



May 25, 2017
Christina Zacharuk
President and CEO, PSEC

Dear Ms. Zacharuk:

I confirm that the information contained in the attached report accurately states the executive compensation paid out in fiscal 2017 and is in compliance with the compensation plans approved by PSEC.

A handwritten signature in black ink, appearing to read "J. McGregor", written over a horizontal blue line.

Jim McGregor
Chair



JUSTICE INSTITUTE
of BRITISH COLUMBIA

Justice Institute of British Columbia Total Compensation Philosophy

Objectives

JIBC's compensation programs are designed to assist in attracting and retaining excluded qualified staff in a fiscally responsible manner in support of our mission, vision, values and culture.

Guiding Principles

- *Performance:* Compensation programs support and promote a performance-based organizational culture.
- *Differentiation:* Differentiation of salary is supported where there are differences in the scope of the position within an organization.
- *Accountability:* Compensation decisions are objective and based upon a clear and well documented business rationale that demonstrates the appropriate expenditure of public funds
- *Transparent:* Compensation programs are designed, managed, and communicated in a manner that ensures the program is clearly understood by employees and the public while protecting individual personal information.

Role of Total Compensation Elements

JIBC's total compensation program includes four main elements:

- 1) Compensation – Provides fair compensation for the scope and breadth of job responsibilities and the education, competencies, and experience that employees bring to their roles.
- 2) Benefits – Provide security and protection to employees and their families.
- 3) Career Development – Provide support for skill development, upgrades, and other career development activities.
- 4) Work Life – Provide paid time off and other programs to help employees balance their work and personal demands.

Comparator Groups

PSEC has provided direction that the primary comparator group should be the BC Public Sector with an emphasis on the BC Public Service. For some jobs where talent may be needed from specific industries or from outside of the public sector, a secondary comparator group may be used.

Target Pay Positioning

Our total compensation programs are targeted at approximately the 50th percentile of our comparator group.

Internal Equity

We consider the relative scope, responsibilities, and complexities of jobs to ensure that compensation levels are fair and equitable. Market competitiveness is balanced with internal equity to ensure that the relative internal value of work is fairly recognized and compensated accordingly.

Affordability and Sustainability

JIBC's total compensation programs are designed and administered in a fiscally responsible manner that ensures that costs are affordable and sustainable over time.

Governance and Administration

JIBC's Board of Governors is responsible for approving our overall compensation philosophy. Human Resources is responsible for the day-to-day oversight and administration of the compensation programs. Total compensation programs may be amended from time to time, as determined by the Institute and as approved by the Minister.

Summary Compensation Table at 2017

Name and Position	Salary	Holdback/Bonus/ Incentive Plan Compensation	Benefits	Pension	All Other Compensation (expanded below)	2016/2017 Total Compensation	Previous Two Years Totals Total Compensation	
							2015/2016	2014/2015
Michel A Tarko, President & CEO	\$ 181,209	-	\$ 11,117	\$ 18,230	\$ 6,831	\$ 217,387	\$ 206,213	\$ 206,483
Peter Richard Kingston, Vice President, Finance & Administration	\$ 148,438	-	\$ 8,673	\$ 14,933	\$ 6,604	\$ 178,648	\$ 171,675	\$ 158,134
Laureen Styles, VP, Academic	\$ 24,740	-	\$ 2,909	\$ 4,978	\$ 27,430	\$ 60,057	\$ 172,152	\$ 171,377
Colleen S Vaughan, Vice-President, Academic	\$ 115,177	-	\$ 8,592	\$ 11,587	\$ 5,626	\$ 140,982		

Summary Other Compensation Table at 2017

Name And Position	All Other Compensation	Severance	Vacation payout	Leave payout	Vehicle / Transportation Allowance	Perquisites / other Allowances	Other
Michel A Tarko, President & CEO	\$ 6,831	-	-	-	\$ 6,831	-	-
Peter Richard Kingston, Vice President, Finance & Administration	\$ 6,604	-	-	-	\$ 6,604	-	-
Laureen Styles, VP, Academic	\$ 27,430	-	\$ 25,229	-	\$ 2,201	-	-
Colleen S Vaughan, Vice-President, Academic	\$ 5,626	-	-	-	\$ 5,626	-	-

Notes

Michel A Tarko, President & CEO	General Note: Minor increase in base salary is as per PSEC approved compensation adjustments. The additional monies paid for Michel's Vehicle Transportation Allowance was as a result of mileage claims. Michel's contracts allows him to claim mileage for distances beyond travelling to and from the office to his residence. The reported fiscal also has an extra pay period.
Peter Richard Kingston, Vice President, Finance & Administration	
Laureen Styles, VP, Academic	General Note: Vacation was paid out commencing May 23,2016. Final date of payout was July 22, 2016, final date in the position was May 19, 2016.
Colleen S Vaughan, Vice-President, Academic	General Note: Colleen was an Interim Vice President Academic from May 16, 2016 - January 22, 2017, and she was hired as a Vice President Academic on January 23, 2017. The compensation amounts reported below is for the period from May 16, 2016 - March 31, 2017.