

June 7, 2025

Mr. John Davison
President & CEO
PSEC Secretariat
Suite 210 – 880 Douglas Street
Victoria, BC V8W 2B7

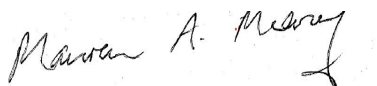
Dear Mr. Davison:

Re: 2024/2025 Statement of Executive Compensation – Provincial Health Services Authority

The 2024/2025 Statement of Executive Compensation of the Provincial Health Services Authority (PHSA) has been reviewed and approved by myself as Board Chair of PHSA. I confirm the following:

- The board is aware of the executive compensation paid in the prior fiscal year.
- The compensation information being disclosed is accurate and includes all compensation paid by PHSA, foundations, subsidiaries or any other organization related to or associated with PHSA. It also includes the value of any pre or post-employment payments made during the 12-month period before or after the term of employment.
- Compensation was within approved compensation plans and complies with government guidelines including the Taxpayer Accountability Principles.

Sincerely,



Maureen Maloney, OBC, KC
Interim Board Chair, PHSA

Att.

**Public Sector Executive Compensation Reporting
Provincial Health Services Authority (PHSA)
Statement of Executive Compensation
2024/25**

COMPENSATION DISCUSSION AND ANALYSIS

Provincial Health Services Authority (PHSA) plans, manages and evaluates specialty and province-wide health care services across BC, working with the five geographic health authorities and the First Nations Health Authority to meet local and provincial needs. The goal is to ensure that everyone in the province has access to the kind of specialized health services they need, when they need them, wherever they happen to live.

PHSA achieves this goal by fulfilling two main roles:

1. It is responsible for managing and governing well-known specialized programs and services:
 - BC Autism Network
 - BC Cancer
 - BC Centre for Disease Control
 - BC Children's Hospital and Sunny Hill Health Centre
 - BC Early Hearing
 - BC Emergency Health Services (including BC Ambulance Service, BC Bedline, and BC Trauma)
 - BC Mental Health Substance Use Services (including Forensic Psychiatric Services, Child and Youth Mental Health, and Corrections Services)
 - BC Renal
 - BC Surgical Patient Registry
 - BC Transplant
 - BC Women's Hospital + Health Centre
 - Cardiac Services BC
 - Child Health BC
 - Critical Care BC
 - Cystic Fibrosis Care BC
 - Emergency Care BC
 - Health Emergency Management
 - Indigenous Health
 - Lower Mainland Biomedical Engineering
 - Lower Mainland Health Information Management
 - Lower Mainland Medical Imaging Program
 - Lower Mainland Pharmacy Services
 - Medical Mobile Unit
 - Pain Care BC
 - Perinatal Services BC
 - Population & Public Health
 - Post-Covid-19 Interdisciplinary Clinical Care Network
 - Provincial Laboratory Medicine Services
 - Provincial Language Services
 - Provincial Infection Control Network
 - Provincial Retinal Disease Treatment
 - Provincial Supply Chain Services
 - Services Francophone
 - Stroke Services BC
 - Trans Care BC
 - Trauma Services BC
2. It plans, coordinates, evaluates and, in some cases funds specialized services delivered

by the regional health authorities. PHSA's role supports the accessibility, quality, efficiency and effectiveness of province-wide programs and services.

PHSA is a member employer of the Health Employers Association of BC and is governed by the HEABC Compensation Reference Plan. The Plan has been developed pursuant to the statutory requirements of the Public Sector Employers Act and is applied across the member employers of HEABC for non-union, management and executive roles within healthcare. The Plan was refreshed in November 2015 to align with Government's recommendation of a common compensation philosophy for the broader public sector using shared principles aligned with the Province's Taxpayer Accountability Principles. As with other public employers, we are also subject to policies determined by the Public Sector Employers Council Secretariat (PSEC).

