Standing Rules Appendix 1 Terms of Call

For Ordained Ministers Serving in Called Positions within the bounds of Central Carolina Presbytery

Before a candidate or minister moves on to the field, Presbytery is responsible to examine him, receive him as a member, and approve his call (BCO 20-1, 20-6, 13-9a & c). To that end, our Presbytery has adopted a policy on minimum compensation to help churches and Sessions construct the terms of call. In addition, Presbytery recommends guidelines on severance, which some churches might consider including in their terms of call.

Minimum Compensation Policy - Each year at the fall stated meeting, the Admin Committee will recommend an amount as the minimum compensation package for ministers, and Presbytery will adopt an amount (salary, housing and benefits). A church or Session shall provide an explanation if they seek to call a minister with terms that do not meet Presbytery policy on minimum compensation. In such a case, the Examinations Committee will consult further with the church and prospective candidate or minister to discuss the reasons. This should be done before a call is presented to Presbytery. The committee will then report its recommendation to Presbytery.

The current minimum compensation package for **Senior, Solo, or Associate Pastors** is \$79,000 plus 4 weeks of paid vacation. (That equates to about \$63,200 salary/housing component, plus approx. 25% of the salary/housing component for the benefits component - medical & dental insurance, retirement annuity, Social Security, life and disability insurance, tuition, etc.). This figure was last reviewed on November 19, 2024. Minimum compensation for **Assistant Pastors** is 90% of this figure or \$71,100.

When compared with the average compensation at the 1st quartile of PCA pastors nationwide (ACQ1), our minimum is 103% of the ACQ1 for solo pastors, 79% for senior/lead pastors, 85% for associate pastors and 86% for assistant pastors. (A quartile is a point of distribution marking the 25%, 50% or 75% percentile.)

Below are average compensation figures from the 2023 nationwide survey of PCA pastors (667 responding). Also listed are figures from the South Atlantic region, which includes 6 states: Florida, Georgia, North Carolina, South Carolina, Virginia, and West Virginia.

Averages	Total	=	Salary	+ Housing +	Benefits	CCP's min as %
Solo Pastors – nationwide	98,252		51,043	31,339	21,057	80%
South Atlantic	85,089		46,333	27,057	14,971	93%
0-100 members – nationwide	95,308		50,047	31,396	19,705	83%
1st quartile (ACQ1) – nationwide.	76,664 .		. 40,933	21,933	8,802	103%
1st quartile – South Atlantic	71,658		34,348	20,465	6,000	110%
1st quartile – 0-100	76,748		39,540	25,000	7,930	103%
Senior/Lead Pastors – nationwide	132,860		74,231	36,853	25,158	59%
South Atlantic	132,619		75,385	37,303	23,366	60%
0-100 members – nationwide	93,040		52,502			85%
1st quartile (ACQ1) – nationwide.	100,208.		. 52,500	27,060	13,825	79%
1st quartile – South Atlantic	104,074		54,152	26,875	12,960	76%
Associate Pastors – nationwide	113,969		61,533	34,312	21,641	69%
South Atlantic	110,594		60,870	32,573	21,172	71%
0-100 members – nationwide	87,625		45,250	29,959	17,382	90%
1st quartile (ACQ1) – nationwide.	93,202 .		. 48,271	25,000	11,133	85%
1st quartile – South Atlantic	92,907		48,516	25,312	10,048	85%
Assistant Pastors – nationwide	101,405		52,546	32,037	20,992	70%
South Atlantic	102,589		50,656	33,347	20,226	69%
0-200 members – nationwide	86,936		52,232			82%
1st quartile (ACQ1) – nationwide.			. 41,036.		10,953	86%
1st quartile – South Atlantic	84,921		41,520	24,250	10,581	84%

For comparison, in July 2024 the *salary* for NC public school teacher with a Master's degree ranged from \$45,100 to \$68,260 (0 to 25+ years' experience), which includes 2 months off - <u>www.dpi.nc.gov</u>.

- 1. Severance Understanding in Terms of Call The congregation (or the Session for assistant pastors) should consider formalizing some understanding of severance in its initial call to a minister or when it revises a call if not included initially. If doing so, the church can either adopt Presbytery's guidelines and include them (by reference) in the Terms of Call, or the church can express different stipulations in the Terms that they propose to the minister and to the Presbytery.
- 2. Severance is based on our Reformed understanding of compassion and grace, and thus should not be considered a reward for poor performance.
- 3. Due consideration should be given to the church's ability to pay severance.
- 4. Severance is considered in lieu of Unemployment Compensation.
- 5. If the minister was called for a set term (e.g. five years), then severance is not necessary at the expiration of the term, provided the minister was given reasonable notice that the call would not be renewed (similar to the periods shown below for severance). The renewal-decision date should be stipulated in original terms of call.
- 6. Severance is to be considered in instances when the congregation (or Session for assistant pastors) petitions Presbytery to dissolve the call (BCO 23-1), but there are no charges filed (BCO 32-2), offenses alleged (BCO 34-3) or Presbytery investigation pending of the minister (BCO 31-2). However, even if there are charges filed, offenses alleged, or a Presbytery investigation in process, consideration can still be given to the needs of the family even though there may be an absence of sympathy for the minister.
- 7. a. If a minister voluntarily submits his resignation to Presbytery because he has received another call, severance is not customary.
 - b. However, if the resigning minister was encouraged to do so by the Session and he is not shortly moving to another call, the Session is encouraged to consider some agreement with the minister on "transitional support." The time periods below could inform this.
 - c. But if the minister resigns against the advice of the Session, transitional support is not customary (but the Session could still consider it).
 - d. Regardless, prior to submitting a resignation to the congregation or Presbytery, the minister and Session are encouraged to reach a formal agreement on transitional support if he is not shortly moving to another call.
- 8. Normally, the severance period would begin on the date when Presbytery or its commission approves the congregation's or Session's request and dissolves the call. In a case where a minister resigns (like the paragraph above), any "transitional support" could begin on whatever date the Session decides.
- 9. Normally, severance will cease when the minister obtains future employment comparable to or in excess of severance. However, if the minister obtains employment that is not comparable to the former compensation, the church will make up the difference during the term of severance package.
- 10. Normally, the severance amount includes "effective salary" (salary and housing) plus an amount equal to what was allocated for the benefit component (medical and dental insurance, life and disability insurance, social security, pension/annuity, tuition, etc.). Because insurance plans will not normally continue to cover a minister whose employment has ended, the benefit component should be paid directly to the minister. Severance does not usually include professional expenses or allowance amounts. Payments will usually be made according to the regular payroll schedule of the church, but lump-sum can be arranged if agreeable to both parties. The amounts in this paragraph will be based on the most recent terms of call on file in the office of Presbytery.
- 11. Consideration should be given to reimbursing unused vacation time by adding to severance amount.
- 12. If a manse is involved, the church and minister should reach some understanding in the original terms of call, in case a severance ever occurs.
- 13. Calculating severance, based on years of completed service (on a pro rata basis):

1 to 3 years = 6 months of severance 4 years = 7 months of severance 5 years = 8 months of severance 6+ years = 9 months of severance