payment.

Historic rates apply to notional rates only and not to actual rates

**Example**
An employee may earn $50 an hour. Assuming a 40 hour work week, their notional rate would be $2000 a week. However, that employee might have only worked 10 hours during a particular week. Therefore, their actual rate for that week would be $500.

Historic rates are the values of a specific element or combination of elements, based on a specified time dimension, at a specified date. You can vary the rate according to different factors, such as:

- Full Time Equivalent (FTE)
- A percentage of another rate

### Rate Type Information

For most rate calculations, a single element provides the pay rate. However, some rate calculations are the sum of multiple elements. For example: A holiday rate could be basic pay (held as a progression point) plus shift allowance (an input value) plus bonus (a global value). A rate type is a grouping of elements that comprise a single pay rate.

Different rate types can use the same element. For example: A rate type for holiday and another for sickness can both use the same basic pay element.

Use the Historic Rate - Rate Type element EIT to store the rate type name and description against each element. You create additional rate types by adding values to the lookup type PQP_RATE_TYPE.

### Element and Contract Attribution

To calculate pay using historic rates, use the GET_HISTORIC_RATE function in your payroll formula. This function returns the rate. The parameters for the function are:

- The element, or group of elements (a rate type)

- The time dimension (such as hourly)
- The effective date

For sample formulas using this function, see: Sample Rates History Formula, *Oracle HRMS FastFormula User Guide*

The function uses attribution at two levels to calculate the correct values:

- Element
- Contract

> **Note:** The Contract level is available only if your localization has enabled it.

## Element Attribution Information

Use the Historic Rate - Element Attribution (an element EIT) to store the following information against each element that has a historic rate:

- Time dimension (hourly, daily, and so on)
- Pay source value (input value, grade rate, and so on)
- Name of the pay source
- Full Time Equivalent indicator
- Service history
- Assignment association
- Rate adjustment options

### Example

For example, assume an assignment has an element entry for a Salary element and the element has the following attribution:

Time dimension = Hourly, Source = Grade Rate, Qualifier = Grade Rate 1

The function can retrieve the salary from Grade Rate 1 at any time and convert the time dimension from hours to annual or another dimension.

If you store rates for this payment using more than one grade rate or scale rate, you can use wildcards to enable you to select the latest value in the Qualifier field. For example: If the rate for salary can be held in Sal Scale Rate 1 or Sal Scale Rate 2, you can make the wildcard entry Sal Scale Rate % in the Qualifier field. The historic rates function then retrieves the value with the latest effective date.

## Contract Table

The Contract Table is available only to those localizations that have enabled it. The structure of this table is defined by the localization. The user must specify the values.

**Mexico only**: This table is defined and maintained by the localization. It is not available to users.

Use the PQP_CONTRACT_TYPES predefined user-defined table to store the following information about your employee contract details:

| Value | Definition |
|---|---|
| Annual Hours | Number of contract annual hours. Use this figure in the conversion of the derived rate to an output time dimension of "H" (Hourly Rate). Also use Annual Hours as a required figure when calculating Full Time Equivalent (FTE). |
| Days Divisor | Number of contract days in a year. This divisor is normally 365. Use it in the conversion of the derived rate to an output time dimension of "D" (Daily Rate). |
| Period Divisor | Number of periods per year used to calculate an output time dimension of "P" (Periodic Rate). Use a divisor that corresponds to the working hours shown on the Assignment window. For example: Weekly working hours have 52 as the Period Divisor. Also use Period Divisor as a required figure when calculating Full Time Equivalent (FTE). |
| Weekly Payroll Divisor | Number of periods per year, such as 52. Use the weekly payroll divisor to convert a periodic value into an annual value when *Periodic - Payroll Frequency* is the time dimension for the element, and the payroll is weekly or bi-weekly. |

| Value | Definition |
|---|---|
| Monthly Payroll Divisor | Number of periods per year, such as 12. You use the monthly payroll divisor to convert a periodic value into an annual value when you select *Periodic - Payroll Frequency* as the time dimension for the element and the employee has a payroll frequency of Calendar Month, Lunar Month, Bi-Month, Quarter, Semi-Year, or Year. |

When you have entered the required information to the PQP_CONTRACT_TYPES table, you can also add the following:

| Value | Definition |
|---|---|
| Overtime Annual Hours | Number of annual hours used to calculate an output time dimension of "O" (Overtime Hourly Rate). |
| Annual Term Time Hours | Calculates the adjustment value for the derived rate. If you enter a value for this column, and for the Annual Hours column, this adjusts the derived rate by a factor of Annual Term time Hours divided by Annual Hours. |

| Value | Definition |
| --- | --- |
| Employment History Factor | Value the function uses to adjust the historic rate for length of service. There are five bands within this category. For each of band you can define the following:<br>• Service History Band Lower Limit: Minimum number of years service required to qualify for this adjustment factor.<br>• Service History Band Upper Limit: Maximum number of years applicable for this adjustment factor.<br>• Service History Band Adjustment Factor (%): Percentage factor by which the function increments the derived rate.<br>The historic rates function uses this information about each contract type to convert values held for one time dimension to another dimension. For example: If a rate is held hourly and needs to be returned as a daily rate, the function calculates an annual value by multiplying the rate by Annual Hours, then divides this by the Days Divisor. |

## Time Dimensions

Time dimensions are closely tied to contracts. If you have a time dimension, you must use contract types. If you are doing a conversion between two time dimensions, you must refer to a contract.

You define source time dimensions in the PQP_TIME_DIMENSIONS extensible lookup type. Whenever you add a new dimension to this lookup, you must also make a corresponding entry in the PQP_TIME_DIMENSION_FACTORS lookup type. This corresponding entry ensures that your output time dimensions map correctly to the annualization factor in the PQP_CONTRACT_TYPE user table.

***PQP_TIME_DIMENSIONS***

| Code | Meaning | Description |
|---|---|---|
| A | Annual | Annual |
| D | Daily | Daily |
| H | Hourly | Hourly |
| P | Periodic | Periodic |
| PAY | Periodic - Payroll Frequency | Periodic - Payroll Frequency |

***PQP_TIME_DIMENSION_FACTORS***

| Code | Meaning | Description |
|---|---|---|
| A | Reserved Per Annum Frequency | Annual |
| D | DAYS DIVISOR | Daily |
| H | ANNUAL HOURS | Hourly |
| O | ANNUAL OVERTIME | Overtime Hourly |
| P | PERIOD DIVISOR | Periodic - Contract Period |
| PAY | Reserved Pay Period Frequency | Periodic - Pay Period Frequency. |

The GET_HISTORIC_RATE function converts the element rate into an annual rate before converting to the given output time dimension. Therefore, not all output time dimensions need a corresponding source time dimension. For example, you can retrieve the overtime hourly rate (time dimension "O") without defining a rate with a source frequency of Overtime Hourly.

See: Setting Up Custom Time Dimensions for Historic Rates, page 7-108

## Historic Rates Extra Information Types

For proper Integrated Daily Wage calculation, you must define the following Historic Rates EITs:

| Rate Types Parameters | Description |
|---|---|
| Rate Type Name | Specifies the type of earning. Select Fixed IDW, Variable IDW, or Base Pay. |

| Element Attribution Parameters | Description |
|---|---|
| Time Dimension | Use this field to specify if the calculated value is an annual, periodic, daily, or hourly value. Oracle Payroll uses this value to select the correct divisor to convert the value into a daily amount. |
| Pay Source Value | Use this field to specify how Oracle Payroll derives the IDW value for this element.<br>• Choose Input Value if the calculation is dependent on a particular input value, element, or group of elements (rate types).<br>• Select Element Type if the IDW is based on the calculated value of another element.<br>• Select Rate Type if the IDW is based on a group of other elements combined together under a rate type. |
| Qualifier | Use this field to specify the name of element, rate type, or input value from which the IDW is derived. Available values are dependent on what you selected as the Pay Source Value. |

| Element Attribution Parameters | Description |
|---|---|
| % or Factor | Use this field to specify if the IDW value for the element is derived as a percentage or a multiple of the pay source value specified earlier. Use this field only if you selected element or rate type as the pay source value. |
| % or Factor Value | Use this field to specify the value of the percentage or the factor to be applied to the result. Use this field only if you have selected a value for the % of Factor field. |

## Setting Up Historic Rates

Follow these steps to set up the Historic Rates function.

### To set up Historic Rates:

1. You (or your system administrator) register the following element EITs with your responsibility:

   - PQP_ELEMENT_ATTRIBUTION
   - PQP_RATE_TYPE

   See: Setting Up Extra Information Types Against a Responsibility, *Oracle HRMS Configuring, Reporting and System Administrators Guide*

2. Create additional rate types by adding values to the lookup type PQP_RATE_TYPE.

3. Set up elements to represent the payments used in your enterprise.

   Enter the following attribution:

   - Classification of earnings
   - Recurring processing type
   - Final close on termination

     **Note:** To use proration with historic rates, choose actual termination.

   - Process each period

To use a formula calling a version of the historic rates function requiring date parameters, give each element an Input Value that has the same name as the formula input.

4. Enter extra information using the Historic Rate - Rate Types and Historic Rate - Element Attribution EITs for all elements with historic values.

   See: Historic Rates Extra Information Types, *Oracle HRMS Compensation and Benefits Management Guide*

5. Define element links for all the elements.

6. If your localization has enabled the Contracts Table:

   1. Enter contract information in the pre-configured user-defined table PQP_CONTRACT_TYPES.

   2. Add one row for each new contract type you want to set up.

      If you hold rates on input values and use the Period Divisor on the Contract Types table to convert the period value to an annual value (such as, Time Dimension = Periodic on the Element Attribution Information for your elements), you must create at least one contract type for each payroll frequency. For example: You must assign employees on a weekly payroll to a separate contract type from employees on a monthly payroll. This requirement does not apply if you select the *Periodic - Payroll Frequency* time dimension, which uses the weekly or monthly payroll divisor held on the Contract Types table to convert period values to annual.

      See: Entering Contract Types, *Oracle HRMS Workforce Sourcing, Deployment and Talent Management Guide*

   3. Assign people to contract types by selecting contract type and start date in the Extra Details of Service window.

7. To make your rates subject to FTE, enter Working Hours and Frequency in the Assignment window.

   See: Setting Up FTE, *Oracle HRMS Workforce Sourcing, Deployment and Talent Management Guide*

8. Write the payroll formula to derive the rate from the information you have set up (using the RATES_HISTORY function).

   See: Sample Rates History Formula, *Oracle HRMS FastFormula User Guide*

9. In the Formula Result Rules window, associate each payroll formula with an element.

   1. Create a Standard processing rule.

2. In the Formula Results region, select the Amount formula result as a direct result returning a pay value for the element.

3. Select the Message result as a message type delivering a fatal error.

## Setting Up Custom Time Dimensions for Historic Rates

In addition to the predefined time dimensions, you can set up your own custom time dimensions to reflect working patterns in your enterprise. For example: You can set up an additional daily frequency based on a fixed number of working days a year.

Custom time dimensions are available only to those localizations that have the PQP_CONTRACT_TYPES table enabled and accessible to users.

Use the Application Utilities Lookups window and the Table Structures window to enter custom time dimensions for historic rates.

### To set up custom time dimensions for historic rates:

1. In the Application Utilities Lookups window, create a new entry in the PQP_TIME_DIMENSIONS_FACTORS lookup.

   For example, to define an additional Daily frequency based on a fixed number of working days a year, create the following entry:

| Code | Meaning | Description |
|---|---|---|
| WD | WORKING DAYS DIVISOR | Working Days per Year |

2. In the Table Structures window add a new column to the PQP_CONTRACT_TYPES table. Give the new column the same name as the meaning entry that you created in the previous step. For example, to amend the PQP_CONTRACT_TYPES table to accept your new Daily frequency, add a column called WORKING DAYS DIVISOR.

3. To define an element rate for your new custom time dimension, go back to the Application Utilities Lookup window and add your new lookup code to the PQP_TIME_DIMENSION lookup type.

   For example, to define an element rate as Daily - Working rate, add this entry to the PQP_TIME_DIMENSION lookup. Use your previous lookup code (WD):

| Code | Meaning | Description |
|---|---|---|
| WD | Daily - Working | Daily rate based on the working days per year |

4. Save your work

# Federal Workers Housing Fund (INFONAVIT)

## Federal Workers Housing Fund (INFONAVIT)

Employers must pay an amount equal to 5% of each employee's wages to the Federal Workers Housing Fund (INFONAVIT). You must pay these quotas on a bi-monthly basis.

Oracle HRMS for Mexico supports the calculation and tracking of INFONAVIT loads and their repayment.

To perform these operations:

- Create and configure your INFONAVIT Deduction element, page 7-110
- Use the SUA application to compute and report your INFONAVIT quotas, *Oracle HRMS Enterprise and Workforce Management Guide*

## Setting up INFONAVIT Deductions

To set up your employee assignments and payroll processing for automatic INFONAVIT deductions:

1. Use the Element Design Wizard to create an element with a Voluntary Deductions primary classification.
2. Set session_date to the effective start date of the element.
3. In the Element Description form, query for the element you just created.
4. Click Input Values and create the following input values:

| Name | Units | Selected check boxes |
|---|---|---|
| Credit Number | Number | Required<br>User Enterable<br>Database Item |
| Credit Start Date | Date | Required<br>User Enterable<br>Database Item |

| Name | Units | Selected check boxes |
|---|---|---|
| Discount Type | Character | Required<br>User Enterable<br>Database Item |
| Discount Value | Number | Required<br>User Enterable<br>Database Item |

5. Save your work.
6. Click Extra Information.

   The Extra Element Information window opens.
7. Select the Deduction Processing type.
8. Click inside the Detail field, and specify INFONAVIT as the Type of Deduction.
9. Save your work.
10. Link this element.
11. Attach this element to an assignment, and enter appropriate input values.

    These input values appear in the Social Security Archiver section of the Person Information window.

# Glossary

### 360-Degree Appraisal

Part of the SSHR Appraisal function and also known as a Group Appraisal. This is an employee appraisal undertaken by managers with participation by reviewers.

### Absence

A period of time in which an employee performs no work for the assigned organization.

### Absence Case

Two or more absences for the same person that you associate manually because they share a common factor, such as the same underlying cause.

