

**Impact analysis of Federal Cabinet Sub Committee Decision for Determining the Grading Structure of National Commission for Human Development (NCHD) with Basic Education Community School (BECS)**

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**Abstract:**

*This study is designed to analyze an impact of Federal Cabinet Sub-Committee decision on the grading determination of two different government organizations i.e. NCHD and BECS. In this study grading structure and salary structure of both organizations has been analyzed to verify any difference that prevails in the grading structure of both organizations. Primary data has been collected through questionnaires using four variables by targeting employees of both organizations. Findings of study showed that job description, salary structure, training and federal sub-committee decisions have significant effect on grading structure on both NCHD and BECS proving that there is no significant difference between grading structure of both organizations. Moreover, results showed that implementation of federal sub-committee decisions also direct the grading structure of organizations towards improvement. This study is helpful for researchers, organizations and line managers especially it is helpful for the both NCHD and BEC employees and top management to assess the impact of grading and improve the performance of their employees by especially paying attention on grading structure.*

**Key words: Job description, salary structure, training, grading structure, NCHD, BECS.**

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**INTRODUCTION**

This study plans to talk about the assurance of the NCHD grading and pay structure in equality to BECS grading and pay structure. The background of two organizations has been talked about in next lines to clearly state and understand the issue of this review.

National Commission for Human Development (NCHD) implemented numerous packages, program and schemes in order to boost-up the social sector in dynamic ways. National commission for Human Development basically endorse in increasing growth of employees by

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providing assistance to both private and public companies and designated administrators at the region height in chief schooling, literacy, revenue producing activities and basic health care service etc. Salary grades are used by many organizations to assist managers control the reimbursement of new personnel and set up suitable pay will increase for current employees even as retaining equity the various jobs in the agency. Salary grades offer a structure for fairly compensating employees and managing the payroll. On the other hand, Basic Education Community Schools Program (BECS) is a beneficiary of earlier Non-Formal Basic Education project, on track initially in the years of 1995. In this regard, the BECS promote the schooling system as an innovative mode at country level. The cross-cutting direction as goals of BECS is to strengthen the non-formal education stature so as to abolition the illiteracy rate and achieve the target the term of in receipt of basic education for the equitable society. Basic Education Community Schools Program (BECS) foundation on non-formal education system in order to delivered the free of cost education to the intended beneficiaries for the community

NCHD and BECS working at national and province level for the betterment of the rural masses and increase the socio-economic status of the rural masses. Both organizations having their own mandate, scope and direction of enquiry, in this regard, both organizations have their working pattern. The case regarding grading system of NCHD was discussed under the cabinet sub-committee and the following decision was made under para no 91 of minutes of meeting cabinet sub-committee

***Para 91.*** “*The cabinet sub-committee also discussed the issue of equivalence of the grading system of NCHD with BECS .Ruling is as follows:*

*(a) That while creating the posts for regularization of NCHD employees, the grading system of Basic Education Community Schools projects (BECS) will be applicable to NCHD as well”.*

In pursuance of above mentioned decision of the cabinet sub-committee in connection with the equivalence of grading system of BECS, NCHD issued orders about grading structure of NCHD but instead following the grading structure of BECS, as per decision of the cabinet sub-committee, NCHD authorities demoted employees to lower grades with a major decrease in their salaries and were once again placed on problem which is against the settled law on the point. Unfortunately the fruits of these efforts have not been implemented in true letter & sprits. So this

this study aims to discuss the determination of the NCHD grading and pay structure in equivalence to BECS grading and pay structure.

### **LITERATURE REVIEW:**

Corporations rehabilitated their pay and grading structure remarkably to cope up with the demands of market and competitors. Investigation executed on behalf of the Commissioned Foundation of Personnel plus Expansion in two thousand discovered that best ten percent of organizations fathomed engaged outmoded manifold grade configurations as reported by (Armstrong, 2000). Job evaluation is performed by organizations to grade the jobs so that a consistent and equitable pay structure can be recognized. Grading of jobs is determined in money terms which are professed impartial by both administration and staff and also by keeping in view the market demands.

Ranges of dynamics paid toward the excessive stages of exercise in innovative pay as well as grade facsimiles (Risher, 1994). Whole superiority as Quality Management promoters was actual vital of conventional assessment as well as pay methods plus this triggered numerous businesses toward bear in mind innovative processes. Persistent companies' vicissitudes have familiarized a persuasive want aimed at regulations plus performs which might be extra flexible and conscious of the desires of the company unit' (Risher, 2004). Categorized organization arrangements have been promptly failing and inside a new business enterprise surroundings greater flexibility have become required in admiration of grade and pay configurations.

