Federal bonuses total \$1.3 billion since 2015

Author: Ryan Thorpe 2023/06/08

Federal Commentary



The federal government handed out \$1.3 billion in bonuses from 2015 to 2022, according to documents obtained by the Canadian Taxpayers Federation through an access-to-information request.

Government executives took home an average annual bonus ranging from \$15,550 to \$18,252 during those years.

"Bonuses are for when you do a good job, they shouldn't be handed out like participation ribbons," said Franco Terrazzano, CTF Federal Director. "Taxpayers can't afford to bankroll big bonus cheques each and every year for highly paid government executives."

The government dished out \$202 million in bonuses during the 2022-23 fiscal year alone. And that figure may rise even higher, with the government documents noting that "some payments may occur after the production of this report."

Of the \$202 million paid out in 2022-23 so far, \$152 million was given to 8,328 executive-level employees, while the remaining \$50 million was earmarked for lower-level staff.

The annual cost to taxpayers for federal bonuses has risen by 46 per cent since 2015, including the \$564 million in bonuses dished out since the onset of the COVID-19 pandemic.

About 90 per cent of government executives receive an annual bonus, despite a recent <u>report</u> from the Parliamentary Budget Officer finding that "less than 50 per cent of [performance] targets are consistently met" each year.

The government of Canada also publishes its own <u>data</u> summarizing department performance results. From 2018-19 through 2021-22, the bureaucracy met less than half of its own targets each year.

"The real question is what does a government executive have to do to miss a bonus?" Terrazzano said. "The feds need to stop rewarding failure with our tax dollars, and the place to start is with these bonuses."

The federal bureaucracy grew by 78,923 employees between 2015 and 2022.

In addition to the bonuses, the federal government also doled out <u>802,043</u> pay raises from 2020 to 2022, according to documents obtained by the CTF through a separate access-to-information request.

Year	Executives who got a bonus	Average executive bonus	Total cost of bonuses	
2015-16	90.5%	\$15,550	\$137,895,430	
2016-17	90.6%	\$15,996	\$140,885,660	
2017-18	90.5%	\$16,162	\$143,814,949	
2018-19	90.8%	\$16,364	\$154,704,963	
2019-20	90.0%	\$17,248	\$160,896,237	
2020-21	89.1%	\$17,606	\$171,587,303	
2021-22	88.7%	\$18,138	\$190,737,367	
2022-23	88.9%	\$18,252	\$201,994,316	
Total			\$1,302,516,225	

https://nationalpost.com/news/politics/federal-executives-took-in-1-3-b-in-bonuses-2015-2022

Federal executives took in \$1.3 billion in bonuses between 2015, 2022, documents show

'Bonuses are for when you do a good job, they shouldn't be handed out like participation ribbons'

Author of the article:

Bryan Passifiume

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68 Comments



The Canadian Taxpayers Federation says the annual cost to taxpayers to pay for these bonuses increased by 46 per cent since 2015. PHOTO BY ADRIAN WYLD / THE CANADIAN PRESS

Federal executives took home \$1.3 billion in bonuses between 2015 and 2022, according to documents obtained via an access-to-information request.

The National Post <u>previously reported in March</u> that federal public servants — both executives and rank-and-file employees — received just under \$200 million in bonuses throughout the 2022-2023 fiscal year, despite criticism over failures to meet performance goals.

Most of those bonuses - \$147 million worth - went to executive-level employees, while the balance went to those in lower position grades.

The new documents, obtained by the Canadian Taxpayers Federation, list average annual bonuses for executives from 2015 to 2022 ranging between \$15,550 to \$18,252.

[&]quot;Bonuses are for when you do a good job, they shouldn't be handed out like participation ribbons," said the federation's federal director Franco Terrazzano.

The request:

Please provide a report like the one provided in A-2022-01611 for every fiscal year from 2014-15 to the current fiscal year to date - basically the same table, for each year, including executive and non executive headcount totals, amount that got bonuses that year, and costs of said bonuses.

Population	At or above the executive (EX) level (or equivalent)			Below the executive level (or equivalent)			
	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Total amount paid out in performance pay
Core public administration	\$79,835,299	5,154	5,736	\$22,078,951	3,566	189,829	\$101,914,251
Separate agencies	\$20,667,516	1,309	1,402	\$15,313,664	3,744	60,067	\$35,981,180
Total	\$100,502,816	6,463	7,138	\$37,392,615	7,310	249,896	\$137,895,430

		ne executive (EX) level (or equi			oloyees for the fiscal year 2015-16 (paid in 2016-17) Below the executive level (or equivalent)			
Population Core public administration		Number of officials receiving performance pay	1		Number of officials receiving	<u>'</u>	Total amount paid out in performance pay	
					performance pay 3,421			
Separate agencies	\$21,971,274		1,407	\$15,078,034		60,218	\$37,049,308	
Total	\$104,102,000	6,508	7,181	\$36,783,660	7,124	251,798	\$140,885,660	

	•	mance pay paid out to federal		·····/			
	At or above t	ne executive (EX) level (or equi	valent)	Below	the executive level (or equivale	ent)	
Population	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Total amount paid out in performance pay
Core public administration	\$83,856,444	5,209	5,798	\$22,428,147	3,443	193,893	\$106,284,591
Separate agencies	\$21,601,851	1,316	1,411	\$15,928,507	3,700	61,594	\$37,530,358
Total	\$105,458,295	6,525	7,209	\$38,356,654	7,143	255,487	\$143,814,949