### Absence Type

Category of absence, such as medical leave or vacation leave, that you define for use in absence windows.

### Accrual

The recognized amount of leave credited to an employee which is accumulated for a particular period.

### Accrual Band

A range of values that determines how much paid time off an employee accrues. The values may be years of service, grades, hours worked, or any other factor.

### Accrual Period

The unit of time, within an accrual term, in which PTO is accrued. In many plans, the same amount of time is accrued in each accrual period, such as two days per month. In other plans, the amount accrued varies from period to period, or the entitlement for the full accrual term is given as an up front amount at the beginning of the accrual term.

### Accrual Plan

See: *PTO Accrual Plan*, page Glossary-32

### Accrual Term

The period, such as one year, for which accruals are calculated. In most accrual plans, unused PTO accruals must be carried over or lost at the end of the accrual term. Other plans have a rolling accrual term which is of a certain duration but has no fixed start and end dates.

### Action

In AME, an Action is the *Then* part of an Approval Rule that specifies how the application must progress a transaction's approval process in a particular way depending on the conditions met.

See: Approval Rule., page Glossary-5

### Action Type

In AME, an action type is the generic container for specific actions. It enables you to specify the action to take if a transaction meets the condition of an approval rule. The action type, thus, generates the appropriate approvers for a transaction. As an AME administrator you can make particular action types available for specified transaction types. See: Transaction Types., page Glossary-41

### Active Employee

DBI for HRMS counts an employee, page Glossary-17 as active if they have a current period of service, page Glossary-13 at the effective date, page Glossary-16

If an employee is suspended, DBI for HRMS still counts them as active.

DBI for HRMS also uses the term Incumbent to refer to an active employee.

### Active Contingent Worker

DBI for HRMS counts a contingent worker, page Glossary-11 as active if they have a current period of placement , page Glossary-13 at the effective date, page Glossary-16.

If a contingent worker is suspended, DBI for HRMS still counts them as active. DBI for HRMS also uses the term Incumbent to refer to an active contingent worker.

### Activity Rate

The monetary amount or percentage associated with an activity, such as $12.35 per pay period as an employee payroll contribution for medical coverage. Activity rates can apply to participation, eligibility, coverages, contributions, and distributions.

### Actual Premium

The per-participant premium an insurance carrier charges the plan sponsor for a given benefit.

### Administrative Enrollment

A type of scheduled enrollment caused by a change in plan terms or conditions and resulting in a re-enrollment.

### AdvancePay

A process that recalculates the amount to pay an employee in the current period, to make an authorized early payment of amounts that would normally be paid in future payroll periods.

### Agency

An external organization that assists an enterprise in their recruitment process. Agencies act on behalf of the candidates to help them search and apply for jobs. They provide candidates to the fill up job openings in an enterprise or sometimes handle the complete placement process for a vacancy.

### Agency Candidate

An agency candidate is a person whose profile is created in iRecruitment by a recruiting agency. This profile includes personal and professional information.

### Agency User

An external person who belongs to a recruiting agency and accesses iRecruitment to conduct recruiting activities such as creating candidates and applying on behalf of the candidates.

### Alert

An email notification that you can set up and define to send a recipient or group of recipients a reminder or warning to perform a certain task or simply a notification to inform the recipient of any important information.

### Align

To define a relationship between objectives. Workers can align their own objectives with objectives that other workers have shared with them. Aligned objectives are also known as *supporting objectives*.

### AME

Oracle Approvals Management Engine. A highly extensible approvals rules engine that enables organizations implementing Oracle Applications to simply and effectively define business rules that determine who must approve a transaction originating within an application. You can devise simple or complex rules, as your organization requires, which then form part of your overall business flow. A central repository holds all the rules to facilitate management and sharing between business processes.

### API

Application Programmatic Interfaces, used to upload data to the Oracle Applications database. APIs handle error checking and ensure that invalid data is not uploaded to the database.

### Applicant

An applicant is a person who submits an application for employment to an organization.

### Applicability

In HRMS budgeting, a term describing whether a budget reallocation rule pertains to donors or receivers.

### Applicant/Candidate Matching Criteria

Matching functionality in the iRecruitment system that systematically identifies which candidates and applicants possess the skills, knowledge and abilities to be considered for a specific vacancy. The following columns are used for matching:

- Skills
- FT/PT
- Contractor/Employee
- Work at Home
- Job Category
- Distance to Location
- Key Words
- Salary

### Apply for a Job

An SSHR function that enables an employee to, apply, search and prepare applications for an internally advertised vacancy.

### Appraisal

An appraisal is a process where an employee's work performance is rated and future objectives set.

See also: *Assessment*, page Glossary-5.

### Appraisee

The person who is the subject of an appraisal.

### Appraiser

A person, usually a manager, who appraises an employee.

### Appraising Manager

The person who initiates and performs an Employee-Manager or 360 Degree Appraisal. An appraising manager can create appraisal objectives.

### Approval Rule

In AME, a business rule that determines a transaction's approval process. You construct rules using *conditions* and *actions*. For example, you can write a business rule with the conditions that if the total cost of a transaction is less than 1000 USD, and the transaction is for travel expenses, then the action must be to obtain approval from the immediate supervisor of the person triggering the transaction.

See also Conditions, page Glossary-11, Actions, page Glossary-2.

### Approver Groups

In AME, an approver group is a collection of approvers you define, which you can include as part of actions when you set up your approval rules.

### Arrestment

Scottish court order made out for unpaid debts or maintenance payments.

See also: *Court Order* , page Glossary-12

### Assessment

An information gathering exercise, from one or many sources, to evaluate a person's ability to do a job.

See also: *Appraisal*, page Glossary-4.

### Assignment

A worker's assignment identifies their role within a business group. The assignment is made up of a number of assignment components. Of these, organization is mandatory, and payroll is required (for employees only) for payment purposes.

### Assignment Number

A number that uniquely identifies a worker's assignment. A worker with multiple assignments has multiple assignment numbers.

### Assignment Rate

A monetary value paid to a contingent worker for a specified period of time. For example, an assignment rate could be an hourly overtime rate of $10.50.

### Assignment Set

A grouping of employees and applicants that you define for running QuickPaint reports and processing payrolls.

See also: *QuickPaint Report*, page Glossary-33

### Assignment Status

For workers, used to track their permanent or temporary departures from your enterprise and, for employees only, to control the remuneration they receive. For applicants, used to track the progress of their applications.

### Attribute

In AME, attributes are the business facts of a transaction, such as the total amount of a transaction, percentage of a discount, an item's category, or a person's salary and so on. These business variables form part of the conditions of an approval rule, and determine how the transaction must progress for approvals.

### Authoria

A provider of health insurance and compensation information, that provides additional information about benefits choices.

### BACS

Banks Automated Clearing System. This is the UK system for making direct deposit payments to employees.

### Balance Adjustment

A correction you make to a balance. You can adjust user balances and assignment level predefined balances only.

### Balance Dimension

The period for which a balance sums its balance feeds, or the set of assignments/transactions for which it sums them. There are five time dimensions: Run, Period, Quarter, Year and User. You can choose any reset point for user balances.

### Balance Feeds

These are the input values of matching units of measure of any elements defined to feed the balance.

### Balances

Positive or negative accumulations of values over periods of time normally generated by payroll runs. A balance can sum pay values, time periods or numbers.

See also: *Predefined Components* , page Glossary-31

### Bargaining Unit

A bargaining unit is a legally organized group of people which have the right to negotiate on all aspects of terms and conditions with employers or employer federations. A bargaining unit is generally a trade union or a branch of a trade union.

### Base Summary

A database table that holds the lowest level of summary. Summary tables are populated and maintained by user-written concurrent programs.

### Beneficiary

A person or organization designated to receive the benefits from a benefit plan upon the death of the insured.

### Benefit

Any part of an employee's remuneration package that is not pay. Vacation time, employer-paid medical insurance and stock options are all examples of benefits.

See also: *Elements*, page Glossary-16

### Block

The largest subordinate unit of a window, containing information for a specific business function or entity. Every window consists of at least one block. Blocks contain fields and, optionally, regions. They are delineated by a bevelled edge. You must save your entries in one block before navigating to the next.

See also: *Region*, page Glossary-34, *Field*, page Glossary-18

### Budget Measurement Type (BMT)

A subset of Workforce Measurement Type. It consists of a number of different units used to measure the workforce. The most common units are headcount and full time equivalent.

### Budget Value

In Oracle Human Resources you can enter staffing budget values and actual values for each assignment to measure variances between actual and planned staffing levels in an organization or hierarchy.

### Business Group

The business group represents a country in which your enterprise operates. It enables

you to group and manage data in accordance with the rules and reporting requirements of each country, and to control access to data.

### Business Group Currency

The currency in which Oracle Payroll performs all payroll calculations for your Business Group. If you pay employees in different currencies to this, Oracle Payroll calculates the amounts based on exchange rates defined in the system.

### Business Number (BN)

In Canada, this is the employer's account number with Revenue Canada. Consisting of 15 digits, the first 9 identify the employer, the next 2 identify the type of tax account involved (payroll vs. corporate tax), and the last 4 identify the particular account for that tax.

### Business Rule

See Configurable Business Rules, page Glossary-11

### Cafeteria Benefits Plan

See: *Flexible Benefits Program*, page Glossary-19

### Calendar Exceptions

If you are using the Statutory Absence Payments (UK) feature, you define calendar exceptions for an SSP qualifying pattern, to override the pattern on given days. Each calendar exception is another pattern which overrides the usual pattern.

### Calendars

In Oracle Human Resources you define calendars that determine the start and end dates for budgetary years, quarters and periods. For each calendar you select a basic period type. If you are using the Statutory Absence Payments (UK) feature, you define calendars to determine the start date and time for SSP qualifying patterns.

### Canada/Quebec Pension Plan (CPP/QPP) Contributions

Contributions paid by employers and employees to each of these plans provide income benefits upon retirement.

### Candidate

(iRecruitment) A candidate is a person who has either directly provided their personal and professional information to a company's job site or provided their resume and details to a manager or recruiter for entering in the iRecruitment system.

### Candidate Offers

An SSHR function used by a line manager to offer a job to a candidate. This function is supplied with its own responsibility.

### Career Path

This shows a possible progression from one job or position from any number of other jobs or positions within the Business Group. A career path must be based on either job progression or position progression; you cannot mix the two.

### Carry Over

The amount of unused paid time off entitlement an employee brings forward from one accrual term to the next. It may be subject to an expiry date i.e. a date by which it must be used or lost.

See also: *Residual*, page Glossary-35

### Cascade

A process managers at each level in a hierarchy use to allocate their own objectives to workers who report directly to them. This technique enables the allocation of enterprise objectives in some form to all workers.

### Cash Analysis

A specification of the different currency denominations required for paying your employees in cash. Union contracts may require you to follow certain cash analysis rules.

### Ceiling

The maximum amount of unused paid time off an employee can have in an accrual plan. When an employee reaches this maximum, he or she must use some accrued time before any more time will accrue.

### Certification

Documentation required to enroll or change elections in a benefits plan as the result of a life event, to waive participation in a plan, to designate dependents for coverage, or to receive reimbursement for goods or services under an FSA.

### Chief HR Officer

In DBI for HRMS the Chief HR Officer is the chief executive of the enterprise who can view the HR data at an enterprise-level.

### Child/Family Support Payments

In Canada, these are payments withheld from an employee's compensation to satisfy a child or family support order from a Provincial Court. The employer is responsible for withholding and remitting the payments to the court named in the order.

### Collective Agreement

A collective agreement is a form of contract between an employer or employer

representative, for example, an employer federation, and a bargaining unit for example, a union or a union branch.

### Collective Agreement Grade

Combination of information that allows you to determine how an employee is ranked or graded in a collective agreement.

### Communications

Benefits plan information that is presented in some form to participants. Examples include a pre-enrollment package, an enrollment confirmation statement, or a notice of default enrollment.

### Compensation

The pay you give to employees, including wages or salary, and bonuses.

See also: *Elements*, page Glossary-16

### Compensation Category

A group of compensation items. Compensation Categories determine the type of compensation that you award under a plan.

### Compensation Object

For Standard and Advanced Benefits, compensation objects define, categorize, and help to manage the benefit plans that are offered to eligible participants. Compensation objects include programs, plan types, plans, options, and combinations of these entities.

### Competency

Any measurable behavior required by an organization, job or position that a person may demonstrate in the work context. A competency can be a piece of knowledge, a skill, an attitude, or an attribute.

See also: *Unit Standard Competency*, page Glossary-42

### Competency Assessment Template

The entity that configures the Competencies section of an appraisal.

See also: *Objective Assessment Template*, page Glossary-27

### Competency Evaluation

A method used to measure an employees ability to do a defined job.

### Competency Profile

Where you record applicant and employee accomplishments, for example, proficiency in a competency.

### Competency Requirements

Competencies required by an organization, job or position.

See also: *Competency*, page Glossary-10, *Core Competencies*, page Glossary-12

### Competency Type

A group of related competencies.

### Condition

In AME, a Condition is the *If* part of an Approval Rule that specifies the conditions a transaction must meet to trigger an approval action. A condition consists of an attribute, which is a business variable, and a set of attribute values that you can define. When a transaction meets the specified attribute values, then the application triggers the appropriate action.

See: Approval Rule., page Glossary-5

### Configurable Business Rule

In HRMS position control and budgeting, predefined routines (also called process rules) that run when you apply an online transaction, and validate proposed changes to positions, budgets, or assignments. You set their default status level (typically Warning) to Warning, Ignore, or Error.

### Configurable Forms

Forms that your system administrator can modify for ease of use or security purposes by means of Custom Form restrictions. The Form Customization window lists the forms and their methods of configuration.

### Consideration

(iRecruitment) Consideration means that a decision is registered about a person in relation to a vacancy so that the person can be contacted.

### Consolidation Set

A grouping of payroll runs within the same time period for which you can schedule reporting, costing, and post-run processing.

### Contact

A person who has a relationship to an employee that you want to record. Contacts can be dependents, relatives, partners or persons to contact in an emergency.

### Content

When you create a spreadsheet or word processing document using Web ADI, the content identifies the data in the document. Content is usually downloaded from the Oracle application database.