The facts of latest grading and pay structures in non-public organizations range drastically. Though, it's miles feasible to be conscious a number of middle traits of the personal region description. While paying the charisma (man or woman) traditionally, the grade and profits attached to an assignment have been decided with the aid of the use of its fee, as described in phrases of responsibilities and accountabilities. Human Resource (HR) workforces may create this evaluation as well as subsequently consign the process toward a specified grade plus income variety. Such a way had been some of inadequacies. Eventually, the technique emphasized the notion of hierarchy in corporations, which emerge as regularly opposite to a reality of group based totally running (Snelgar, 1980).

### ***Salary or Pay Structure:***

A study conducted by (Judge, 2000) provided a survey of the pay structure and structures in the context of two different countries i.e. Tanzania and Uganda. This study increases the scientific understanding of grading structure and pay framework of two different countries as well as it provides basic frameworks of pay structure where examination and management are held properly. In 2001, nations of Tanzania and Uganda have pay levels in genuine terms as compared to previous record of 1990s. But it has been found that Uganda less pay structure in 1992 as compared to other examination nations with the exception of Botswana.

Another study performed by Peng (1992) found that Botswana was one of those countries which pay their employees high pay rates. In 2000, the best reward level in Botswana was computed at US\$40,235 per annum. Highest pay scale was also observed in Ghana where pay structure is about US\$3,373 per annum. The outstanding position of Botswana is in agreement with the nation's high Gross domestic product per capital, high rate of monetary development and spending plan surpluses for generally years.

***Job Description:***

In spitefulness of its wide use in logical research, there is unmoving no wide thoughtful by admiration to task completion. The character and implication of effort as an all-inclusive person deed must be measured. Diverse creators have distinctive techniques towards differentiating work completion. Most generally, it is referred to definitions on work fulfillments are examined in the comfortable that follows. Hoppock (1935) describes work fulfillments as any mix of cerebral and natural circumstances that reason a staff sincerely to affirm with his/her action. Vroom stated that task fulfillment focuses around the work environment. In this manner he characterized work completion as emotional introductions are directly involving (Vroom, 1964). Work fulfillment is the one given by Spector as pointed toward the occupation completion requires knowing how individuals experience concerning their movement and its diverse positions. Work execution and profession disappointment can demonstrate work situations (Pouliakas, K., &Theodossiou, I.,2009).

Employment execution is a blend of constructive or unconstructive responses that consultants feel towards their occupation. In the meantime, when a specialist work in a comer reconnection, carries with it the necessities, wants and faces which identifies hopes that he has discarded. Employment execution refers to the extent to which hopes are organized the authentic aspects (Davis et al., 1985). Employment fulfillment is the key ingredient that timely recognition, salary,

progression, also, the achievement of different objects that punctuate a feeling execution (Kaliski, 2007). Employment fulfillment is identified as the amount to which a specialist is contented with the prizes he or she runs away his metal her job, particularly for natural motivation (Statt, 2004). The term work fulfillments allude to the attitude and sentiments of their work. Ideal dispositions towards the actions reveal labor completion. Unconstructive and worrying states of mind towards the work show job distress (Armstrong, 2006).

### ***Training***

Training requires examination is consideration to be the organization of all training exercises. Maintenance of end objective to communicate fitting, powerful training concentrates on the problems of people and the connection to incentive for cash (Reid and Barrington 1999; Boydell and Leary 1996). There is common declaration in the script that a preparation wants examination is a top follow early stage in the methodical system to contract with preparation (Boydell and Leary 1996; Garavan et al., 1995; Reid and Barrington 1999; Bartram and Gibson 1997, 1999; Reay 1994; Wills, 1998).

The efficient method to contract with training is the transcendent reproduction originates in the writing (Boydell and Leary 1996, Buckley and Caple 1995, Reid and Barrington 1999, Garavan et al., 1995, Wills 1998,). The competent loom is represented slightly diversely by a mixture of creator, with fluctuating periods and mechanisms. The orderly advance is one which considers the connections connecting the parts of the preparation practice. There is a suspicion that preparation must be agreed in a recurrent or procession way (Barrington and Reid 1999, Wills, 1998, CLMS, Buckley and Caple 1995, Bartram and Gibson 1999). Bartram and Gibson (1999) expressed that an "orderly technique to contract with distinguishing training requires assurance that persons are accessible probabilities to understand which are productive and compelling. The better fraction of the deliberate techniques plot in the characters layout diverse steps and cover comparable essential mechanism; settle on the training research require, alternative appropriate strategies to talk to the distinguished need, arranging, executing and evaluating. The benefit of this advance, as laid out in the writing, is that nothing is forgotten and there is an arranged and expert approach. It additionally gives information significant to legitimize or reveal to older management what guidance is compulsory, what expenditure strategy are requisite, what they are exhausted on organization (Wills 1998).

