

SKILLS FRAMEWORK FOR HUMAN RESOURCE TECHNICAL SKILLS & COMPETENCIES (TSC) REFERENCE DOCUMENT

TSC Category	Workforce Engagement								
TSC	Compensation Management								
TSC Description	Manage the implementation, review and administration of compensation to employees								
TSC Proficiency Description	Level 1	Level 2 HRS-HRM-2012-1.1 Process data and documentation required for compensation management	Level 3 HRS-HRM-3012-1.1 Administer compensation to employees	Level 4 HRS-HRM-4012-1.1 Implement compensation management processes	Level 5 HRS-HRM-5012-1.1 Develop compensation programmes and processes	Level 6			
Knowledge		Types of employee compensation Compensation system procedures Documentation required for administering compensation management Legal and ethical considerations related to compensation management management	 Legislative policies related to compensation management Features of compensation systems Components of compensation structure Organisational policies and procedures that impact the compensation management processes Privacy and confidentiality considerations that govern all compensation-related transactions Formulas to calculate compensation payout Impact of compensation processes on employees and the organisation Organisational procedures on reporting format and templates 	 Industry codes of practice related to compensation management Organisational policies and procedures impacting compensation requirements Models and methods for managing compensation systems Market trends and developments related to compensation management and processing 	 Relationship between compensation and organisational strategies Emerging trends and developments impacting compensation management Types of financial analysis for evaluating compensation management processes Models and methods for measuring the effectiveness of compensation processes 				
Abilities - No more than ten (10) Abilities items - Should reflect the ability to carry out the Key Tasks		 Gather information required to perform compensation calculation Input data into compensation systems to support processing and calculating activities Process routine 	 Consolidate information required to perform compensation calculation Calculate base salary, allowances and other components of compensation in accordance with 	 Identify legal and regulatory requirements impacting compensation management activities Align compensation management activities with legal and regulatory requirements Engage stakeholders to 	 Review emerging compensation management trends and processes to understand current job market Develop compensation structures which reflect organisation and labour 				

©SkillsFuture Singapore Effective Date: May 2018, Version 1.1



SKILLS FRAMEWORK FOR HUMAN RESOURCE TECHNICAL SKILLS & COMPETENCIES (TSC) REFERENCE DOCUMENT

compensation and related administration reports • Disseminate endorsed documentation to relevant parties	organisational policies and procedures Reconcile calculations with compensation allocations to ensure accuracy Review compensation and related administration reports Implement annual review cycles as per plan Deliver reports in the requested formats Engage authorised parties to obtain approval for payments Activate payments in accordance with organisational policies and procedures Update records to ensure accuracy and completion of compensation processing	obtain approval on compensation administration procedures Liaise with organisational departments to obtain compensation information Verify compensation calculations and documentation to audit anomalies Resolve issues related to compensation policies and procedures Formulate plans for annual reviews Develop processes and systems for gathering data and feedback on effectiveness of compensation programmes Review current compensation management trends and practices Recommend improvements to compensation management processes	 market conditions Develop processes and procedures which support the compensation structures Engage key stakeholders to gain commitment and approval on compensation processes and procedures Align compensation programmes and practices with organisational budgets Analyse measurement data and feedback to identify potential improvements Refine compensation programmes, policies and processes 	
		management processes		