### Contingent Worker

A worker who does not have a direct employment relationship with an enterprise and is typically a self-employed individual or an agency-supplied worker. The contingent worker is not paid via Oracle Payroll.

### Contract

A contract of employment is an agreement between an employer and employee or potential employee that defines the fundamental legal relationship between an employing organization and a person who offers his or her services for hire. The employment contract defines the terms and conditions to which both parties agree and those that are covered by local laws.

### Contribution

An employer's or employee's monetary or other contribution to a benefits plan.

### Core Competencies

Also known as *Leadership Competencies* or *Management Competencies*. The competencies required by every person to enable the enterprise to meet its goals.

See also: *Competency*, page Glossary-10

### Costable Type

A feature that determines the processing an element receives for accounting and costing purposes. There are four costable types in Oracle HRMS: costed, distributed costing, fixed costing, and not costed.

### Costing

Recording the costs of an assignment for accounting or reporting purposes. Using Oracle Payroll, you can calculate and transfer costing information to your general ledger and into systems for project management or labor distribution.

### Court Order

A ruling from a court that requires an employer to make deductions from an employee's salary for maintenance payments or debts, and to pay the sums deducted to a court or local authority.

See also: *Arrestment*, page Glossary-5

### Credit

A part of the Qualifications Framework. The value a national qualifications authority assigns to a unit standard competence or a qualification. For example, one credit may represent 10 hours of study, a unit standard competence may equate to 5 credits, and a qualification may equate to 30 credits.

### Criteria Salary Rate

Variable rate of pay for a grade, or grade step. Used by Grade/Step Progression.

### Current Period of Service

An employee's period of service is current if their most recent hire date is on or before the effective date, and either the employee does not have a termination date for their latest employment, or their termination date is later than the effective date.

The table below provides an example using an effective date of 12 October 2004:

| Effective Date | Hire Date | Termination Date | Current Period of Service? |
|---|---|---|---|
| 12 Oct 2004 | 23 Jan 1994 | 16 Aug 2003 | No |
| 12 Oct 2004 | 14 Oct 2004 | ANY | No |
| 12 Oct 2004 | 14 Mar 2000 | NONE | Yes |
| 12 Oct 2004 | 11 Sep 2001 | 15 Oct 2004 | Yes |

**Note:** In Oracle HRMS an employee cannot transfer from one business group to another. To move from one business group to another, the business group they are leaving must terminate the employee, and the business group they are joining must re-hire the employee. Therefore the definition of period of service, above, does not take account of any service prior to the most recent business group transfer.

### Current Period of Placement

A contingent worker's period of placement, page Glossary-30 is current if their most recent placement start date is on or before the effective date, and either the contingent worker does not have a placement end date for their latest placement or their placement end date is later than the effective date.

| Effective Date | Place Date | End Placement Date | Current Period of Placement? |
|---|---|---|---|
| 12 Oct 2004 | 23 Jan 1994 | 16 Aug 2003 | No |
| 12 Oct 2004 | 14 Oct 2004 | ANY | No |

| Effective Date | Place Date | End Placement Date | Current Period of Placement? |
|---|---|---|---|
| 12 Oct 2004 | 14 Mar 2000 | NONE | Yes |
| 12 Oct 2004 | 11 Sep 2001 | 15 Oct 2004 | Yes |

### Database Item

An item of information in Oracle HRMS that has special programming attached, enabling Oracle FastFormula to locate and retrieve it for use in formulas.

### Date Earned

The date the payroll run uses to determine which element entries to process. In North America (and typically elsewhere too) it is the last day of the payroll period being processed.

### Date Paid

The effective date of a payroll run. Date paid dictates which tax rules apply and which tax period or tax year deductions are reported.

### Date To and Date From

These fields are used in windows not subject to DateTrack. The period you enter in these fields remains fixed until you change the values in either field.

See also: *DateTrack*, page Glossary-14, *Effective Date*, page Glossary-16

### DateTrack

When you change your effective date (either to past or future), DateTrack enables you to enter information that takes effect on your new effective date, and to review information as of the new date.

See also: *Effective Date*, page Glossary-16

### Default Postings

(iRecruitment) Default text stored against business groups, organizations, jobs, and/or positions. The default postings are used to create job postings for a vacancy.

### Department

In DBI for HRMS, the term Department has the same meaning as Organization.

### Dependent

In a benefit plan, a person with a proven relationship to the primary participant whom

the participant designates to receive coverage based on the terms of the plan.

### Deployment

The temporary or permanent employment of an employee in a business group.

See also: *Secondment*, page Glossary-37

### Deployment Factors

See: *Work Choices*, page Glossary-43

### Deployment Proposal

The entity that controls the permanent transfer or temporary secondment of an employee from a source business group to a destination business group. The HR Professional in the destination business group creates the deployment proposal using the Global Deployments function.

### Derived Factor

A factor (such as age, percent of fulltime employment, length of service, compensation level, or the number of hours worked per period) that is used in calculations to determine Participation Eligibility or Activity Rates for one or more benefits.

### Descriptive Flexfield

A field that your organization can configure to capture additional information required by your business but not otherwise tracked by Oracle Applications.

See also: *Key Flexfield* , page Glossary-23

### Developer Descriptive Flexfield

A flexfield defined by your localization team to meet the specific legislative and reporting needs of your country.

See also: *Extra Information Types*, page Glossary-18

### Direct Deposit

The electronic transfer of an employee's net pay directly into the account(s) designated by the employee.

### Discoverer Workbook

A grouping of worksheets. Each worksheet is one report.

### Discoverer Worksheet

A single report within a workbook. A report displays the values of predefined criteria for analysis.

### Distribution

Monetary payments made from, or hours off from work as allowed by, a compensation

or benefits plan.

### Download

The process of transferring data from the Oracle HRMS application to your desktop (the original data remains in the application database).

### Effective Date

The date for which you are entering and viewing information. You set your effective date in the Alter Effective Date window.

See also: *DateTrack*, page Glossary-14

### EIT

See: *Extra Information Type*, page Glossary-18

### Electability

The process which determines whether a potential benefits participant, who has satisfied the eligibility rules governing a program, plan, or option in a plan, is able to elect benefits. Participants who are *eligible* for benefits do not always have *electable* benefit choices based on the rules established in a benefit plan design.

### Element Classifications

These control the order in which elements are processed and the balances they feed. Primary element classifications and some secondary classifications are predefined by Oracle Payroll. Other secondary classifications can be created by users.

### Element Entry

The record controlling an employee's receipt of an element, including the period of time for which the employee receives the element and its value.

See also: *Recurring Elements*, page Glossary-34, *Nonrecurring Elements*, page Glossary-26

### Element Link

The association of an element to one or more components of an employee assignment. The link establishes employee eligibility for that element. Employees whose assignment components match the components of the link are eligible for the element.

See also: *Standard Link*, page Glossary-39

### Elements

Components in the calculation of employee pay. Each element represents a compensation or benefit type, such as salary, wages, stock purchase plans, and pension contributions.

### Element Set

A group of elements that you define to process in a payroll run, or to control access to compensation information from a configured form, or for distributing costs.

### Eligibility

The process by which a potential benefits participant satisfies the rules governing whether a person can ever enroll in a program, plan, or option in a plan. A participant who is *eligible* for benefits must also satisfy *electability* requirements.

### Eligibility Profile

A set of eligibility criteria grouped together. Eligibility profiles help determine eligibility for compensation and benefits and are re-usable. Eligibility profiles can be linked to a compensation object (such as a program, plan, or option), a collective agreement, a grade ladder, or a work schedule to restrict eligibility for these.

### Employee

A worker who has a direct employment relationship with the employer. Employees are typically paid compensation and benefits via the employer's payroll application.

Employees have a system person type of Employee and one or more assignments with an assignment type of Employee.

### Employee Histories

An SSHR function for an employee to view their Learning History, Job Application History, Employment History, Absence History, or Salary History. A manager can also use this function to view information on their direct reports.

### Employment Category

A component of the employee assignment. Four categories are defined: Full Time - Regular, Full Time - Temporary, Part Time - Regular, and Part Time - Temporary.

### Employment Equity Occupational Groups (EEOG)

In Canada, the Employment Equity Occupational Groups (EEOG) consist of 14 classifications of work used in the Employment Equity Report. The EEOGs were derived from the National Occupational Classification system.

### Employment Insurance (EI)

Benefit plan run by the federal government to which the majority of Canadian employers and employees must contribute.

### End Placement Date

DBI for HRMS uses this term to specifically refer to the contingent worker's most recent placement end date prior to the effective date.

### Employment Insurance Rate

In Canada, this is the rate at which the employer contributes to the EI fund. The rate is expressed as a percentage of the employee's contribution. If the employer maintains an approved wage loss replacement program, they can reduce their share of EI premiums by obtaining a reduced contribution rate. Employers would remit payroll deductions under a different employer account number for employees covered by the plan.

### Enrollment Action Type

Any action required to complete enrollment or de-enrollment in a benefit.

### Entitlement

In Australia, this is all unused leave from the previous year that remains to the credit of the employee.

### ESS

Employee Self Service. A predefined SSHR responsibility.

### Event

An activity such as a training day, review, or meeting, for employees or applicants. Known as *class* in OLM.

### Ex-Applicant

Someone who has previously applied for a vacancy or multiple vacancies, but all applications have ended, either because the applicant has withdrawn interest or they have been rejected. Ex-Applicants can still be registered users.

### Expected Week of Childbirth (EWC)

In the UK, this is the week in which an employee's baby is due. The Sunday of the expected week of childbirth is used in the calculations for Statutory Maternity Pay (SMP).

### Extra Information Type (EIT)

A type of developer descriptive flexfield that enables you to create an unlimited number of information types for six key areas in Oracle HRMS. Localization teams may also predefine some EITs to meet the specific legislative requirements of your country.

See also: *Developer Descriptive Flexfield*, page Glossary-15

### Field

A view or entry area in a window where you enter, view, update, or delete information.

See also: *Block*, page Glossary-7, *Region*, page Glossary-34

### Flex Credit

A unit of "purchasing power" in a flexible benefits program. An employee uses flex credits, typically expressed in monetary terms, to "purchase" benefits plans and/or levels of coverage within these plans.

### Flexible Benefits Program

A benefits program that offers employees choices among benefits plans and/or levels of coverage. Typically, employees are given a certain amount of flex credits or moneys with which to "purchase" these benefits plans and/or coverage levels.

### Flexible Spending Account

(FSA) Under US Internal Revenue Code Section 125, employees can set aside money on a pretax basis to pay for eligible unreimbursed health and dependent care expenses. Annual monetary limits and use-it-or-lose it provisions exist. Accounts are subject to annual maximums and forfeiture rules.

### Form

A predefined grouping of functions, called from a menu and displayed, if necessary, on several windows. Forms have blocks, regions and fields as their components.

See also: *Block*, page Glossary-7, *Region*, page Glossary-34, *Field*, page Glossary-18

### Format Mask

A definition of a person-name format. The format mask comprises standard name components, such as title, first name, and last name, in an order appropriate to its purpose and legislation.

### Format Type

A format-mask classification that identifies the mask's purpose. Oracle HRMS defines the Full Name, Display Name, List Name, and Order Name format types. You can also define your own format types for use in custom code.

### Full Time Equivalent (FTE)

A Workforce Measurement Type (WMT) that measures full time equivalent. Although the actual value and calculation may vary, this value is taken from the Assignment Budget Value (ABV) in Oracle HRMS. If the Assignment Budget Value in Oracle HRMS is not set up then a FastFormula is used to determine the value to be calculated.

### Global Value

A value you define for any formula to use. Global values can be dates, numbers or text.

### Goods or Service Type

A list of goods or services a benefit plan sponsor has approved for reimbursement.

### Grade

A component of an employee's assignment that defines their level and can be used to control the value of their salary and other compensation elements.

### Grade Comparatio

A comparison of the amount of compensation an employee receives with the mid-point of the valid values defined for his or her grade.

### Grade Ladder

The key component of Grade/Step Progression. You use a grade ladder to categorize grades, to determine the rules for how an employee progresses from one grade (or step) to the next, and to record the salary rates associated with each grade or step on the ladder.

### Grade Rate

A value or range of values defined as valid for a given grade. Used for validating employee compensation entries.

### Grade Scale

A sequence of steps valid for a grade, where each step corresponds to one point on a pay scale. You can place each employee on a point of their grade scale and automatically increment all placements each year, or as required.

See also: *Pay Scale*, page Glossary-29

### Grade Step

An increment on a grade scale. Each grade step corresponds to one point on a pay scale.

See also: *Grade Scale*, page Glossary-20

### Grandfathered

A term used in Benefits Administration. A person's benefits are said to be grandfathered when a plan changes but they retain the benefits accrued.

### Group

A component that you define, using the People Group key flexfield, to assign employees to special groups such as pension plans or unions. You can use groups to determine employees' eligibility for certain elements, and to regulate access to payrolls.

### Group Certificate

In Australia, this is a statement from a legal employer showing employment income of an employee for the financial year..

### Headcount(HEAD)

A Workforce Measurement Type (WMT) that measures headcount. Although the actual value and calculation may vary, this value is taken from the Assignment Budget Value (ABV) in Oracle HRMS. If the Assignment Budget Value in Oracle HRMS is not set up then a FastFormula is used to determine the value to be calculated.

### HR Staff

In DBI for HRMS the HR Staff are people who work in the Human Resources role. Chief HR Officers can track the ratio of HR professionals to the number of workers in their enterprise.

DBI for HRMS uses the HRI_MAP_JOB_JOB_ROLE formula to categorize workers into HR staff and non-HR staff.

### Headcount Activity

DBI for HRMS uses this term to mean all the gains and losses occurring in a manager's hierarchy during a reporting period.

### Hierarchy

An organization or position structure showing reporting lines or other relationships. You can use hierarchies for reporting and for controlling access to Oracle HRMS information.

### High Availability

iRecruitment functionality that enables enterprises to switch between two instances to continuously support the candidate job site.

### Hire Date

In DBI for HRMS Hire Date is the employee's most recent hire date.

### Imputed Income

Certain forms of indirect compensation that US Internal Revenue Service Section 79 defines as fringe benefits and taxes the recipient accordingly. Examples include employer payment of group term life insurance premiums over a certain monetary amount, personal use of a company car, and other non-cash awards.