Based on the above literature review following hypothesis have been developed:

H1: There is significant relation between the Job description of NCHD and BECS employment.

H2: There is significant relation between the salary structures of both organizations.

H3: There is significant relation among the trainings provided to employees of both organizations and Pay and grade structure

H4: There is significant relation among the federal sub-committee decisions about employees of same cadre and the NCHD and BECS with pay and grade structure.

H5: there is no substantial variance in the perception of respondents regarding the grading and pay structure of NCHD and BECS.

## **METHODOLOGY**

### ***Population and Sampling***

The inhabitants of this research integrate workers of NCHD and BECS Baluchistan. Employees from field and office staff including directors, managers, IT experts, instructors, social coordinators, advertising specialist, office secretaries and other comparable position holders were the piece of the population to sum up the outcomes and make sure that sample represent all the employees of these two NGOs.

### ***Data Collection and Selection of Sample:***

Approximately around 350 employees of both NCHD and BECS were chosen randomly who have their workplaces in Baluchistan. 125 were distributed among employees of NCHD and 125 among employees of BECS. 304 questionnaires were received back out of 350 which were useful for the study so sample size N=304.

### ***Reliability Analysis:***

Following Table 1 shows the Reliability of the variables that lies in good range between 0.70 to 0.77 (Lepak and Snell ,2002; Meyer & Allen,1987; Price and Mueller ,1986; Lepak and Snell,2000)

**Table 1: Reliability Analysis of Variables**

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**INSERT TABLE -1 HERE**

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### ***Correlation Analysis:***

Correlation analysis is used to examine the correlation among two or more than two variables. It measures that the two variables move in similar or opposite direction. It does not reflect on the informal association for the variables so it is diverse from the regression analysis.

Below table indicates the correlation of variables in case of BECS. Among demographics variables age( $r=-.272^{**}$ ), education ( $r =.131^*$ ) , tenure ( $r=-.269^{**}$ ) and scale ( $r =.025^{**}$ ) has strong correlation with grading structure. Among independent variables, job satisfaction has ( $r=.010^{**}$ ) strong correlation with grading structure. Salary structure has ( $r = .140^{**}$ ) positive and significant correlation with grading structure. Training also positive correlation with gradingstructure having coefficient value ( $r=.111^{**}$ ) while federal cabinet sub-committee decision has ( $r=.131^*$ ) strong correlation with grading structure.

**Table 2: Correlation Analysis in case of BEC**

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**INSERT TABLE -2 HERE**

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Below table indicates the correlation of variables in case of NCHD. Among demographics variables age( $r=-.212^{**}$ ), education ( $r =.121^*$ ) , tenure ( $r=-.119^{**}$ ) and scale ( $r =.110^*$ ) has strong correlation with grading structure. Among independent variables, job satisfaction has ( $r=.160^*$ ) strong correlation with grading structure. Salary structure has ( $r = .121^*$ ) positive and significant correlation with grading structure. Training also positive correlation with grading structure having coefficient value ( $r=.141^*$ ) while federal cabinet subcommittee decision has ( $r=.150^*$ ) strong correlation with grading structure.

**TABLE .3: Correlation Analysis in case of NCHD**

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***Regression Analysis:***

This technique is applied to decide the relationship among independent and dependent variables used in this study. Four variables have been used in this study as independent variables i.e. job satisfaction, salary structure, training and federal sub-committee decisions while grading structure is used as dependent variable. Two regression models have been shown in table below to provide comparative analysis of grading structure of NCHD and BECS.

Following table 4 represents value of  $R$  is .653,  $R$  square is .099 and adjusted  $R$  square is .072.  $R$  square represents that data is best fitted in regression model.

**Table.4: R,R square and Adjusted R square**

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**INSERT TABLE -4 HERE**

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Following Table 5 shows The tabulated value of  $F$  is 31.151 and its significance level is .000 which is less than .05. The corresponding values show the good fit of model and represent that model is specified.

