## Cabinet Resolution No 18 of 2015 of 2015, endorsing the **Rewards and Incentives System for Federal Government** employees

### Council of Ministers,

- After perusal of the Constitution
- Federal Law No (1) for 1972 on the competences of the Ministries and the Powers of the Ministers;
- Federal Law by Decree No (11) for 2008 regarding Federal Government Human Resources as amended;
- Federal Law No. (8) for the year 2011 on Reorganization of the State Audit Institution:
- ✤ Cabinet Resolution No (12) for 2012 endorsing Performance Management System for Federal Government employees; 🔨
- Cabinet Resolution No (13) For 2012 on the Executive Regulations of Federal Law by Decree No (11) for 2008 Regarding Federal Government

amendments to the criteria and conditions for granting rewards and as per the best practices in this regard, and whenever necessary, prior to submission to the Cabinet for endorsement

### Article (3)

This Resolution shall be published in the official gazette, and shall take effect on the day following its publication

## Mohammed Bin Rashid Al Maktoum

**Prime Minister** 

Issued on 21<sup>st</sup> Rajab, 1456 H Corresponding to May 10, 2015

# Rewards and Incentives System for Federal Government employees endorsed by Cabinet Resolution No 18 of 2015

### First: Definitions

In application of the provisions of this Regulation, the following words and expressions shall have the meanings assigned against each unless the text stipulates otherwise:

State:	United Arab Emirates	
Government:	Government of the United Arab Emirates	
Cabinet:	Cabinet of the United Arab Emirates	
Ministry:	the highest ranking official in a ministry $10.1$	
Federal Entity:		
,	Any ministry or Federal authority or entity having its own system by establishing law	
Minister:	The highest ranking official in a ministry, or equivalent	
Employee:	Any person who occupies a budgeted job	
Basic Salary:	An employee's initial rate of compensation prescribed	
	for a grade, and any increases thereof	
HR Department: Bonuses & translati Incentives: 2008 on	The administrative unit responsible for human	
Franslau	resources in a Federal entity	
Bonuses & ung on	Any moral or material reward whether monetary or	
Bonuses & Li Bon Incentives: 2008 on	non-monetary, given to recognize an outstanding	
Bonuses & Any moral or material reward whether monetary or Incentives::::::::::::::::::::::::::::::::::::		
as the lo	hours, which contributes to enhancing work system in	
05	a ministry or federal entity	
Committee:	Rewards and Incentives Committee formed according	
	to the provisions of this system	
External	Employees who belong to federal or local entities	
Partners:	other than those working in the ministry or federal	
	entity granting the reward, and have jointly contributed	
	to achievement tasks in the ministry or federal entity.	

### Second: Objectives

This system aims to:

1. Recognize employees' efforts regarding the development of government work, and promote institutional loyalty and teamwork

- 2. Provide a unified approach for the ministries and federal entities to motive their outstanding employees
- 3. Identify procedures and steps to be followed when rewarding Federal Government employees
- 4. Motivate employees to raise performance level and create a competitive environment among the Federal Government employees

## Third: Applicability

- a) Notwithstanding the provision of clause (B) of this Article, this system shall apply to all employees working in the ministries and federal entities that meet the conditions thereof, regardless of their grades, categories and type of contracts
- b) The following categories shall be excluded from the scope of applicability:
  I. Employees hired on temporary contracts
  II. Employees whose contracts do not include any bonuses or monotory rowords walked the store include any bonuses or

  - monetary rewards, unless the minister decides otherwise
  - III. Employees who have been terminated for any reason other than attaining the retirement age. The latter category may be entitled to any of the bonuses and incentives contained therein
  - IV. Employees hired by consulting firms and outsourced by the ministries and federal entities to provide certain services

Committees and work teams within a ministry or federal entity ofthela

## Fourth: Rewards and Incentives Committee

- a) There shall be a committee called Rewards and Incentives Committee in each ministry or federal entity, to be formed by a decision of the minister. The Committee shall be chaired by the Minister or the Under-Secretary of the Ministry or an authorized representative, with the membership of Assistant Under-Secretaries, Directors of Human Resources, Services, Strategic Planning & Institutional Excellence and Finance, the latter acting as rapporteur.
- b) The Committee will meet periodically to discuss the nominations of employees who deserve rewards and incentives as proposed by HR

departments in coordination with concerned departments prior to submission to the Minister or his authorized representative for approval.