	Perforn	nance pay paid out to federal	public service emp	oloyees for the fiscal yea	r 2017-18 (paid in 2018-19)		
Population	At or above the executive (EX) level (or equivalent)			Below the executive level (or equivalent)			
	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Total amount paid out in performance pay
Core public administration	\$88,490,332	5,436	6,027	\$26,987,620	3,796	202,285	\$115,477,953
Separate agencies	\$22,082,018	1,321	1,411	\$17,144,992	4,326	63,848	\$39,227,011
Total	\$110,572,350	6,757	7,438	\$44,132,613	8,122	266,133	\$154,704,963

	Perform	nance pay paid out to federal	public service emp	oloyees for the fiscal yea	r 2018-19 (paid in 2019-20)		
Population	At or above the executive (EX) level (or equivalent)			Below the executive level (or equivalent)			
	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Total amount paid out in performance pay
Core public administration	\$97,182,516	5,698	6,392	\$20,705,629	3,147	213,923	\$117,888,145
Separate agencies	\$24,831,032	1,376	1,471	\$18,177,059	4,034	66,197	\$43,008,092
Total	\$122,013,549	7,074	7,863	\$38,882,688	7,181	280,120	\$160,896,237

	Perforn	nance pay paid out to federal	public service emp	oloyees for the fiscal yea	r 2019-20 (paid in 2020-21)		
Population	At or above the executive (EX) level (or equivalent)			Below the executive level (or equivalent)			
	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Total amount paid out in performance pay
Core public administration	\$105,367,912	6,049	6,722	\$23,800,625	3,522	224,454	\$129,168,537
Separate agencies	\$23,275,588	1,258	1,480	\$19,143,177	4,235	67,794	\$42,418,765
Total	\$128,643,500	7,307	8,202	\$42,943,802	7,757	292,248	\$171,587,303

	Perform	nance pay paid out to federal	public service emp	oloyees for the fiscal yea	r 2020-21 (paid in 2021-22)		
Population	At or above the executive (EX) level (or equivalent)			Below the executive level (or equivalent)			
	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Total amount paid out in performance pay
Core public administration	\$116,069,316	6,502	7,255	\$26,076,827	3,554	238,484	\$142,146,144
Separate agencies	\$26,168,698	1,340	1,582	\$22,422,525	4,674	72,280	\$48,591,223
Total	\$142,238,014	7,842	8,837	\$48,499,353	8,228	310,764	\$190,737,367

Performance pay paid out to federal public service employees for the fiscal year 2021-22 (paid in 2022-23)									
Population	At or above the executive (EX) level (or equivalent)			Below the executive level (or equivalent)					
	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Amount paid out in performance pay	Number of officials receiving performance pay	Total number of officials	Total amount paid out in performance pay		
Core public administration	\$121,618,911	6,904	7,704	\$26,728,450	3,684	246,605	\$148,347,361		
Separate agencies	\$30,387,216	1,424	1,667	\$23,259,739	4,761	79,981	\$53,646,955		
Total	\$152,006,127	8,328	9,371	\$49,988,189	8,445	326,586	\$201,994,316		

NOTES

- 1. Data pertain to employees working in departments and organizations of the core public administration (CPA) and separate agencies (SA) listed under the Financial Administration Act schedules I, IV and V.
- 2. The performance pay for work done in a particular fiscal year is usually disbursed in the following fiscal year. For example, the performance pay for 2021-22 is being disbursed now, in the 2022-23 fiscal year.
- 3. The table for 2021-22 above captures performance pay for 2021-22 paid in 2022-23 as of February 2023. Since the fiscal year 2022-23 is not finished yet, some payments may occur after the production of this report. It is also possible that the figures include retroactive adjustments or late payments for previous performance cycles.
- 4. Some employees hold both executive-level and below-executive-level positions within the same fiscal year. For example, an employee can be in an acting EX role for the first half of the fiscal year and then return to their substantive below-EX-level role in the second half or vice versa. To categorize employees into two distinct groups, (i) at or above the executive level (or equivalent) and (ii) below the executive level (or equivalent), the data are presented based on active employees' effective classification as of March 31 of the fiscal year during which the work was done. For example, the number of officials for fiscal year 2021-22 is based on active employees' effective classification as of March 31, 2022. This approach also makes it possible to provide, as requested, a consistent total employee number for each category, so that percentage calculations can be done. It should be noted, however, that performance-related at-risk pay and bonus payments made to employees who were inactive on March 31 are not included in the data.
- 5. Some employees who are not eligible for performance pay in their March 31 position classification could have received payments due to past acting appointments in classifications eligible for these entitlements. The performance bonus recipient count for non-executives includes such employees.
- 6. Recipients of performance-related at-risk pay and bonuses include those who received a net positive amount of any of the following entitlement codes: 082 (performance awards non-management category), 171 (performance award), 1C8 (individual performance pay), and 179 (at-risk pay).
- 7. Employees at or above the executive (EX) level in the core public administration include those in the EX, LC, DS-7A, DS-7B, DS-08, MD-MOF-04, MD-MOF-05, MD-MSP-03 and PMMCO-04 classifications and employees appointed by the Governor in Council (DM, OC). For separate agencies, employees in classifications equivalent to the EX and LC group, and employees appointed by the Governor in Council are included.
- 8. Information on the performance pay of executive (EX) employees of the core public administration is published on the following website: https://www.canada.ca/en/treasury-board-secretariat/services/performance-talent-management/performance-management-program-executives.html. The information published is different than what is being presented here for several reasons, principal among them is the following: The data on the website pertains to substantive executives in the EX occupation group and non-executives temporarily appointed to executive positions in the EX occupation group of the core public administration who met the requirements of the Performance Management Program over the twelve months of the performance cycle. The data provided here capture information in the EX group and all other groups considered equivalent to or above the EX group as well as on groups below the EX level in the core public administration and separate agencies.