### Incumbent

See also: *Active Employee*, page Glossary-2

### Individual Compensation Distribution

A tool that enables managers assign one-time or recurring awards, bonuses, and allowances to qualified employees such as housing allowances, spot bonuses, and company cars. Also enables employees to enter voluntary contributions, such as savings

plans, charitable organizations, and company perquisites.

### Info Online

A generic framework to integrate Oracle applications with partner applications, enabling users to access information from third-party providers, Metalink and Learning Management.

### Initiator

In SSHR a person who starts a 360 Degree appraisal (Employee or Self) on an individual. An initiator and the appraisee are the only people who can see all appraisal information.

### Input Values

Values you define to hold information about elements. In Oracle Payroll, input values are processed by formulas to calculate the element's run result. You can define up to fifteen input values for an element.

### Instructions

An SSHR user assistance component displayed on a web page to describe page functionality.

### Integrating Application

In AME, an application that uses Oracle Approvals Management Engine to manage the approval processes of its transactions.

See: Oracle Approvals Management Engine (AME), page Glossary-3

### Integrator

Defines all the information that you need to download or upload from a particular window or database view using Web ADI.

### Interface

A Web ADI term for the item that specifies the columns to be transferred from the Oracle applications database to your desktop or vice versa.

### Involuntary

Used in turnover to describe employees who have ceased employment with the enterprise not of their own accord, for example, through redundancy.

### Job

A job is a generic role within a business group, which is independent of any single organization. For example, the jobs "Manager" and "Consultant" can occur in many organizations.

### Job Posting

An advertisement for a specific vacancy. This is the public side of the vacancy for which a candidate would apply.

### Key Flexfield

A flexible data field made up of segments. Each segment has a name you define and a set of valid values you specify. Used as the key to uniquely identify an entity, such as jobs, positions, grades, cost codes, and employee groups.

See also: *Descriptive Flexfield*, page Glossary-15

### Key Performance Indicator (KPI)

Target values that you set for the performance of your enterprise. This value comes from the corresponding KPI Portlet/Report. You can configure the Performance Management Framework to send a notification when actual performance falls short of, or exceeds, the target value. For example, you may configure the Performance Management Framework to send you a notification when workforce variance is greater than 10 percent, or when training success is below 50 percent.

### Key Performance Indicator (KPI) Portlet/Report

Displays the executive summary of key measures such as total headcount and total salary.

### Layout

Indicates the columns to be displayed in a spreadsheet or Word document created using Web ADI.

### Learning Management

Oracle's enterprise learning management system that administers online and offline educational content.

### Leave Loading

In Australia, an additional percentage amount of the annual leave paid that is paid to the employee.

### Leaver's Statement

In the UK, this Records details of Statutory Sick Pay (SSP) paid during a previous employment (issued as form SSP1L) which is used to calculate a new employee's entitlement to SSP. If a new employee falls sick, and the last date that SSP was paid for under the previous employment is less than eight calendar weeks before the first day of the PIW for the current sickness, the maximum liability for SSP is reduced by the number of weeks of SSP shown on the statement.

### Legal Employer

A business in Australia that employs people and has registered with the Australian Tax Office as a Group Employer.

### Legal Entity

A legal entity represents the designated legal employer for all employment-related activities. The legal authorities in a country recognize this organization as a separate employer.

### Life Event

A significant change in a person's life that results in a change in eligibility or ineligibility for a benefit.

### Life Event Collision

A situation in which the impacts from multiple life events on participation eligibility, enrollability, level of coverage or activity rates conflict with each other.

### Life Event Enrollment

A benefits plan enrollment that is prompted by a life event occurring at any time during the plan year.

### Linked PIWs

In the UK, these are linked periods of incapacity for work that are treated as one to calculate an employee's entitlement to Statutory Sick Pay (SSP). A period of incapacity for work (PIW) links to an earlier PIW if it is separated by less than the linking interval. A linked PIW can be up to three years long.

### Linking Interval

In the UK, this is the number of days that separate two periods of incapacity for work. If a period of incapacity for work (PIW) is separated from a previous PIW by less than the linking interval, they are treated as one PIW according to the legislation for entitlement to Statutory Sick Pay (SSP). An employee can only receive SSP for the maximum number of weeks defined in the legislation for one PIW.

### LMSS

Line Manager Self Service. A predefined SSHR responsibility.

### Long Service Leave

Leave with pay granted to employees of a particular employer after a prescribed period of service or employment with that employer.

### Lookup Types

Categories of information, such as nationality, address type and tax type, that have a limited list of valid values. You can define your own Lookup Types, and you can add values to some predefined Lookup Types.

### Lower Earnings Limit (LEL)

In the UK, this is the minimum average weekly amount an employee must earn to pay National Insurance contributions. Employees who do not earn enough to pay National Insurance cannot receive Statutory Sick Pay (SSP) or Statutory Maternity Pay (SMP).

### Manager

(iRecruitment) A manager accesses the iRecruitment system to document their hiring needs and conduct their recruiting activities online. Specifically, these activities include vacancy definition, searching for candidates, and processing applicants through the vacancy process.

DBI for HRMS counts a person as a manager if they supervise assignments (directly or through subordinates) for which the total headcount value is greater than zero at the effective date.

### Manager-Employee Appraisal

Part of the SSHR Appraisal function. A manager appraisal of an employee. However, an appraising manager does not have to be a manager.

### Mapping

If you are bringing in data from a text file to Oracle HRMS using a spreadsheet created in Web ADI, you need to map the columns in the text file to the application's tables and columns.

### Maternity Pay Period

In the UK, this is the period for which Statutory Maternity Pay (SMP) is paid. It may start at any time from the start of the 11th week before the expected week of confinement and can continue for up to 18 weeks. The start date is usually agreed with the employee, but can start at any time up to the birth. An employee is not eligible to SMP for any week in which she works or for any other reason for ineligibility, defined by the legislation for SMP.

### Medicare Levy

An amount payable by most taxpayers in Australia to cover some of the cost of the public health system.

### Menus

You set up your own navigation menus, to suit the needs of different users.

### My Account

(iRecruitment) My Account is the total of either a candidate or applicant's personal and vacancy-specific information including the information needed to manage their progress through the recruitment process.

### NACHA

National Automated Clearing House Association. This is the US system for making direct deposit payments to employees.

### National Identifier

This is the alphanumeric code that is used to uniquely identify a person within their country. It is often used for taxation purposes. For example, in the US it is the Social Security Number, in Italy it is the Fiscal Code, and in New Zealand it is the IRD Number.

### National Occupational Classification (NOC) code

In Canada, the National Occupational Classification (NOC) System was developed to best reflect the type of work performed by employees. Occupations are grouped in terms of particular tasks, duties and responsibilities. The use of this standardized system ensures consistency of data from year to year within the same company as well as between companies. These codes are used in the Employment Equity Report.

### Net Accrual Calculation

The rule that defines which element entries add to or subtract from a plan's accrual amount to give net entitlement.

### Net Entitlement

The amount of unused paid time off an employee has available in an accrual plan at any given point in time.

### Nonrecurring Elements

Elements that process for one payroll period only unless you make a new entry for an employee.

See also: *Recurring Elements*, page Glossary-34

### North American Industrial Classification (NAIC) code

The North American Industrial Classification system (NAICs) was developed jointly by the US, Canada and Mexico to provide comparability in statistics regarding business activity across North America. The NAIC replaces the US Standard Industrial Classification (SIC) system, and is used in the Employment Equity Report.

### Not in Program Plan

A benefit plan that you define outside of a program.

### Objective Assessment Template

The entity that configures the Objectives section of the appraisal.

See also: **Competency Assessment Template**, page Glossary-10

### Objectives Library

A collection of reusable objectives. HR Professionals can either create individual objectives in the Objectives Library or import them from an external source.

### Off-Boarding

Descriptive term covering all HR processes and procedures involved in removing a worker from your organization, including termination, relocation, and long-term sickness.

### OLM

Oracle Learning Management.

### On-Boarding

Descriptive term covering all HR processes and procedures involved in hiring and integrating a worker in your organization, including recruitment, hiring, and orientation.

### Online Analytical Processing (OLAP)

Analysis of data that reveals business trends and statistics that are not immediately visible in operational data.

### Online Transactional Processing (OLTP)

The storage of data from day-to-day business transactions into the database that contains operational data.

### Open Enrollment

A type of scheduled enrollment in which participants can enroll in or alter elections in one or more benefits plans.

### Options

A level of coverage for a participant's election, such as Employee Only for a medical plan, or 2x Salary for a life insurance plan.

### Oracle FastFormula

Formulas are generic expressions of calculations or comparisons you want to repeat with different input values. With Oracle FastFormula you can write formulas using English words and basic mathematical functions. The output of FastFormulas is fed back into reports.

### Organization

A required component of employee assignments. You can define as many organizations as you want within your Business Group. Organizations can be internal, such as departments, or external, such as recruitment agencies. You can structure your organizations into organizational hierarchies for reporting purposes and for system access control.

### Organization Manager Hierarchy

An HRMS structure that contains supervisors and subordinates on a reporting chain who also own organizations. HRMS uses this hierarchy to filter the information you display in report modules, such as the Daily Business Intelligence Workforce Budget Management dashboard, to include only managers who own organizations.

### OSSWA

Oracle Self Service Web Applications.

### Outcome

For a unit standard competence, a behavior or performance standard associated with one or more assessment criteria. A worker achieves a unit standard competence when they achieve all outcomes for that competence.

### Overrides

You can enter overrides for an element's pay or input values for a single payroll period. This is useful, for example, when you want to correct errors in data entry for a nonrecurring element before a payroll run.

### Parameter Portlet

A portlet in which you select a number of parameters that may affect all your portlets on your page. These may include an effective date, the reporting period, the comparison type, the reporting manager, and the output currency for your reports. The parameter portlet is usually available at the top of the portal page.

### Pattern

A pattern comprises a sequence of time units that are repeated at a specified frequency. The Statutory Absence Payments (UK) feature, uses SSP qualifying patterns to determine employees entitlement to Statutory Sick Pay (SSP).

### Pattern Time Units

A sequence of time units specifies a repeating pattern. Each time unit specifies a time period of hours, days or weeks.

### Pay Scale

A set of progression points that can be related to one or more rates of pay. Employee's are placed on a particular point on the scale according to their grade and, usually, work experience.

See also: *Grade Scale*, page Glossary-20

### Pay Value

An amount you enter for an element that becomes its run item without formula calculations.

See also: *Input Values*, page Glossary-22

### Payment Type

There are three standard payment types for paying employees: check, cash and direct deposit. You can define your own payment methods corresponding to these types.

### Payroll

A group of employees that Oracle Payroll processes together with the same processing frequency, for example, weekly, monthly or bimonthly. Within a Business Group, you can set up as many payrolls as you need.

### Payroll Reversal

A payroll reversal occurs when you reverse a payroll run for a single employee, in effect cancelling the run for this employee.

### Payroll Rollback

You can schedule a payroll rollback when you want to reverse an entire payroll run, cancelling out all information processed in that run. To preserve data integrity, you can roll back only one payroll at a time, starting with the one most recently run.

### Payroll Run

The process that performs all the payroll calculations. You can set payrolls to run at any interval you want.

### People List

An SSHR line manager utility used to locate an employee.

### Performance Management Framework (PMF)

A business intelligence tool used to alert users to exceptional circumstances, as defined

by KPIs. When a particular factor measured by HRMSi goes beyond a threshold chosen by the user, the system sends the user a workflow notification.

### Performance Management Plan

The entity that defines the performance-management process for a specified period. A component of the Workforce Performance Management function.

### Performance Management Viewer (PMV)

A reporting tool that displays the report that corresponds to one or more PMF targets.

### Period of Incapacity for Work (PIW)

In the UK, this is a period of sickness that lasts four or more days in a row, and is the minimum amount of sickness for which Statutory Sick Pay can be paid. If a PIW is separated by less then the linking interval, a linked PIW is formed and the two PIWs are treated as one.

### Period of Placement

The period of time a contingent worker spends working for an enterprise. A contingent worker can have only one period of placement at a time; however, a contingent worker can have multiple assignments during a single period of placement.

### Period Type

A time division in a budgetary calendar, such as week, month, or quarter.

### Personal Public Service Number (PPS)

The Irish equivalent to National Insurance number in the UK, or the Social Security number in the US.

### Personal Tax Credits Return (TD1)

A Revenue Canada form which each employee must complete. Used by the employee to reduce his or her taxable income at source by claiming eligible credits and also provides payroll with such important information as current address, birth date, and SIN. These credits determine the amount to withhold from the employee's wages for federal/provincial taxes.

### Person Search

An SSHR function which enables a manager to search for a person. There are two types of search, Simple and Advanced.

### Person Type

There are eight system person types in Oracle HRMS. Seven of these are combinations of employees, ex-employees, applicants, and ex-applicants. The eighth category is 'External'. You can create your own user person types based on the eight system types.

### Personal Scorecard

A collection of objectives for a single worker arising from a single Performance Management Plan.

### Personnel Actions

*Personnel actions* is a public sector term describing business processes that define and document the status and conditions of employment. Examples include hiring, training, placement, discipline, promotion, transfer, compensation, or termination. Oracle HRMS uses the term *self-service actions* synonymously with this public sector term. Oracle Self Service Human Resources (SSHR) provides a configurable set of tools and web flows for initiating, updating, and approving self-service actions.

### Plan Design

The functional area that allows you to set up your benefits programs and plans. This process involves defining the rules which govern eligibility, available options, pricing, plan years, third party administrators, tax impacts, plan assets, distribution options, required reporting, and communications.

### Plan Sponsor

The legal entity or business responsible for funding and administering a benefits plan. Generally synonymous with employer.

### Placement Start Date

In DBI for HRMS Placement Date is the contingent worker's most recent start date prior to the effective date.

### Position

A specific role within the Business Group derived from an organization and a job. For example, you may have a position of Shipping Clerk associated with the organization Shipping and the job Clerk.

### Predefined Components

Some elements and balances, all primary element classifications and some secondary classifications are defined by Oracle Payroll to meet legislative requirements, and are supplied to users with the product. You cannot delete these predefined components.