Compensation Principles

PHSA's compensation principles have been updated to reflect government's core principles and are consistent with the compensation principles contained in the Compensation Reference Plan Guidelines. The core principles are:

- **Performance:** Compensation programs support and promote a performance-based (merit) organizational culture.
- **Differentiation:** Differentiation of salary is supported where there are differences in the scope of the position within an organization, and/or due to superior individual team contributions.
- **Accountability:** Compensation decisions are objective and based upon a clear and well documented business rationale that demonstrates the appropriate expenditure of public funds.
- **Transparency:** 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.

Compensation Policy Objectives

PHSA's Compensation Policy Objectives are consistent with the updated compensation policy objectives contained in the Compensation Reference Plan Guidelines. The objectives are as follows:

1. A defensible compensation system recognizes the responsibility of the health sector to establish compensation levels that acknowledge fairness and the public's ability to pay. Compensation levels in the health sector will reflect the market average and will not lead the market. This ensures that taxpayers receive the maximum benefits from qualified individuals occupying jobs in the health sector.
2. External equity requires competitive levels of compensation be established, that address issues of attraction and retention, by analyzing compensation practices in relevant labour markets including British Columbia health sector bargaining associations.
3. Internal equity requires the relative worth of jobs be established by measuring the composite value of skill, effort, responsibility and working conditions.

4. Compensation will reinforce and reward performance through measurable performance standards that support and promote a performance based culture.
5. Compensation policies will comply with the intent and requirements of legislation and be non-discriminatory in nature.

Compensation Survey

HEABC is responsible for conducting an annual cash compensation survey to ensure appropriate internal and external equity are maintained.

Job market matches shall be appropriate to the type of position: local for administrative support positions; and provincial or national for managerial positions and provincial, national and international for executive positions. The comparison of compensation shall be relevant to the PSEC approved external labour markets.

Reference Salary Ranges

A defensible compensation system responds to broad equity issues. The Plan recognizes the responsibility of the health sector to establish compensation levels that acknowledge fairness and the public's ability to pay, re-enforcing the notion of accountability. Fundamental to this statement is the fact that compensation practices in the health sector cannot lead the market, while providing appropriate levels of compensation that support recruitment and retention needs. This ensures that taxpayers receive the maximum benefits from qualified individuals occupying jobs within the health care sector, further re-enforcing the notion of accountability.

HEABC is responsible for providing healthcare employers with reference salary ranges. The reference salary ranges will be based on the 50th percentile of the blended market survey. The salary reference ranges will include provisions for an adequate range and spread of salary rates to differentiate developmental, job standard, and above standard rates.

Employers will administer salaries within the reference salary ranges and compensation guidelines.

Circumstances may require employers to address compression or inversion issues between non-contract staff and directly supervised bargaining unit employees. A differential of up to 15% may be established where there is a functional supervisory role, with responsibility and accountability for outcomes. This differential does not form part of the comparison ratio calculation.

Organization Information Plan

The Organization Information Plan provides a means of grouping organizations with similar characteristics for the purpose of comparing pay practices of the employer groups to their relevant labour markets and establishing discrete salary ranges for each of the employer groups.

Role Assessment Plan

The Role Assessment Plan (a point factor job evaluation plan) provides a means of establishing an equitable hierarchy of jobs within an organization, as well as a comparison of jobs across the healthcare sector. The hierarchy of jobs is determined by assessing the skill, effort, responsibility, and working conditions inherent in all jobs in HEABC member organizations.

Application of the Compensation Reference Plan

Newly hired employees are placed on the appropriate salary range based on the new hire's work experience, skills, and competencies for placement within the salary range established for the job, in most circumstances, PHSA works with HEABC and PSEC to review Market regularly and establish competitive rates.

Performance reviews are conducted annually (April each year) using a comprehensive employee performance and development plan tool. The amount of adjustments varies based on the employee's performance evaluation score.