## Fifth: Functions & Responsibilities

Entity	Functions & Responsibilities		
the Minister or	- Approve the annual budgets for the rewards and		
authorized	incentives programs which will be submitted for		
representative	approval within the special financial items pertaining to		
	incentives and bonuses in a ministry or federal		
	authority's budget, in accordance with the mechanisms		
	and procedures adopted by the Federal Government.		
	- Endorse the list of employees nominated for rewards,		
	the value of the reward for each, and the decision to		
	<ul> <li>the value of the reward for each, and the decision to disburse bonuses.</li> <li>Review the annual budget for the program; propose</li> </ul>		
Rewards and	- Review the annual budget for the program; propose		
Incentives	financial amounts to be allocated within the budget of		
Committee	the ministry or the federal authority		
197.0	- Receive applications from the HR department to		
Fransli	determine bonuses and coordinate with them to provide		
This Lagor	<ul> <li>financial amounts to be allocated within the budget of the ministry or the federal authority</li> <li>Receive applications from the HR department to determine bonuses and coordinate with them to provide the required data and response in the event of non-approval</li> <li>Prepare a list of employees entitled to rewards and submit the same to the minister for approval Prepare an annual report on bonuses and incentives</li> </ul>		
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amenui	- Prepare a list of employees entitled to rewards and		
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	within the ministry or federal entity .		
HR Department	- Scrutinize applications submitted by candidates from		
	different departments and sectors of ministries and		
	federal bodies, according to the criteria and conditions		
	set forth in this system and submit the same to the		
	Rewards and Incentives Committee for consideration.		
	- Coordinate with the Finance department to ensure		
	availability of financial allocations before referring any		
	proposals to the Committee		
	- Organize the annual ceremony to honor some		
	categories under rewards and incentives program		

	Prepare certificates of appreciation for the candidates in coordination with the Committee.	
Finance Department	<ul> <li>Ensure the availability of necessary funds for the disbursement of bonuses and incentives, according to the budget allocated for the ministry or the federal entity</li> <li>Oversee the disbursement of bonuses and incentives based on decisions and financial allocations.</li> </ul>	

### Sixth: Types of Rewards

A. <u>Cash Bonus</u> Reward granted to an employee for outstanding proposals that contribute to improved performance and work system in general, or help in achievement of strategic objectives, and add new creative ideas and value to the entity. **Criteria and Conditions of Cash Bonus** I. The employee must have passed the probation period successfully

- II. The value of the bonus should be commensurate with the employee's achievement and performance according to the provisions of this system. system. III. Availability of funds in accordance with the suggestions system applicable
- in the ministry or federal entity
- An employee may be granted more than one cash bonus during the IV. year, provided the total value of these bonuses does not exceed two basic salaries.

### Categories of Cash Bonus

Cash bonuses are awarded to the following categories:

- 1) Exceptional Employee
- 2) Creative Employee
- 3) 'Testahal' Employee
- 4) Outstanding Employee
- 5) Social Employee

- 6) Unknown Soldier
- 7) External Partners

## 1. Exceptional Employee

- The bonus is awarded to an employee who demonstrates exceptional efforts services beyond the scope of his job objectives

Criteria & Conditions of Entitlement		Reward Value
0	Examples of exceptional efforts include the	<ul> <li>The value of bonuses in</li> </ul>
	development and simplification of	this category varies
	procedures, increasing productivity in the	according to evaluation
	ministry or federal entity	of the ministry or the
0	These efforts should not be part of the	federal entity to the
	employee's job duties and individual goals	employee's efforts. The
	planned for according to the system	maximum amount
0	The efforts should contribute to the	should not exceed two
	achievement of the entity's goals at the	basic salaries in a year
	operational and strategic levels	denne Arau

2. <u>Creative Employee</u> the text of the purpose of the the text and the text of the purpose of the purp and ideas as per the suggestions scheme within the ministry or federal entity

	net		
	Criteria & Conditions of Entitlement		Reward Value
0	Providing creative proposals and ideas not	0	The value of bonuses in
	included in the plan		this category varies
0	The creative proposals and ideas are		according the nature of
	adopted, actually implemented and		suggestion provided,
	evaluated		and shall not exceed
0	The proposal must meet all the criteria of the		one basic salary per
	suggestions scheme adopted by the ministry		year, according to the
	or federal entity		suggestions system in
0	The employee must not have been awarded		place at the ministry or
	any bonus for the same proposal before		federal entity

### 3. 'Testahal' Employee

An award granted to the employee who wins 'Testahal'' (You deserve it) competition, one of the effective motivational methods launched by the Federal Authority for Government Human Resources for the purpose of encouraging the staff to pursue creativity. Winners to be honored are divided into four major categories: administrative, educational, medical and professional, and any other categories that may be specified by the program

Criteria & Conditions of Entitlement	Reward Value
o The employee must meet all the criteria	<ul> <li>Not exceeding one basic</li> </ul>
specified for the program in his ministry or	salary per year
the federal entity to win "All-Round	ree No and
Employee"	oy Decimment icles

### 4. Outstanding Employee

Outstanding Employee - Given to employees<sup>h</sup> who win one of institutional excellence awards within the ministry or federal entity or at the Federal Government level