### Process Rule

See Configurable Business Rules, page Glossary-11

### Professional Information

An SSHR function which allows an employee to maintain their own professional details or a line manager to maintain their direct reports professional details.

### Proficiency

A worker's perceived level of expertise in a competency, in the opinion of an assessor, over a given period. For example, a worker may demonstrate the communication competency at Novice or Expert level.

### Progression Point

A pay scale is calibrated in progression points, which form a sequence for the progression of employees up the pay scale.

See also: *Pay Scale*, page Glossary-29

### Prospect Pool

(iRecruitment) The prospect pool contains all registered users who have given permission for their information to be published.

### Provincial/Territorial Employment Standards Acts

In Canada, these are laws covering minimum wages, hours of work, overtime, child labour, maternity, vacation, public/general holidays, parental and adoption leave, etc., for employees regulated by provincial/territorial legislation.

### Provincial Health Number

In Canada, this is the account number of the provincially administered health care plan that the employer would use to make remittances. There would be a unique number for each of the provincially controlled plans i.e. EHT, Quebec HSF, etc.

### PTO Accrual Plan

A benefit in which employees enroll to entitle them to accrue and take paid time off (PTO). The purpose of absences allowed under the plan, who can enroll, how much time accrues, when the time must be used, and other rules are defined for the plan.

### QPP

(See Canada/Quebec Pension Plan)

### QA Organization

Quality Assurance Organization. Providers of training that leads to Qualifications Framework qualifications register with a QA Organization. The QA Organization is responsible for monitoring training standards.

### Qualification Type

An identified qualification method of achieving proficiency in a competence, such as an award, educational qualification, a license or a test.

See also: *Competence*, page Glossary-10

### Qualifications Framework

A national structure for the registration and definition of formal qualifications. It identifies the unit standard competencies that lead to a particular qualification, the awarding body, and the field of learning to which the qualification belongs, for example.

### Qualifying Days

In the UK, these are days on which Statutory Sick Pay (SSP) can be paid, and the only days that count as waiting days. Qualifying days are normally work days, but other days may be agreed.

### Qualifying Pattern

See: *SSP Qualifying Pattern*, page Glossary-39

### Qualifying Week

In the UK, this is the week during pregnancy that is used as the basis for the qualifying rules for Statutory Maternity Pay (SMP). The date of the qualifying week is fifteen weeks before the expected week of confinement and an employee must have been continuously employed for at least 26 weeks continuing into the qualifying week to be entitled to SMP.

### Quebec Business Number

In Canada, this is the employer's account number with the Ministere du Revenu du Quebec, also known as the Quebec Identification number. It consists of 15 digits, the first 9 identify the employer, the next 2 identify the type of tax account involved (payroll vs. corporate tax), and the last 4 identify the particular account for that tax.

### Questionnaire

An SSHR function which records the results of an appraisal.

### QuickPaint Report

A method of reporting on employee and applicant assignment information. You can select items of information, paint them on a report layout, add explanatory text, and save the report definition to run whenever you want.

See also: *Assignment Set*, page Glossary-6

### QuickPay

QuickPay allows you to run payroll processing for one employee in a few minutes' time. It is useful for calculating pay while someone waits, or for testing payroll formulas.

### Ranking

(iRecruitment) A manually entered value to indicate the quality of the applicant against other applicants for a specific vacancy.

### Rates

A set of values for employee grades or progression points. For example, you can define salary rates and overtime rates.

### Rate By Criteria

A function that enables the calculation of pay from different rates for each role a worker performs in a time period.

### Rating Scale

Used to describe an enterprise's competencies in a general way. You do not hold the proficiency level at the competence level.

### Record of Employment (ROE)

A Human Resources Development Canada form that must be completed by an employer whenever an interruption of earnings occurs for any employee. This form is necessary to claim Employment Insurance benefits.

### Recruitment Activity

An event or program to attract applications for employment. Newspaper advertisements, career fairs and recruitment evenings are all examples of recruitment activities. You can group several recruitment activities together within an overall activity.

### Recurring Elements

Elements that process regularly at a predefined frequency. Recurring element entries exist from the time you create them until you delete them, or the employee ceases to be eligible for the element. Recurring elements can have standard links.

See also: *Nonrecurring Elements*, page Glossary-26, *Standard Link*, page Glossary-39

### Referenced Rule

In HRMS budgeting, any predefined configurable business rule in the Assignment Modification, Position Modification, or Budget Preparation Categories you use as the basis for defining a new rule.

See Configurable Business Rules, page Glossary-11

### Region

A collection of logically related fields in a window, set apart from other fields by a rectangular box or a horizontal line across the window.

See also: *Block*, page Glossary-7, *Field*, page Glossary-18

### Registered Pension Plan (RPP)

This is a pension plan that has been registered with Revenue Canada. It is a plan where funds are set aside by an employer, an employee, or both to provide a pension to employees when they retire. Employee contributions are generally exempt from tax.

### Registered Retirement Savings Plan (RRSP)

This is an individual retirement savings plan that has been registered with Revenue Canada. Usually, contributions to the RRSP, and any income earned within the RRSP, is exempt from tax.

### Registered User

(iRecruitment) A person who has registered with the iRecruitment site by entering an e-mail address and password. A registered user does not necessarily have to apply for jobs.

### Reporting Group

A collection of programs and plans that you group together for reporting purposes, such as for administrative use or to meet regulatory requirements.

### Report Parameters

Inputs you make when submitting a report to control the sorting, formatting, selection, and summarizing of information in the report.

### Report Set

A group of reports and concurrent processes that you specify to run together.

### Requisition

The statement of a requirement for a vacancy or group of vacancies.

### Request Groups

A list of reports and processes that can be submitted by holders of a particular responsibility.

See also: *Responsibility*, page Glossary-35

### Residual

The amount of unused paid time off entitlement an employee loses at the end of an accrual term. Typically employees can carry over unused time, up to a maximum, but they lose any residual time that exceeds this limit.

See also: *Carry Over*, page Glossary-9

### Responsibility

A level of authority in an application. Each responsibility lets you access a specific set of Oracle Applications forms, menus, reports, and data to fulfill your business role. Several users can share a responsibility, and a single user can have multiple responsibilities.

See also: *Security Profile*, page Glossary-37, *User Profile Options*, page Glossary-42, *Request Groups*, page Glossary-35, *Security Groups*, page Glossary-35

### Resume

A document that describes the experience and qualifications of a candidate.

### RetroPay

A process that recalculates the amount to pay an employee in the current period to account for retrospective changes that occurred in previous payroll periods.

### Retry

Method of correcting a payroll run or other process *before* any post-run processing takes place. The original run results are deleted and the process is run again.

### Revenue Canada

Department of the Government of Canada which, amongst other responsibilities, administers, adjudicates, and receives remittances for all taxation in Canada including income tax, Employment Insurance premiums, Canada Pension Plan contributions, and the Goods and Services Tax (legislation is currently proposed to revise the name to the Canada Customs and Revenue Agency). In the province of Quebec the equivalent is the Ministere du Revenu du Quebec.

### Reversal

Method of correcting payroll runs or QuickPay runs *after* post-run processing has taken place. The system replaces positive run result values with negative ones, and negative run result values with positive ones. Both old and new values remain on the database.

### Reviewer (SSHR)

A person invited by an appraising manager to add review comments to an appraisal.

### RIA

Research Institute of America (RIA), a provider of tax research, practice materials, and compliance tools for professionals, that provides U.S. users with tax information.

### Rollback

Method of removing a payroll run or other process *before* any post-run processing takes place. All assignments and run results are deleted.

### Rollup

An aggregate of data that includes subsidiary totals.

### Run Item

The amount an element contributes to pay or to a balance resulting from its processing during the payroll run. The Run Item is also known as calculated pay.

### Salary Basis

The period of time for which an employee's salary is quoted, such as hourly or annually. Defines a group of employees assigned to the same salary basis and receiving the same salary element.

### Salary Rate

The rate of pay associated with a grade or step. Used by Grade/Step Progression.

### Scheduled Enrollment

A benefits plan enrollment that takes place during a predefined enrollment period, such as an open enrollment. Scheduled enrollments can be administrative, open, or unrestricted.

### Search by Date

An SSHR sub-function used to search for a Person by Hire date, Application date, Job posting date or search by a Training event date.

### Secondment

The temporary transfer of an employee to a different business group.

### Security Group

Security groupsenable HRMS users to partition data by Business Group. Only used for Security Groups Enabled security.

See also: *Responsibility*, page Glossary-35, *Security Profile*, page Glossary-37, *User Profile Options*, page Glossary-42

### Security Groups Enabled

Formerly known as Cross Business Group Responsibility security. This security model uses security groups and enables you to link one responsibility to many Business Groups.

### Security Profile

Security profiles control access to organizations, positions and employee and applicant records within the Business Group. System administrators use them in defining users'

responsibilities.

See also: *Responsibility*, page Glossary-35

### Self Appraisal

Part of the SSHR Appraisal function. This is an appraisal undertaken by an employee to rate their own performance and competencies.

### Separation Categoary

See also: *termination category*, page Glossary-41

### Site Visitor

(iRecruitment) A person who navigates to the iRecruitment web site and may view job postings. This person has not yet registered or logged in to the iRecruitment system. This individual may search for postings on the web site and also has the ability to log in or register with the iRecruitment site.

### SMP

See: *Statutory Maternity Pay*, page Glossary-39

### Social Insurance Number (SIN)

A unique number provided by Human Resources Development Canada (HRDC) to each person commencing employment in Canada. The number consists of 9 digits in the following format (###-###-###).

### Source Deductions Return (TP 1015.3)

A Ministere du Revenu du Quebec form which each employee must complete. This form is used by the employee to reduce his or her taxable income at source by claiming eligible credits and also provides payroll with such important information as current address, birth date, and SIN. These credits determine the amount of provincial tax to withhold from the employee's wages.

### Special Information Types

Categories of personal information, such as skills, that you define in the Personal Analysis key flexfield.

### Special Run

The first run of a recurring element in a payroll period is its normal run. Subsequent runs in the same period are called special runs. When you define recurring elements you specify Yes or No for special run processing.

### SSHR

Oracle Self-Service Human Resources. An HR management system using an intranet and web browser to deliver functionality to employees and their managers.

### SSP

See: *Statutory Sick Pay*, page Glossary-39

### SSP Qualifying Pattern

In the UK, an SSP qualifying pattern is a series of qualifying days that may be repeated weekly, monthly or some other frequency. Each week in a pattern must include at least one qualifying day. Qualifying days are the only days for which Statutory Sick Pay (SSP) can be paid, and you define SSP qualifying patterns for all the employees in your organization so that their entitlement to SSP can be calculated.

### Standard HRMS Security

The standard security model. Using this security model you must log on as a different user to see a different Business Group.

### Standard Link

Recurring elements with standard links have their element entries automatically created for all employees whose assignment components match the link.

See also: *Element Link*, page Glossary-16, *Recurring Elements*, page Glossary-34

### Statement of Commissions and Expenses for Source Deduction Purposes (TP 1015.R.13.1)

A Ministere du Revenu du Quebec form which allows an employee who is paid partly or entirely by commissions to pay a constant percentage of income tax based on his or her estimated commissions for the year, less allowable business expenses.

### Statement of Earnings (SOE)

A summary of the calculated earnings and deductions for an assignment in a payroll period.

### Statement of Remuneration and Expenses (TD1X)

In Canada, the Statement of Remuneration and Expenses allows an employee who is paid partly or entirely by commission to pay a constant percentage of income tax, based on his or her estimated income for the year, less business-related expenses.

### Statutory Adoption Pay

In the UK, Statutory Adoption Pay (SAP) is payable to a person of either sex with whom a child is, or is expected to be, placed for adoption under UK law.

### Statutory Maternity Pay

In the UK, you pay Statutory Maternity Pay (SMP) to female employees who take time off work to have a baby, providing they meet the statutory requirements set out in the legislation for SMP.

### Statutory Sick Pay

In the UK, you pay Statutory Sick Pay (SSP) to employees who are off work for four or more days because they are sick, providing they meet the statutory requirements set out in the legislation for SSP.

### Statutory Paternity Pay

In the UK, Statutory Paternity Pay Birth (SPPB) is payable to a person supporting the mother at the time of birth. In cases of adoption, the primary carer receives Statutory Adoption Pay, while the secondary carer receives Statutory Paternity Pay Adoption (SPPA).

### Student Employee

A student who is following a work-study program. Student employees have HRMS person records (of system type Employee) so that you can include them in your payroll.

### Succession Planning

An SSHR function which enables a manager to prepare a succession plan.

### Suitability Matching

An SSHR function which enables a manager to compare and rank a persons competencies.

### Superannuation Guarantee

An Australian system whereby employers are required to contribute a percentage of an eligible employee's earnings to a superannuation fund to provide for their retirement.

### Supplier

An internal or external organization providing contingent workers for an organization. Typically suppliers are employment or recruitment agencies.

### Supporting Objective

An objective aligned with another objective. Supporting objectives contribute to the achievement of the objectives they support.

### Tabbed Regions

Parts of a window that appear in a stack so that only one is visible at any time. You click on the tab of the required region to bring it to the top of the stack.

### Task Flows

A sequence of windows linked by buttons to take you through the steps required to complete a task, such as hiring a new recruit. System administrators can create task

flows to meet the needs of groups of users.

### Tax Point

The date from which tax becomes payable.

### Template Letter

Form letter or skeleton letter that acts as the basis for creating mail merge letters. The template letter contains the standard text, and also contains field codes, which are replaced by data from the application during the mail merge process.

### Terminating Employees

You terminate an employee when he or she leaves your organization. Information about the employee remains on the system but all current assignments are ended.

### Termination Category

When employees leave an enterprise, the decision is either made by the employee or by the enterprise. When the decision is made by the employee the termination is Voluntary. When the decision is made by the enterprise, the termination is Involuntary.

DBI for HRMS uses a formula to determine which category each termination belongs to, based on the associated leaving reason.

HRMSi elsewhere refers to Termination Category as Separation Category.

### Termination Date

DBI for HRMS uses this term to specifically refer to the employee's most recent termination date prior to the effective date.

### Termination Rule

Specifies when entries of an element should close down for an employee who leaves your enterprise. You can define that entries end on the employee's actual termination date or remain open until a final processing date.