Executive Compensation

The CEO and each named executive officer (NEO) are reported in the Summary Compensation Table of this disclosure pursuant to the Public Sector Executive Compensation Reporting Guidelines. We are unique from the other five geographic health authorities, in that PHSA has a specialized and province-wide mandate. As such, we provide high quality, specialized services in areas such as oncology, paediatrics, psychiatry and perinatal care. As a result, we employ a higher number of specialists than other health authorities. In addition, due to our structure, we are responsible for and report out on the Programs and Services that comprise PHSA, the senior leaders of which are employees of those Programs/Services or may be paid by a partner organization in some instances (eg. an academic centre).

Benefits

PHSA executive benefit package (Standard Executive Benefit Plan – refreshed in January 2015) is comparable to other health sector employers in British Columbia and includes the following key elements:

Medical Services Plan

The PHSA covers the premium costs for participation of the employee and their eligible dependent(s) in the British Columbia Medical Services Plan.

Extended Health Benefits Plan

The Plan provides employees and their dependent(s) with prescription drug reimbursement and other approved paramedical services subject to yearly maximum levels and a deductible of \$100/year effective January 2015. PHSA pays the cost of premiums.

Dental Plan

PHSA pays the cost of a Dental Plan that provides to the employee and their dependent(s) 100% reimbursement for Basic Services, Prostheses, Crowns, Bridges, and Orthodontics.

Group Life Insurance

This plan provides a non-evidenced benefit of five (5) times annual salary to a maximum of \$1,000,000 to the beneficiary or estate of a deceased employee. PHSA pays the cost of premiums.

Dependent Group Life Insurance

This plan provides for \$10,000 spousal insurance and \$5,000 insurance for each dependent child. PHSA pays the cost of premiums.

Accidental Death and Dismemberment

This plan provides up to five (5) times annual salary to a maximum non-evidenced coverage of \$1,000,000 in the event of accidental death or dismemberment. PHSA pays the cost of premiums.

Long Term Disability Insurance

This plan provides continuing income in the event of total disability after a qualifying period. The taxable benefit is 77% of pre-disability gross salary to a maximum non-evidenced monthly benefit of \$10,000. PHSA pays the cost of premiums.

Pension Plan

Eligible executives participate in the Municipal Pension Plan or the Public Service Pension Plan. This plan has contributions from the employer and employee, as established by the Pension Board.

Perquisites

The CEO and the Executive Vice President are provided a vehicle allowance, if eligible. Parking is paid for by PHSA for the CEO and executive staff located at PHSA's corporate office.

Annual Leave

Subject to portability rules, executives are eligible for annual vacation entitlements as follows:

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- Up to a maximum of twenty (20) days after one (1) year of service and up to four (4) years of service.
- After four (4) years of continuous service, one (1) additional day for each additional year of employment, up to a maximum of thirty-five (35) days.

Provincial Health Services Authority

Summary Compensation Table at 2025

Name and Position	Salary	Holdback/Bonus/ Incentive Plan Compensation	Benefits	Pension	All Other Compensation (expanded below)	2024/2025 Total Compensation	Previous Two Years Totals Total Compensation	
							2023/2024	2022/2023
David Byres, President & CEO	\$ 405,899	-	\$ 22,936	\$ 37,789	\$ 15,381	\$ 482,005	\$ 467,181	\$ 429,952
Kim Chi, Executive Vice President and Chief Medical Officer, BC Cancer	\$ 628,023	-	\$ 21,794	\$ 58,469	\$ 953	\$ 709,239	\$ 526,007	
Leanne Heppell, Executive Vice President, BC Emergency Health Services and Chief Ambulance Officer	\$ 330,446	-	\$ 38,136	-	\$ 14,638	\$ 383,220	\$ 366,390	\$ 348,354
Michael Lord, Vice President, Finance and Business Operations & Chief Financial Officer	\$ 323,273	-	\$ 23,907	\$ 30,097	-	\$ 377,277		
Scott MacNair, Executive Vice President Business Operations	\$ 149,125	-	\$ 7,619	\$ 13,884	\$ 9,580	\$ 180,208	\$ 368,572	\$ 342,115
Shannon Malovec, Executive Vice President, Digital Health, Information Services and Innovation	\$ 312,670	-	\$ 24,459	\$ 29,109	-	\$ 366,238	\$ 352,948	\$ 320,405
Susan Wannamaker, Executive Vice President, Clinical Service Delivery, PHSA	\$ 341,290	-	\$ 22,082	-	-	\$ 363,372	\$ 351,996	\$ 326,343

