

Sales Compensation

# Commission (USA Standard)



You are paid commission based on

NFI, for your split of the deal.

(Eg – fee of \$20k split between you

and another consultant at 50%

each. You get \$10k towards your

quarterly number)

NFI (Net Fee Income) is calculated quarterly, but commissions are paid monthly in arrears

#### **Bandings:**

**\$0k to \$40k = 10% Payout** 

**\$40k to \$80k = 20% Payout** 

**\$80k to \$120k = 30% Payout** 

**\$120k + = 40% Payout** 



#### Example

Let's assume the below table, consists of all your placements in Q2 (Apr/May/Jun):

Candidate	Client	Salary	<u>%</u>	Fee (NFI)	Start Date	<b>Commission Paid</b>
Α	ABC Inc	\$100,000	20%	\$20,000	05-Apr-24	May-24
В	DEF Inc	\$90,000	18%	\$16,200	10-Apr-24	May-24
С	GHI Inc	\$110,000	25%	\$27,500	05-May-24	Jun-24
D	JKLInc	\$80,000	20%	\$16,000	10-May-24	Jun-24
E	MNO Inc	\$140,000	20%	\$28,000	05-Jun-24	Jul-24
F	PQR Inc	\$150,000	20%	\$30,000	10-Jun-24	Jul-24

\$137,700

Using your commission bandings on the previous page, let's apply them to your NFI:

Total NFI for Q2 (Apr/May/Jun)	\$137,700	
\$40,000 x 10% =	\$4,000	Commission
\$40,000 x 20% =	\$8,000	Commission
\$40,000 x 30% =	\$12,000	Commission
\$17,700 x 40% =	\$7,080	Commission
	\$31,080	-



### Example

Commissions are paid monthly in arrears (eg - a placement who starts in April, commission for this will be paid in May)

NFI Month	NFI Amount	Calculation	Commission Payment	Payment Month
April	\$36,200	Cumulative total of \$36200	\$3,620	May
May	\$43,500	Cumulative total of \$79700 less previous months payment	\$7,320	June
June	\$58,000	Cumulative total of \$137700 less previous months payment	\$20,140	July
	\$137,700		\$31,080	



## Other Information:

- Finance will set you up on our Konquest (https://konquest.io/product) portal, in due course, which will enable you see details of your commission payouts.
- Contractor commission is payable upon actual billings (approved timesheets)
- Permanent commission is payable upon confirmation that the candidate has started.