### Tips

An SSHR user assistance component that provides information about a field.

### Total Compensation Statement

A module to communicate compensations, rewards, and benefits to employees and contingent workers.

### Transaction Type

In AME, an integrating application may divide its transactions into several categories, where each category requires a distinct set of approval rules. Each set of rules is a transaction type. Different transaction types can use the same attribute name to

represent values that the application fetches from different places. This enables several transaction types to share approval rules, thus facilitating a uniform approval policy across multiple transaction types.

### Transcentive

A third-party compensation management solutions provider, that provides additional information about benefits choices.

### Unit Standard

A nationally registered document that describes a standard of performance. The standard is typically defined and maintained by industry representatives.

### Unit Standard Competency

A competency that is defined in a Unit Standard and linked to a Qualifications Framework qualification.

### Upload

The process of transferring the data from a spreadsheet on your desktop, created using Web ADI, back to the Oracle HRMS application.

### User Assistance Components

SSHR online help comprising tips and instructions.

### User Balances

Users can create, update and delete their own balances, including dimensions and balance feeds.

See also: *Balances*, page Glossary-6

### User Profile Options

Features that allow system administrators and users to tailor Oracle HRMS to their exact requirements.

See also: *Responsibility*, page Glossary-35, *Security Profile*, page Glossary-37

### User-based Security

With this type of security, the application generates the security permissions for a current user when that user logs on to a system. The system uses the security profile (can be position, supervisor, or organization-based, for example) to generate security permissions for the current user, for example, based on the user's position. An alternative to user-based security is a security profile with defined security rules, for example, to specify that the top-level position for a position-based security profile is Position A, irrespective of the current user's position.

### View

An example of an interface that you can use to download data from the Oracle HRMS application to a spreadsheet using Web ADI.

### Viewer (SSHR)

A person with view only access to an appraisal. An appraising manager or an employee in a 360 Degree Self appraisal can appoint view only access to an appraisal.

### Viewer (Web ADI)

A desktop application, such as a spreadsheet or word processing tool, that you use to view the data downloaded from Oracle HRMS via Web ADI.

### Voluntary

Term used in turnover to describe employees who have ceased employment with the enterprise of their own accord, for example, by resigning.

### Waiting Days

In the UK, statutory Sick Pay is not payable for the first three qualifying days in period of incapacity for work (PIW), which are called waiting days. They are not necessarily the same as the first three days of sickness, as waiting days can be carried forward from a previous PIW if the linking interval between the two PIWs is less than 56 days.

### WCB Account Number

In Canada, this is the account number of the provincially administered Workers' Compensation Board that the employer would use to make remittances. There would be a unique number for each of the provincially controlled boards i.e. Workplace Safety & Insurance Board of Ontario, CSST, etc.

### Work Choices

Also known as Work Preferences, Deployment Factors, or Work Factors. These can affect a person's capacity to be deployed within an enterprise, such willingness to travel or relocate. You can hold work choices at both job and position level, or at person level.

### Worker

An employee, page Glossary-17 or a contingent worker, page Glossary-11

In DBI for HRMS workers are employees and contingent workers who report to the selected manager.

### Workers' Compensation Board

In Canada, this is a provincially governed legislative body which provides benefits to employees upon injury, disability, or death while performing the duties of the

employer. Workers' Compensation Board premiums are paid entirely by the employer.

### Workflow

An Oracle application which uses charts to manage approval processes and in addition is used in SSHR to configure display values of sections within a web page and instructions.

### Workforce Measurement Type (WMT)

Groups of different units combined to measure the workforce. The most common units are headcount and full time equivalent.

### Workforce Measurement Value (WMV)

A WMT value, for example, headcount or FTE.

### Workforce Performance Management

The Oracle HRMS functions that support enterprise-directed objective setting, management, and assessment.

### Work Structures

The fundamental definitions of organizations, jobs, positions, grades, payrolls and other employee groups within your enterprise that provide the framework for defining the work assignments of your employees.

# Index

## Symbols

windows
Element Design Wizard, 7-17

## A

absence cases, 4-55
Absence categories
examples, 4-5
absence elements
definition and linking of, 4-12
Absence elements
balances for, 4-8
function of, 4-6
Absence life events
participation process, 4-63
Absence reasons
examples, 4-5
Absences
absence cases, 4-55
authorization of and replacements for, 4-55
batch entry of, 4-55, 4-57
defining and linking elements for, 4-12
defining types of, 4-14
duration calculated by formula, 4-54
elements for, 4-6, 4-7
employee's history of, 4-67
initializing balances for, 4-8
recording, 4-54, 4-58
referencing in payroll runs, 4-9
reporting on, 4-67
reviewing, 4-56
setting up absence benefit plan, 4-15
setup for recording, 4-10
Absence types
defining, 4-14
eligibility for, 4-6
examples, 4-5
listing by, 4-67
accrual balances
resetting, 4-68
Accrual plans
PTO accrual plans, 4-2
Action items
due dates, 5-83
recording for a person, 6-71
action parameters
Reset PTO Accruals, 4-68
Activity rates
and elements, 5-123
annual rates, 5-150
calculation methods, 5-125, 5-139
certification for, 5-126
defining for standard contributions, 5-146
employer matching rates, 5-126
examples, 5-140
flex credit calculations, 5-169
matching contribution rates, 5-126
overview, 5-123
payroll processing, 5-125
prorated rates, 5-125
recalculating for Standard Benefits, 6-87, 6-88
special rates, 6-65
standard, 5-124
updating from year-to-year, 6-87
variable rate profiles, 5-127, 5-158

Activity Rates Enrollment Requirements, 5-83
Activity Rate Start and End Dates
  defining for plan in a program, 5-88
  defining for plan type in a program, 5-88
Activity summary reports, 6-17
Actual premium
  calculation examples, 5-145
  calculations, 5-132
  defining, 5-166
  deleting, 5-167
additional element entries, 1-38
Additional element entries, 1-63
Adjustments, for Pay Values, 1-65
Advanced Benefits
  benefits pools, 5-14
  flexible benefits, 5-15
Approvals
  of salary proposals, 2-15
Arrears balance
  for deductions, 7-29
arrears balances
  creation and maintenance of, 7-27
Article 142, 7-32
Audit log report (Advanced Benefits), 6-18
Authoria HR, 5-13

## B

Balance dimensions, 7-74
  for PTO accruals, 4-28, 4-46
  selecting for user balances, 7-87
balance feeds
  balances, 7-59
Balance feeds, 7-74
  controlling with classifications, 7-84, 7-86
  creating for individual elements, 7-84, 7-86
  from input values, 7-84
balance initialization, 7-75
balances, 7-59
  Accrued, 7-29
  Arrears, 7-29
  deductions, 7-29
  feeds for arrears balances, 7-27
  for foreign currencies, 7-64
  initializing, 7-75
Balances
  defining, 7-85
  of time absent, 4-6, 4-8
  overview, 7-74
  to store PTO accruals, 4-28, 4-46, 4-49
  uploading initial values, 7-88
batch process run reports
  total compensation statement, 3-147
BEE
  for entry of accrued time taken, 4-57
  validation of accrual eligibility, 4-40
BEN: VAPRO Rule, 5-127
Beneficiaries
  adding for a participant, 6-70, 6-71
Benefit assignments, 1-138, 6-85
Benefit balances, 5-135
  defining, 5-168
  defining for a person, 6-94
Benefit contributions
  recording, 6-83
Benefit distributions
  recording, 6-83
benefit plans, 5-12
Benefit pools, 5-169
  applying to a plan or option, 5-175
  defining, 5-174
  rollover rules, 5-176
Benefit programs
  enrollment requirements, 5-81
Benefits
  confirmation report, 6-67
  enrollment report, 6-67
  overview of advanced benefits, 5-3, 6-3
  overview of standard benefits, 5-1, 6-1
Benefits batch processes, 6-15
  activity summary reports, 6-17
  audit log report, 6-18
  close enrollments, 6-16
  close unresolved action items, 6-16
  default enrollment, 6-15
  defining parameters, 6-24
  determine communications, 6-99, 6-103
  error by error type and person, 6-18
  life event management, 6-11
  life event management modes, 6-11
  Maintain designee eligibility batch
  processmaintain designee eligibility, 6-16
  monitoring, 6-25
  purging data, 6-13

Benefits Enrollment, 5-17, 6-41
configuring, 5-35
unrestricted Self-Service enrollments, 5-43
Benefits error reports, 6-18
Benefits groups, 1-136
defining, 1-157
benefits pools, 5-14
Benefits service center, 5-184, 6-38, 6-39

## C

Calculation Method
defining for a standard contribution or distribution, 5-148
Calendars
for employee absences, 4-54
categories, of elements, 1-18
categories of elements
listing of, 1-19
Certifications
defining for , 5-119
recording for a person, 6-73
classifications of elements
primary, 1-19
Close enrollments batch process, 6-16
Close unresolved action items batch process, 6-16
COBRA payment
recording, 6-83
Combination plans, 1-114
Communications
batch process parameters, 6-100
defining, 5-180
defining triggers, 5-182
delivery method, 5-183
overview, 5-178
person communications, 6-102
self service forms, 5-181
usages, 5-181
Comparatio values for grades, 2-58
compensation and awards management
business requirements, 3-3
overview, 3-1
compensation and benefits
qualifying conditions, 7-65
setup overview, 7-56
Compensation and benefits
eligibility rules, 1-11
entering, 1-13, 1-56
grade related pay, 2-1
history, 1-68
planning, 1-34
qualifying conditions, 1-13, 1-
reporting, 1-57
salary administration, 2-1
setup overview, 1-35
tracking changes, 1-33
using elements to represent, 1-8
compensation history
menu and function names, 3-128
overview, 3-123
setting up, 3-130
set up for element entries, 3-130
set up for ICD Plans, 3-130
views, 3-124
Compensation objects
hierarchical structure, 1-119
options, 1-77
overview, 1-74
plans, 1-78
plan types, 1-77
programs, 1-79
terminology, 1-76
compensation rates
multiple rates, 5-13
compensation surveys
entering, 2-24
identifiers, 2-23
mapping survey lines, 2-26
compensation workbench
activity rates, 3-23
administer plans, 3-95
auto-issuing a budget, 3-55
backing-out life events, 3-99
Close Enrollment Process, 3-106
configuring descriptive flexfields, 3-72
defining a plan, 3-53
defining enrollment requirements, 3-55
key decision areas, 3-9
menu and function names, 3-12
overview, 3-8
Participation Process: Compensation Workbench, 3-97
personalizing, 3-71
Post Process, 3-102

processing, 3-95
reports, 3-80
setting up, 3-48
switch manager, 3-63
compensation workbench mass notification process
running, 3-105
configuring
custom columns, 3-73
Continuing benefits
benefits assignments, 1-138, 6-85
recording payment, 6-83
Contributions
recording, 6-83
Costable types
for element links, 1-51
Costing
for assignments, 1-63
for elements, 1-51
of PTO accruals, 4-52
Court orders
overview, 6-47
recording for a benefits participant, 6-82
coverage
declining, 5-16
Coverage and Activity Rate Periods
defining for a plan in program, 5-93
Coverage Calculation Method
defining, 5-162
Coverage calculations
defining, 5-161
example, 5-143
overview, 5-128
Coverages
cross plan type limits, 5-129, 5-163
defining requirements for a program, 5-82
interim coverage for suspended enrollments, 5-130
Coverage Start and End Dates
defining for plan type in a program, 5-87
Criteria-based rates, 2-72, 2-74
currencies
of element entries, 7-64
Currencies
defining for benefit programs, 1-88
of element entries, 1-39
custom columns
compensation workbench, 3-75
configuring, 3-73, 3-75
Customizing
Element Entries window, 1-17

## D

database items
and payroll formula inputs, 7-34
Database items
from element input values, 1-45
Date Earned, 4-29
Date Paid, 4-29
dates
schedule enrollments in Benefits, 5-42
Days * Rate rules
for earnings types, 7-22
deductions, 7-1, 7-2
arrears management for, 7-27
calculation rules, 7-26
components generated for, 7-18
online review of, 7-58
Deductions
for third party payments, 7-95
deduction start and stop rules, 7-24
Total Reached stop rule, 7-25
Deductions window
arrears balances, 7-27
calculation rules, 7-26
DEFAULT_GROSSUP formula, 7-67
Default enrollment process, 6-15
Defaults
for element entries, 1-15
defining earnings and deductions elements, 7-30
defining frequency rules, 7-67
Dependent coverage
court orders, 6-47
defining eligibility profiles, 1-156
defining requirements for a program, 5-95
enrollment requirements, 5-80
Dependent Coverage Certifications
defining for a program, 5-97
defining for change of life event enrollment requirements, 5-99
Dependent Coverage Change of Life Event Enrollment Requirements
defining for a plan, 5-118

Dependent Coverage Eligibility Profiles
defining for a plan, 5-118
defining for a plan type in a program, 5-98
defining for a program, 5-97
Dependent Coverage Requirements
defining for a plan, 5-116
Dependents
maintaining, 6-68
viewing for a participant, 6-68
derived factors
age, 1-153
combination age and length of service, 1-155
compensation level, 1-149
hours worked in period, 1-152
length of service, 1-154
percent full time, 1-151
Derived factors
overview, 1-144
Designation Enrollment Requirements
defining for a plan or option in plan, 5-105
Determine Communications Batch Process, 6-99, 6-103
disclaimers, 5-10
Distributions
recording, 6-83
Distribution sets, 1-53