Criteria & Conditions of Entitlement	R	lewa	ard Valu	e
<ul> <li>The employee must;</li> <li>○ Be winner of an award allocated to one of the</li> </ul>	• N	ot ex	xceeding	two
o Be winner of an award allocated to one of the	ba	asic	salaries	per
categories under institutional excellence in the	ye	ear		
ministry or federal entity,				
• Shortlisted to compete for Sheikh Mohammed bin				
Rashid Government Excellence Awards or any of				
Excellence Awards at the federal level or similar				
official awards, OR				
o Be winner of one of Sheikh Mohammed bin				
Rashid Government Excellence Awards or any of				
Excellence Awards at the federal level or similar				
official awards, OR				
<ul> <li>Be member of a team or organizational unit</li> </ul>				
winning one of Sheikh Mohammed bin Rashid				
Government Excellence Awards or any of				

Excellence Awards at the federal level or similar		
official awards, OR		
$\circ$ Be member of an outstanding team or		
organizational unit shortlisted to complete for one		
of Sheikh Mohammed bin Rashid Government		
Excellence Awards or any of Excellence Awards		
at the federal level or similar official awards		

### 5. Social Employee

- Awarded to employees who promote the role of the ministry or the federal entity in the field of community service through volunteer work or ree No.11 membership in community service associations

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## 6. Unknown Soldier: Service & Support category employees

- An award allocated for employees who demonstrate excellence in the job tasks entrusted to them, abide by code of conduct for public servants, preserve public property and approach work with dedication and positive attitude

Criteria & Conditions of Entitlement	Reward Value
The employee must:	<ul> <li>A lump sum bonus.</li> </ul>
<ul> <li>Demonstrate good conduct</li> </ul>	May be granted more
<ul> <li>Abide by official working hours</li> </ul>	than once, for a
<ul> <li>Initiates additional activities and efforts that</li> </ul>	maximum of three
impress his supervisors and co-workers	times per year,

<ul> <li>Be cooperative and helpful to all workers within the ministry or federal entity</li> </ul>	provided the amount does not exceed AED 3000

### 7. External Partners

Criteria & Conditions of Entitlement	Reward Value
The employee must:	○ A lump sum bonus. May
• Have jointly contributed to achievement of	be granted more than
tasks towards the realization of the federal	once, for a maximum of
entity's objectives and improvement of its	three times per year,
performance	provided the amount does
$\circ$ His participation and efforts add value to	not exceed AED 3000
the ministry or federal entity and impress	eral 9 tifying bic tex
his supervisors and co-workersof the tee	ofiden be Arab
<ul> <li>Be cooperative, positive and helpful in</li> </ul>	andthe
achieving the objectives of the ministry or	ity cent.
federal entityslation man to ffor the al autur	reent
<ul> <li>meet any of the conditions or criteria set by</li> </ul>	
<ul> <li>His participation and efforts add value to the ministry or federal entity and impress his supervisors and co-workers</li> <li>Be cooperative, positive and helpful in achieving the objectives of the ministry or federal entity</li> <li>meet any of the conditions or criteria set by the ministry or the federal entity which are</li> </ul>	
consistent with the nature of its work	
consistent with the nature of its work	
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## B. Annual Bonus

- The award is granted to employees who put outstanding efforts to accomplish the tasks assigned to them using the **S.M.A.R.T.** method, leading to simplification of procedures and increased productivity with the least amount of resources, and based on the results of Performance Management System for federal Government employees.
- The bonus is awarded to eligible employees at the end of the Performance Management System cycle (Annual Performance Review) each year, according to the assessment of Moderation Committee to the final evaluation result.

	Criteria & Conditions of Entitlement	Reward Value
0 0 0	Employee has at least one year's continuous service in the entity Has an outstanding performance rating as per the Performance Management System (Significantly Exceeds Expectations or Exceeds Expectations) No employee may combine annual bonus with any type of promotions No employee may be entitled to a bonus before at least 12 months from the last bonus granted.	<ul> <li>An employee with         "Significantly Exceeds         Expectations" rating shall be         granted a bonus not         exceeding three basic         salaries, while that who         attains an overall rating         "Exceeds Expectations",         shall be granted a bonus         equivalent to two basic         salaries.     </li> </ul>
C. Other Rewards - These include symbolic awards to employees with exceptional achievements that would contribute to the development of work system		
0	Criteria & Conditions of Entitlement Employee has scored an outstanding performance rating as per the Performance Management System (Significantly Exceeds Expectations or Exceeds Expectations) Exceptional performance with positive impact as per the conditions set by the ministry or federal entity	<ul> <li>Reward Value</li> <li>Certificate of appreciation issued by the minister or his authorized representative at a special ceremony salaries</li> <li>Gifts whose value does not exceed AED 5000.</li> </ul>

## Seventh: General Provisions

a) Bonuses and incentives shall be paid out the approved budgets of ministries or federal entities, and within the limits and controls of the financial allocations available for this system

- b) Nomination of employees to get one of the rewards provided for herein shall be made by the concerned organizational unit in the ministry or federal entity, in coordination with the HR department
- c) An employee shall not be entitled to any reward provided for herein if he has been subject to disciplinary measures
- d) An employee shall not be entitled to any reward provided for herein if he has been terminated for any reason other than attaining the retirement age
- e) The basic salary for those hired on lump sum contracts shall be determined on the basis of grades equivalent to their total salary

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