

EXTRA COMPENSATION FOR FULL-TIME FACULTY AND STAFF EMPLOYEES**I. General**

The salary or other regular compensation of a full-time employee of the University is intended as compensation for all regularly assigned activities performed for or in the name of the University. However, an employee may be called upon from time to time to perform additional tasks over and above regularly assigned duties for which he or she may receive extra compensation. In accordance with state law and University policy, the following requirements and restrictions apply to the payment of extra compensation to full-time faculty and staff.

1. Faculty and staff are eligible for extra compensation, with the exception of those employees with titles of dean, vice chancellor, chancellor or chief executive officer for each campus, division or unit, as well as those with titles of president, vice president, and general counsel for the System Administration. An employee's dean or supervisor must certify that the employee is working full time, or 100 percent, during the activity period for which extra compensation is being recommended.
2. The work for extra compensation shall not interfere with the regular duties of the individual, as certified by the dean or unit head. Unless specifically authorized by the dean or unit head, no employee shall receive extra compensation, unless the duties are performed outside the normal work schedule or annual leave is taken for preparing and conducting said activities. For example, but not by way of limitation, full-time employees may teach for extra compensation provided preparation for and time in class fall outside their regular work schedules.
3. The request for extra compensation must be approved prior to performance of the work.
4. State grant funds or federal funds may not be used to pay extra compensation unless specifically authorized by the sponsoring agency.
5. Extra compensation for an employee must be consistent with any applicable state and federal laws and regulations and with any applicable accreditation standards or criteria.
6. Extra compensation must not result in a conflict of interest.
7. University funds will not be used for extra compensation for speeches, public appearances, etc., which are civic, public relations, or development activities.
8. University funds will not be used for extra compensation for such scholarly activities as research, research consultation and collaboration, or creative works considered part of normal faculty duties.

9. An employee's total compensation, for a year or for a month, including extra compensation, shall not exceed the line-item maximum (LIM) salary for the position, subject to the exceptions set forth in state law, including Ark. Code Ann. § 6-63-303 (for overload teaching), § 6-63-309, § 6-64-305, § 6-64-413, and § 6-63-321 and subject to the provision below regarding private funds. Further, the maximum amount which may be paid to an employee as extra compensation is 20 percent of his/her annual salary, unless authorized by the President. A change of title will not be approved in order to pay an individual above his/her existing line item maximum.
10. Unless an exception under state law applies, an employee may not be compensated more than 125% of LIM (including with extra compensation) unless the employee is paid through private funds and the person is selected and recommended by the appropriate department and approved by the following: (1) the vice chancellor for academic affairs; (2) the chancellor or chief executive officer of the campus, division, or unit; (3) the President; and (4) the Board of Trustees.
11. Unless authorized by the President, senior administrators, as defined by the chancellor or chief executive officer for each campus, division or unit, shall not be eligible for extra compensation for teaching a class or performing other duties for the University.
12. Stipends for extra compensation must be authorized to be paid at the regular payroll period for the time period in which it is earned.

II. Procedures

Subject to any additional approval or reporting process provided for by statute:

1. Each campus or unit within the University of Arkansas shall establish procedures to process recommendations for extra compensation, which shall include approval (or disapproval) by the chancellor or chief executive officer for each campus, division or unit.
2. Each campus or unit will monitor extra compensation for conformity to the requirements of this policy and applicable law, and shall maintain information regarding extra compensation for an annual report.
3. Exceptions to the provisions of this policy or delegations of approval authority will require the approval of the President.

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