## E

earnings, 7-1, 7-2
historic rates, 7-99, 7-106
prorating, 7-52
Earnings
historic rates
extra information types, 7-105
earnings and deductions
Article 142, 7-32
review of, 7-58
earnings or payment amounts
calculation rules for, 7-21
Days * Rate rules for, 7-22
Flat Amount rule for, 7-21
Hours * Rate rules for, 7-22
Percentage of Earnings rule for, 7-24
earnings types
components generated for, 7-19
online review of, 7-58
separate cheques for, 7-20
tax withholding methods for, 7-20
Earnings window
separate cheque payments, 7-20
element classifications, 1-17
and processing priorities, 1-19
primary, 1-19
processing priorities, 1-17
Element Design wizard, 7-18
Element Design Wizard, 7-7, 7-17, 7-30
arrears balances, 7-27
calculation rules, 7-26
required deductions elements, 7-19
separate cheque payments, 7-20
user-initiated earnings types, 7-19
element entries
additional, 1-38
by indirect formula results, 7-35, 7-68
currencies for, 7-64
multiple, 1-38
preventing, 1-38
Element entries
additional, 1-63
automatic, 1-14
currencies for, 1-39
deleting, 1-66
history, 1-68
hot defaults, 1-45, 1-64
manual, for individual employees, 1-62
multiple, 1-14
nonrecurring, 1-56
overrides, 1-63
overview, 1-56
recurring, 1-56
reviewing, 1-68
setup for, 1-13
using DateTrack, 1-56
validation, 1-15, 1-45
viewing list of employees with, 1-67
Element Entries window
customizing, 1-17
element generation by Oracle Payroll
for earnings and non-payroll payments, 7-19
for non-tax deductions, 7-18
Element Link Details report, 1-52
element links
standard, for automatic entry, 7-65

standard, 1-
Element links, 1-11
defining, 1-50
defining, for Standard and Advanced Benefits, 1-47
maintaining, 1-34
reporting on, 1-52
standard, for automatic entry, 1-14
element processing priority
changing the default for, 7-64
default values for, 1-19
elements
and run results, 7-34
applying Article 142, 7-32
assigning PTU eligibility to earnings, 7-31
classifications and categories of, 1-19
defining, 1-36
defining, for absence types, 4-12
defining earnings and deductions, 7-7, 7-30
examples of, 1-8
formula result rules, 7-68
formulas for, 7-34
for salaries, 2-10
modification of system-generated, 7-59
predefined, 7-53
predefined and generated, 1-8
qualifying conditions, 7-65
required deductions
standard linking, 7-30
required tax deductions, 7-19
Elements
defining, for Standard and Advanced Benefits, 1-46
deleting, 1-49
eligibility rules for, 1-11
frequency rules, 1-13
generated, for PTO accrual plans, 4-23, 4-25
input values for, 1-11, 1-44
linking of, 1-50
maintaining, 1-33
manual entry of, 1-62
processing type, 1-13
qualifying conditions, 1-13, 1- , 1-52
Element sets, 1-53
Eligibility
Maintain Participant Eligibility Process, 6-7, 6-7
modeling, 6-21
waiting periods, 1-136
Eligibility and Enrollment List, 6-8
eligibility profiles, 1-145
Eligibility profiles
associating with a compensation object, 1-94
criteria, 1-140
for dependents, 1-156
overview, 1-133
Eligibility profiles
User-defined criteria, 1-143
Employee lists
by absence type, 4-67
Employees
placing on a grade step, 2-57
employee statements
generating, 3-144
purging, 3-145
employee statuses
formula processing rules for, 7-34, 7-68
Enrollment
action items, 5-83
action types, 5-74
certifications, 6-73
codes, 5-76
defining scheduled, 5-109
deleting, 6-52
designating dependents, 6-68
forms, 6-41
in flex programs, 6-42, 6-48
in miscellaneous plans, 6-43, 6-62
in non-flex programs, 6-42, 6-54
in savings plans, 6-42, 6-57
minimum and maximum periods, 1-135
overrides, 6-46
overview, 6-41
results, 6-45, 6-66
retroactive, 6-46
special rates, 6-65
unrestricted types, 5-74
unsuspending, 5-131
waiving participation, 6-46
Enrollment Coverage Requirements
defining for a plan, 5-101
Enrollment Limitations
defining for an option in a plan, 5-108
defining for a plan, 5-105

defining for plan types in a program, 5-85
Enrollment Periods for Life Event Enrollments
defining for a program, 5-92
Enrollment Rates and Premiums workbook, 6-108
Enrollment requirements
change of life event, 5-94
defining for plans in programs, 5-86
defining for plan types in a program, 5-84
for a program, 5-81
for benefit plans, 5-100, 5-104
for dependent coverage, 5-80
for life event enrollments, 5-71
for plans, 5-73
for programs, overview, 5-70
for scheduled enrollments, 5-71
Enrollment Requirements
defining for not in program plans, 5-106
defining for options in a plan, 5-107
Enrollment Rule
associating with a program, 5-94
Enrollment Rules
associating with a plan, 5-111
event groups, 7-52
Event groups
defining, 7-73
exchange rates
currencies for element entries, 7-64
Exchange rates
currencies for element entries, 1-39
extra information types
historic rates, 7-105
Extra Information Types
element attribution, 7-99
for rate types, 7-99

## F

Federal Workers Housing Fund, 7-110
setting up, 7-110
Flat Amount rule
input value for, 7-21
selection of, 7-26
Flex credits
benefit pools, 5-169, 5-174
calculation overview, 5-169
defining, 5-170
Flex programs, 6-53
partial month processing, 5-173
payment schedule, 5-171
payroll processing, 5-171
period-to-date limits, 5-171
proration, 5-173
variable rate profiles, 5-171
flexfields
for Self-Service Benefits, 5-11
Flexible Spending Account, 5-37
Flexible spending accounts, 1-81, 1-121
annual rates, 5-150
Flex programs, 6-53
enrolling persons in, 6-48
enrollment process, 6-42
viewing a person's flex credits, 6-53
formula functions
RATES_HISTORY, 7-99
formula result rules
modification of system-generated, 7-59
system generation of, 7-18, 7-19
formulas
and employee statuses, 7-34
for element processing, 7-34
formula result rules, 7-68
for tax calculations, 7-35
in payroll startup data, 7-35
modification of system-generated, 7-59
processing rules for, 7-34
result rules for, 7-35
system generation of, 7-18, 7-19
Formulas
for iterative processing, 7-67
for PTO accrual plans, 4-27, 4-29, 4-32
for validation, 1-46
PTO_HD_ANNIVERSARY_BALANCE, 4-34
PTO_INELIGIBILITY_CALCULATION, 4-33
PTO_PAYROLL_BALANCE_CALCULATION, 4-33
PTO_SIMPLE_BALANCE_MULTIPLIER, 4-34
to calculate absence duration, 4-54
frequency rules
defining, 7-67
Frequency rules
of elements, 1-13
FSA, 5-37
*See* Flexible Spending Accounts (FSAs)

functions
Benefits Enrollment, 5-17
Individual Compensation Distributions (ICD), 3-110

## G

generated elements
for payroll processing, 7-19
modification of, 7-59
generating
employee statements, 3-144
Goods and services
associating with a plan, 1-112
Grade/Step Progression, 2-36
approving and rejecting manually, 2-62
running the participation process, 2-60
running the rank employees for Grade/Step Progression Process, 2-61
setting up a grade ladder, 2-42
grade ladder
setting up a , 2-42
Grade rates, 2-33
for salary proposal validation, 2-14
Grades
comparatio values, 2-58
defining, 2-46
deleting, 2-47
overview, 2-27
relating to progression points, 2-36, 2-49
Grade scales, 2-35
Grade steps, 2-36
incrementing placements, 2-67

## H

Health Cost Report workbook, 6-109
historic rates, 7-99
setting up, 7-106
Historic rates
extra information types, 7-105
time dimensions, 7-108
History
of element entries, 1-68
of salaries, 2-21
Hot defaults
consequences of overriding, 1-64
for automatic updating, 1-45
Hours * Rate rules
for earnings types, 7-22
HR:Absence Duration Auto Overwrite, 4-54
HR/Payroll Extracts, 1-58
Extract for Changes, 1-58
Full-profile extract, 1-58
running, 1-71
setting up, 1-68
Human resource management
salary administration, 2-1

## I

ICD
overview, 3-109
IDW
setup, 7-7, 7-30
Imputed income calculations
associating payment schedules with, 5-165
associating variable rate profiles with, 5-165
defining, 5-164
overview, 5-132
Imputed income plans, 1-87
indirect results
formula result rules for, 7-68
Individual Compensation Distributions (ICD), 3-110
Ineligibility period
for using accrued PTO, 4-39, 4-49
INFONAVIT, 7-110
setting up, 7-110
Initial Balance Upload process, 7-88
input values
and formula inputs, 7-34
input value entries, 7-64
Input values, 1-11
and Pay Value, 7-51
currencies for, 1-39
defaults for, 1-15, 1-52
defining, 1-44
validation, 1-52
instruction texts, 5-45
Integrated Daily Wage
setup, 7-30
Interim coverage, 5-130

## J

Jobs
mapping compensation survey lines, 2-26

## K

key concepts
absence hours reporting, 4-70
grade annualization for reporting, 2-77
leave and absence management intelligence, 4-70
salary, grades, and pay administration intelligence, 2-76
salary and assignment reporting, 2-77
salary annualization for reporting, 2-76
salary currencies, 2-76
working hours reporting, 4-70
key decision areas
compensation workbench, 3-9
Total Compensation Statement, 3-135
Key flexfields
Grade Name, 2-28

## L

Length of service bands
for PTO accrual plans, 4-41
setup of, 4-50
Life Event Definition, 5-62
Life Event Enrollment
defining requirements for a plan, 5-111
Life Event Enrollment Certifications
defining for a plan or option in plan, 5-113
Life Event Enrollment Period
defining for a plan, 5-112
Life Event Enrollment Requirements
defining for an option in a plan, 5-115
defining for a not in program plan, 5-114
Life event reasons
associating person changes with, 5-68
associating with a compensation object, 1-96
general characteristics, defining, 5-63
overview, 5-53
seeded, 5-59
Life events
backing out, 6-11
batch process modes, 6-11
collapsing, 5-58, 5-68
display, restricting, 6-25
manually creating, 6-34
manually voiding, 6-34
modeling eligibility changes, 6-21, 6-33, 6-36
Participation batch process, 6-11
purging, 6-29
running the batch process, 6-24
Summary report, 6-26
viewing, 6-31
Life Events and Electable Choices, 6-20
Life Event Summary workbook, 6-110
links
standard, for automatic entry, 1- , 7-65
Links
automatically created for accrual elements, 4-26
defining, 1-11, 1-50
entering costing information, 1-51
entering qualifying information, 1-52
for salary elements, 2-11
link level input value changes, 1-52
maintaining, 1-34
reporting on, 1-52
standard, for automatic entry
standard, 1-14
Lookups
to validate element entries, 1-46
lookup types
ABSENCE_CATEGORY, 4-11
ABSENCE_REASON, 4-11
PQP_RATE_TYPE, 7-99
Lookup types
ELE_ENTRY_REASON, 1-63
for compensation surveys, 2-23
PROPOSAL_REASON, 2-15
US_ACCRUAL_START_TYPE, 4-39
US_PTO_ACCRUAL, 4-46

## M

Maintain designee eligibility batch process, 6-
Maintain Participant Eligibility Process, 6-7, 6-7
Manually Creates Life Events and Voided Life Events, 6-21
Matching rates, 5-126
messages
formula result rules for, 7-68
Messages

for online benefits, 5-186
mileage claims
configuration settings, 3-151
storing vehicle data, 3-149
Miscellaneous plans
enrolling persons in, 6-62
enrollment process, 6-43
Modeling eligibility, 6-36
multiple element entries, 1-38
Multiple element entries, 1-14

## N

Net accrual calculation, 4-23, 4-31
changing, 4-51
Net to gross
iterative processing rules, 7-66
Non-flex programs
enrolling persons in, 6-54
enrollment process, 6-42
non-payroll payments
review of, 7-58
separate cheques for, 7-20
Nonrecurring elements, 1-13
entering, 1-56
notifications, 5-38

## O

Online activities
maintaining, 5-185
Online benefits administration, 5-184, 6-38, 6-39
Options
associating with plans, 1-109
defining, 1-118
designation requirements, 1-78, 1-118
overview, 1-77
Organizations
associating with a benefits plan, 1-113
associating with benefits programs, 1-98
Overrides
for an option, 6-80
for a plan, 6-75
for benefits enrollments, 6-46
for element entries, 1-63
for waive plans, 6-79
Overriding benefits information, 6-77
Overview
Total Compensation Statement, 3-134

## P

participant identification cards, 5-15
Participation
management, 6-19
process, 6-24
viewing information, 6-19
Participation eligibility
modeling, 6-36
overriding, 6-77, 6-78
overriding for an option in a plan, 6-80
Participation process
for absence life events, 4-63
for grade/step progression, 2-60
payroll earnings and deductions, 7-1, 7-2
payroll formulas
for element processing, 7-34
payroll run types
default withholding methods for, 7-20
Pay scales, 2-35
defining, 2-48
defining rates for, 2-49
Pay values
adjusting, 1-65
defining, 1-44
purpose of, 7-51
Pensions
extracting data, 1-58
Percentage of Earnings rule
input value for earnings types, 7-24
selection of, 7-26
Period-to-date limits
defining, 5-167
overview, 5-135
Person benefit balances, defining
Benefit balances, 6-94
Person changes
defining, 5-66
Person communications
maintaining, 6-102
overview, 5-179
Person Life Event Details workbook, 6-111
Person participation information
displaying, 6-31
Plan Design Copy, 1-124

export to a file, 1-128
import from a file, 1-128
overview, 1-81
purge data, 1-129
uncopied data, 1-85
Plan enrollment
defining requirements, 5-100, 5-104
overrides, 6-75
plans
regulations, 1-132
regulatory bodies, 1-131
Plans
associating goods and services with, 1-112
associating options with, 1-109
associating organizations with, 1-113
associating plan year periods with, 1-111
associating with programs, 1-91
combinations, 1-114
defining, 1-102
defining enrollment requirements when in a program, 5-86
defining restrictions, 1-106
design, 1-74
eligibility requirements and activity rates, 1-105
enrollment requirements, 5-73
not in program, 1-108
overview, 1-74
regulations, 1-112
reporting groups
reporting group for, 1-112
waiting periods, 1-107
waiving, 1-114
year periods, 1-80
Plan types
associating with programs, 1-91
certifications for waiving, 1-93
defining, 1-100
defining enrollment requirements when in a program, 5-84
overview, 1-77
waiving, 1-93
Plan year periods
associating with a benefits program, 1-99
defining, 1-120
Positions
mapping compensation survey lines, 2-26
Postal zip ranges
defining, 1-158
service areas, 1-158
Potential life events
manually creating, 6-34
manually voiding, 6-34
Premium Reconciliation report, 6-89
Premiums
Actual premiums, 5-132
adjusting for a person, 6-92
adjusting for a plan or option, 6-91
Reconciliation report, 6-89
primary care provider (PCP)
search facility, 5-46
XML-enabled search facility, 5-47
Primary care providers
defining restrictions for selecting, 1-115
overview, 6-45
recording, 6-65
primary element classifications, 1-17, 1-19
Processes
Initial Balance Upload, 7-88
PTO Carry Over, 4-42, 4-64
processing
defining rules for elements, 7-68
sequence of elements, 1-17
processing rules
modifying generated rules, 7-63
processing type
of elements, 1-37
Processing type
of elements, 1-13
profit sharing
element setup, 7-31
Program and plan year periods
and plan year periods
defining, 1-120
Program enrollment requirements
for life event enrollments, 5-71
for scheduled enrollments, 5-71
Programs
associating plans and plan types with
associating plans with, 1-91
associating plan year periods with, 1-99
associating reporting groups with, 1-99
certifications for waivable plan types, 1-93
defining enrollment requirements for plan in,