Summary Other Compensation Table at 2025

Name and Position	All Other Compensation	Severance	Vacation Payout	Paid Leave	Vehicle / Transportation Allowance	Perquisites / Other Allowances	Other
David Byres, President & CEO	\$ 15,381	-	-	-	\$ 14,587	-	\$ 794
Kim Chi, Executive Vice President and Chief Medical Officer, BC Cancer	\$ 953	-	-	-	-	-	\$ 953
Leanne Heppell, Executive Vice President, BC Emergency Health Services and Chief Ambulance Officer	\$ 14,638	-	\$ 8,638	-	\$ 6,000	-	-
Michael Lord, Vice President, Finance and Business Operations & Chief Financial Officer	-	-	-	-	-	-	-
Scott MacNair, Executive Vice President Business Operations	\$ 9,580	-	\$ 9,103	-	-	-	\$ 477
Shannon Malovec, Executive Vice President, Digital Health, Information Services and Innovation	-	-	-	-	-	-	-
Susan Wannamaker, Executive Vice President, Clinical Service Delivery, PHSA	-	-	-	-	-	-	-

Notes

David Byres, President & CEO	<p>General Note: Dr. David Byres received a 3% performance-based salary increase effective April 1st 2024. Please note Dr. David Byres, is taking on a secondment with the Ministry of Health to serve as a senior executive advisor to Minister Osborne effective March 31, 2025 onwards.</p> <p>Other Note: \$794 is for professional association/membership dues.</p>
Kim Chi, Executive Vice President and Chief Medical Officer, BC Cancer	<p>General Note: Effective April 1, 2024, Dr. Kim Chi annualized based salary was increased by 3%, to \$431,398 as per the finalized physician service and contract rate increase for FY 2024/25; with an additional annual stipend of \$160,000 and a retro payment of \$30,230.82, that was paid out on April 11, 2024 for the period of November 1, 2023 to March 31, 2024.</p> <p>Other Note: \$953 is for employer paid parking.</p>
Leanne Heppell, Executive Vice President, BC Emergency Health Services and Chief Ambulance Officer	<p>General Note: Leanne Heppell received a 3% performance-based salary increase effective April 1, 2024.</p>
Michael Lord, Vice President, Finance and Business Operations & Chief Financial Officer	<p>General Note: Effective August 9, 2024, Michael Lord's portfolio was expanded to include responsibilities that were previously under the Executive Vice President, Business Operations. With the addition of responsibilities, Michael received \$8,135.37 in additional pay premium (on top of base salary) from August 9, 2024 to February 13, 2025. He received an equity adjustment of 5% on base salary, effective February 14, 2025. Due to the added responsibilities, his portfolio has substantially grown in scope and thus will be reported going forward.</p>
Scott MacNair, Executive Vice President Business Operations	<p>General Note: Scott MacNair received a 3% performance-based salary increase effective April 1, 2024. Scott MacNair's last working day in office as Executive Vice President, Business Operations with PHSA was August 9, 2024. He took earned vacation time for the period August 9, 2024 to September 13, 2024 (last paid day). Upon departure, responsibilities for this role have been reassigned to other positions within the executive team, and the role has been inactivated. As a result, this position will not be included in future years disclosure statements.</p> <p>Other Note: \$477 is for employer paid parking.</p>
Shannon Malovec, Executive Vice President, Digital Health, Information Services and Innovation	<p>General Note: Shannon Malovec received a 3% performance-based salary increase effective April 1, 2024. The portfolio size, scope and financial responsibilities continue to grow and therefore this position remains one of the top decision makers at PHSA.</p>
Susan Wannamaker, Executive Vice President, Clinical Service Delivery, PHSA	<p>General Note: Susan Wannamaker received a 3% performance-based salary increase effective April 1, 2024.</p>