**Table. 5: ANOVA**

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**INSERT TABLE 5 HERE**

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The results in above table indicate that job description , training has a positive and significant relationship with grading in both organizations (BECS and NCHD) with  $p < .01$ . Hence the results supported the hypothesis 1, 2& 3 of this study.

The results also indicate that federal sub-committee decisions has a positive and significant relationship with grading and pay structure in both organizations (BECS and NEHD) having beta value .022 and .104 as with  $p < .01$ . Hence the results supported the fourth hypothesis.

Last hypothesis of this study was that there is no substantial variance in the perception of respondents regarding the grading of NCHD and BECS. The results of regression analysis shows that grading structure has a positive and significant relationship with all four variables i.e. job description, salary structure, training and federal subcommittee decisions for employees of same cadre in case of both BECS and NCHD having indicating that there is no variance in the perception of respondents regarding grading structure of NCHD and BECS. Hence the results supported the last hypothesis of this study. Summing up all hypothesis of this study have been accepted.

## **DISCUSSION AND CONSLUSION**

This study was a comparative analysis in which grading and pay structure of two organizations have been investigated. NCHD and BECS were two organizations which have been selected for examining their grading structure. To investigate their grading structure four independent



variables. i.e. job description, salary structure, training and federal sub-committee decisions have been used while grading and pay structure has been used as dependent variable. This study found the support from our findings as well as from previous studies. Generally all of our hypotheses have been accepted.

First hypothesis was about the relationship of Job description and NCHD and BECS grading. The regression results of indicated that job description has a positive and significant relationship with grading in both organizations having beta value .093 and .052 as with  $p < .01$ . Hence the results prove that there is significant relation between the Job description of NCHD and BECS grading. Thus the results supported the hypothesis H1. Results are consistent with the previous findings of (Armstrong, 2000) and Hausknecht et al. (2008). Second hypothesis measures the relationship between the salary structures and grading of both organizations. The results of analysis indicate that salary structure has a positive and significant relationship with grading in both organizations having beta value .094 and .051 as with  $p < .01$ . Hence the results prove that there is significant relation between salary structure and grading of NCHD and BECS. Thus the results supported the hypothesis H2. Significant findings are in line with the previous findings of (Beardwellet al., 2004) and (Robbins and Judge, 2007).

Third hypothesis measures the relationship between trainings provided to employees of both organizations and grading and pays structure. The results of analysis indicate that trainings has a positive and significant relationship with grading and pay structure in both organizations having beta value .162 and .190 as with  $p < .01$ . Hence the results prove that there is significant relation between training and grading and pay structure of NCHD and BECS. Thus the results supported the hypothesis H3 and results are consistent with the past studies of Buckley and Caple (1995), Bartram and Gibson (1999). Bartram and Gibson (1999).

Fourth hypothesis measures the relationship between federal sub-committee decisions about employees of same cadre and the NCHD and BECS with pay and grade structure. The results of analysis indicate that federal subcommittee decisions has a positive and significant relationship with grading and pay structure in both organizations having beta value .022 and .104 as with  $p < .01$ . Hence the results prove that there is significant relation between federal sub-committee and grading and pay structure of NCHD and BECS. Thus the results supported the hypothesis and the results are in line with past studies of Herbert and Doverspike (1990).

Last hypothesis measures that there is no substantial variance in the perception of respondents regarding the grading of NCHD and BECS. The results of regression analysis shows that grading structure has a positive and significant relationship with all four variables i.e. job satisfaction, salary structure, training and federal sub-committee decisions for employees of same cadre in case of both BECS and NCHD having indicating that there is no variance in the perception of respondents regarding grading structure of NCHD and BECS. Hence the results supported the hypothesis that there is no substantial variance in the perception of respondents regarding the grading of NCHD and BECS. Thus the hypothesis is accepted. Results verified that grading structure of both organizations has no difference. Job description, salary structure, training and federal subcommittee have similar effects on grading structure of both NCHD and BECS indicating that grading structure of organizations can be improved by increasing satisfaction level among employees as well by revising their salary structure. Moreover, training not only improves performance of employees but also improved grading structure. Results of regression also indicated that federal sub-committee decisions also has significant effect on grading structure meaning that if an organization implement federal sub-committee recommendations, its grading structure can also get improved.

### ***Suggestions for Future Research***

This research contributes not only in literature and practical field but also open some new ways for promising researchers to additional examine the grading structure on other domains like perception of politics and distributive justice. Grading structure of other NGOs in other districts with better sample size can be used for further study.

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