5-86
defining enrollment requirements for plan types in, 5-84
defining requirements for life event enrollment, 5-91
defining scheduled enrollments for, 5-89
displaying program structure, 1-79
enrollment requirements, overview, 5-70
general characteristics, defining, 1-89
hierarchical structure, 1-119
overview, 1-79
waiving plan types in, 1-93
year periods, 1-80
Program structure
displaying, 1-79
hierarchy, 1-76
terminology, 1-76
Progression points
defining, 2-48
relating to grades, 2-36
PROPOSAL_REASON, 2-9, 2-15
proration, 7-52
event groups, 7-73
setting up, 7-70
PTO (paid time off)
balance type, 4-29, 4-46
calculation of net accrued, 4-31
carry over process for, 4-64
ceiling and maximum carry over, 4-41
costing, 4-52
expiry date, 4-43
manual or batch entry of time taken, 4-57
review of net time accrued, 4-66
sale or purchase of, 4-26, 4-51, 4-57
PTO accrual plans
accrual bands, 4-41, 4-50
ceiling and maximum accrual, 4-50
defining, 4-48
elements for, 4-23, 4-25
enrollment in, 4-56, 4-62
example of, 4-44
example rules, 4-28
formulas for, 4-23, 4-27
length of service factors, 4-41, 4-50
maintenance of, 4-56
overriding length of service, 4-62
period of ineligibility under, 4-39, 4-49
rolling accrual term, 4-35
seeded formulas for, 4-32
setup steps for, 4-45
start rule options for, 4-39
PTO Carry Over process
elements for, 4-23, 4-25
formula for, 4-23, 4-27
running, 4-64
PTU
element setup, 7-31
purging
employee statements, 3-145
Purging batch process data, 6-13
Purging Person Data
backed-out life events, 6-29
voided life events, 6-29

## Q

Qualified Domestic Relations Orders, 6-47
qualifying conditions
for elements, 7-65
Qualifying conditions
failure to meet, 1-63
for elements, 1- , 1-52

## R

Ranking process
for grade/step progression, 2-61
Rate By Criteria, 2-1, 2-72
setup, 2-74
Rate matrix
defined, 2-72
setup, 2-74
rates
for earnings calculations, 7-21
Rates
Activity Rates, 5-150
for grades, 2-33
for pay scales, 2-49
Rate By Criteria, 2-72, 2-74
Recalculate participant values (OSB), 6-87
running the process, 6-88
Recurring elements, 1-13
entering, 1-56
refresh process
compensation workbench, 3-103

regulations
and benefit plans, 1-132
Regulations
associating with a plan, 1-112
defining, 1-157
regulatory bodies
defining for benefit plans, 1-131
Reimbursable
goods and service types, 1-124
Reimbursement
defining plans, 1-121
goods and service types, 1-81
recording requests, 6-94
reopen welcome page
total compensation statement, 3-146
reporting groups
defining, 1-130
for benefits, 1-88
for Compensation Workbench, 1-130
overview, 1-88
Reporting groups
associating with a benefits plan, 1-112
associating with benefits programs, 1-99
reports
compensation workbench, 3-80
Reports
Absences, 4-67
Current and Projected Progression Point Values, 2-69
Element Link Details, 1-52
Eligibility and Enrollment List, 6-8
Employee Increment Results, 2-71
Increment Progression Points, 2-56
Life Events Summary, 6-26
Participation Audit Activity Purge Process, 6-28
Premium Reconciliation, 6-89
Purge Backed-out or Voided Life Events, 6-29
Salary Review, 2-22
required deductions elements
standard linking, 7-30
required tax deductions elements, 7-19
Reset PTO Accruals parameter, 4-68
Residual PTO, 4-32
calculation of, 4-43
element for, 4-26
Retroactive enrollments, 6-46
running
HR/Payroll Extracts, 1-71
run results
and Oracle FastFormula, 7-34
run types
setting exclusions and triggers, 1-47

## S

Salaries
reporting on, 2-22
reviewing, 2-20
viewing history, 2-21
salary administration
defining elements for, 2-10
Salary administration
elements for, 2-7
for entry of salaries and wage rates, 2-1
setup of, 2-9
validating salary entries, 2-12
Salary basis
defining, 2-13
for salary administration, 2-7
Salary components, 2-8, 2-15
creating, 2-13
Salary proposals, 2-15
approving, 2-15, 2-19
reporting on, 2-22
reviewing in folder, 2-17
validating, 2-12
validating by grade rates, 2-14
Salary spreadsheets, 2-16
Savings plans
enrolling persons in, 6-57
enrollment process, 6-42
Scale rates, 2-49
Scheduled Enrollments
defining for a plan, 5-109
for plans in program, 5-89
secondary classifications, 1-19
secondary element classifications, 1-18
Secondary element classifications, 7-74
defining, 7-82
selecting, 7-84
Self-Service Benefits, 5-9
benefits pools, 5-14
debugging, 5-50

declining coverage, 5-16
defining instruction text, 5-181
defining instruction text, 5-45
disclaimers, 5-10
enrollment notifications, 5-38
flexfields, 5-11
flexible benefits, 5-15
Flexible Spending Accounts (FSAs), 5-14
generating a trace file, 5-50
Individual Compensation Distributions (ICD), 3-110, 3-111
integration with Authoria HR, 5-13
legislative considerations, 5-12
multiple rates, 5-13
overview, 5-9
plan design considerations, 5-12
scheduled enrollment dates, 5-42
temporary participant identification cards, 5-15
user access to, 5-39
What-If analysis, 5-16
workflow notifications, 5-10
separate cheque payments
input value for, 7-20
Service areas
defining, 1-158
setting up
HR/Payroll Extracts, 1-68
Setting Up
Total Compensation Statement, 3-138
setting up INFONAVIT deductions, 7-110
single person participation process
running, 3-101
skip rule formulas, 7-34
skip rules
adding to generated, 7-59
selection of, 7-64
special inputs elements
viewing, 7-58
Spreadsheets
for salary administration, 2-16
SSHR Components
Total Compensation Statement, 3-137
SSP and SMP, 4-1
Standard and Advanced Benefits Implementation
requirements, 5-6
Standard Benefits
administration overview, 6-1, 6-4
implementation overview, 5-1, 5-6
Standard contributions
deduction schedule, 5-153
matching rates, 5-155
partial month determinations, 5-148
proration, 5-148
Standard contributions and distributions
associating variable rate profiles with, 5-154
defining activity rates for, 5-146
overview, 5-124
payroll processing, 5-151
Standard distributions
payment schedules, 5-153
standard element links, 1-
setup of, 7-65
Standard element links, 1-14
standard linking required deductions elements, 7-30
Start Rule: Earnings Threshold, 7-25
Start Rule: On Entry, 7-24

## T

Tagging element
for PTO accrual plans, 4-24
tax subject and exempt groups, 7-30
tax withholding methods, 7-20
termination rules, 1-37, 7-63
Third party payments
making, 7-95
Time dimensions
for historic rates, 7-108
Total Compensation Setup Wizard, 5-4
total compensation statement
batch process run reports, 3-147
reopen welcome page, 3-146
Total Compensation Statement
key decision areas, 3-135
Overview, 3-134
Setting Up, 3-138
SSHR Components, 3-137
Total Reached stop rule
Accrued balance for, 7-29
input value for, 7-25

## U


Union pay scales, 2-35
Unrestricted enrollments, 5-74
Unsuspended enrollments, 5-131
US_ACCRUAL_START_TYPE, 4-39
US_PTO_ACCRUAL, 4-46
user defined tables
  PQP_CONTRACT_TYPES, 7-101
user-initiated earnings types
  components generated for, 7-19
user-initiated non-payroll payments
  components generated for, 7-19


## V


Vacation
  accrual plan example, 4-44
Validation
  of element entries, 1-15, 1-45
  of salaries, 2-12
Variable rate profiles
  associating with imputed income calculations, 5-165
  associating with standard contributions and distributions, 5-154
  calculation methods, 5-158
  defining, 5-156, 5-158
  overview, 5-127
  variable rate factors, 5-136
vehicle repository, 3-149
  configuration settings, 3-151
  menu and function names, 3-150


## W


Waiting periods, 1-136
  for a plan, 1-107
Waive participation, 6-81
Waiving
  plans, 1-114
  plan types in a program, 1-93
  waive certifications, 1-93
Waiving benefits, 6-46
Web ADI
  for salary administration, 2-16, 2-17
Web Applications Desktop Integrator
  for salary administration, 2-16, 2-17
web pages
  unrestricted Self-Service enrollments, 5-43
What-If analysis, 5-16
What-if eligibility, 6-21
window
  Deductions
    arrears balances, 7-27
    calculation rules, 7-26
  Earnings
    separate cheque payments, 7-20
  Element Design Wizard, 7-18
    arrears balances, 7-27
    calculation rules, 7-26
    separate cheque payments, 7-20
    user-initiated earnings types, 7-19
windows
  Absence Detail, 4-58
  Associated Accrual Plans, 4-58
  Communication Types, 5-45
  Define Element Type Usages, 1-47
  Derived Factors, 1-149
  Dynamic Trigger Generation, 7-70
  Element, 1-36, 2-10, 7-60
  Element Design Wizard, 7-30
  Formula Result Rules, 7-68
  Functional Area Maintenance, 7-70
  Further Element Information, 7-66
  Participation Eligibility Profiles, 1-145
  Table Event Group, 7-73
  Table Event Update, 7-70
  User Defined Eligibility Criteria, 1-148
Windows
  Absence Attendance Type, 4-14
  Accrual Bands, 4-50
  Accrual Plan, 4-48
  Accruals, 4-66
  Activity Variable Rates and Rules, 5-171
  Actual Premiums, 5-166
  Balance, 7-85
  Balance Classifications, 7-86
  Balance Dimensions, 7-87
  Balance Feed Control, 7-84
  Balance Feeds, 7-84, 7-86
  Batch Process Parameters, 6-24
  Benefit Balances, 5-168
  Benefit Pools, 5-174

Benefits Assignment, 6-85
Benefits Groups, 1-157
Benefits Service Center, 6-39
Collapsing Rules
collapsing, 5-68
Communication Type Delivery Methods, 5-183
Communication Types, 5-180
compensation surveys, 2-24
Court Orders, 6-82
Coverage Across Plan Types, 5-163
Coverage Restrictions, 5-87
Coverages, 5-161
Dependent Coverage Eligibility Profiles, 1-156
Designation Requirements, 1-118
Determine What-If Eligibility/Ineligibility Participation, 6-36
Display Enrollment Information, 6-33
Element and Distribution Set, 1-53
Element Classifications, 7-82
Element Entries, 1-62, 1-66
Element Link, 1-50, 2-11
Entry Values, 1-64
Flex Credits, 5-170
Goods and Services, 1-124
Grade Rate, 2-47
Grades, 2-46
Grade Scale, 2-36
Imputed Income, 5-164
Initial Balance Feed, 7-87
Input Values, 1-44
Iterative Processing Rules, 7-66
Life Event Reason, 5-103
Link Input Values, 1-52
List Employees by Absence Type, 4-67
List Employees by Element, 1-67
Maintain Online Activities, 5-185
Maintain Plan Options, 1-109
Maintain Plan Primary Care Providers, 1-115
Maintain Plan Related Details, 1-111, 1-113
Maintain Pop Up Messages, 5-186
Map compensation survey, 2-26
Monitor Batch Process, 6-25
Monthly Participant Premium, 6-92
Monthly Plan or Option Premium, 6-91
Net Calculation Rules, 4-51
Options, 1-118
Partial Month Rate Proration Values, 5-173
Payment Schedule, 5-165, 5-171
Pay Scale, 2-48
Period-to-Date Limits, 5-167
Person Benefits Balances, 6-94
Person Communications, 6-102
Person Life Events, 6-31
Plan and Plan Type, 1-91
Plan Enrollment Overrides, 6-75
Plan in Program Participation Eligibility, 1-94
Plans, 1-102
Plan Types, 1-100
Postal Zip Ranges
Service areas, 1-158
Program/Plan Year, 1-120
Programs, 1-89
Program Waive Certification, 1-93
Program Waive Reasons, 1-93
Record Continuing Benefits Payment, 6-83
Record Contributions or Distributions, 6-83
Regulations, 1-157
Reimbursement Requests, 6-94
Salary Basis, 2-13
Salary History, 2-21
Salary Management Folder, 2-13, 2-17
Scale Rate, 2-49
Schedule Information, 5-153
Service Areas, 1-158
Variable Rate Criteria, 5-158
View Absence History, 4-67
View Element Entry History for Employee, 1-68
View Employee Grade Comparatio, 2-58
View Participation Information, 6-31
View Program Structure, 1-119
Waive Participation, 6-81
Waiving, 1-114
workbooks
Enrollment Rates and Premiums, 6-108
Health Cost Report, 6-109
Life Event Summary, 6-110
Person Life Event Details, 6-111
workflow notifications
for Self-Service Benefits, 5-10

## Y

Year periods
associating with a benefits program, 1-99
associating with a plan, 1-111
defining, 1-120
Program and Plan Year Periods, 1-80