

<u>Global Upside</u> is the preferred <u>Professional Employer Organization</u> (PEO) for The University of North Carolina at Chapel Hill. Global Upside provides departments and schools Employer of Record services for faculty, staff, and students who reside abroad, either permanently or temporarily, due to COVID or other circumstances, and require payment for services.

By working with a PEO, units (and UNC employees) are guaranteed that payments for global employment are compliant with foreign tax and other regulatory requirements. Since Global Upside has a Master Service Agreement with UNC-Chapel Hill, units can engage Global Upside directly to make inquiries, finalize individual contracts, and process monthly payroll payments.

Global Upside is a full-service company with 21 years of experience and 24/7 support in 150+ countries. UNC has a single point of contact at Global Upside who is happy to answer your questions.

Please contact Shane Jacobs at shane.jacobs@globalupside.com or 480-740-2204.

# **Professional Employer Organization (PEO) Costs**

There are both one-time, annual, and monthly fees for PEO services in addition to payroll expenses, including salary, foreign taxes, and statutory benefits. Foreign taxes and statutory benefits—or social costs—vary by country and are charged as a percentage of salary. See examples below.

While most employment contracts with Global Upside will use a standard template, in those rare circumstances when a specialized contract is needed, additional charges may apply. Otherwise, the charts below outline the expenses you can expect.

Monthly Fees Per Person	
Service Fee	15 percent of payroll expense or \$1,500
	minimum
Wire Fees (two per month)	\$90 total
Travel Insurance (required)	\$10 per person

One-Time and Annual Costs Per Person	
Setup and onboarding	\$2,000 per employee
Background Check	Typically, between \$100-\$500 per employee based on number of countries lived in during the past 7 years.
Deposit	2-months' salary, social costs, and fees are collected at the onset of the employee agreement. Deposit is fully refunded at end of the employee's contract with Global Upside.
Annual tax filing	\$200 per year
Offboarding (whenever contract ends)	\$750

## **Benefits**

Global Upside, as the Employer or Record, provides statutory benefits as required by law in each country. If you would like to offer supplemental benefits such as private medical, life, and other coverages, you can elect to provide these benefits at an additional cost. Plans start at \$375 per employee per month, and Global Upside can provide these details.

## **Onboarding Timeline**

A typical onboarding timeline is 30 days from the time the contract is signed, and startup fees and deposits are received. Part of this onboarding process includes executing an employment contract, setting up the employee's payroll and benefits account, and other processes as required by law.

## **Other Services**

In addition to PEO services, Global Upside can make one-time **non-service** payments to individuals who are residing abroad. The flat fee for this service is \$750.

## **Social Costs**

As noted above, social costs (foreign taxes and statutory benefits charged as a percentage of salary) vary by country, sometimes significantly. Global Upside will ensure all individuals under contract have the necessary taxes and benefits paid in the country of residence. Listed below are some examples of social costs where UNC has large concentration of international students and scholars.

Social Costs by Country	Percentage Charged
Brazil	36 percent
Canada	7 percent
China	30 percent
Germany	18 percent
India	12 percent
Japan	18 percent
Mexico	35 percent
South Korea	10 percent
Taiwan	23 percent
United Kingdom	17 percent

# **Total Costs**

Listed below are three country examples (Brazil, China, Germany) of total costs for: 1) an employee whose salary is \$50,000/per year; and 2) another employee whose salary is \$20,000/per year (e.g., graduate research or teaching assistant). These examples are accurate as of October 2020 and are for illustrative purposes only. Actual expenses for specific cases might differ depending on individual circumstances and needs.

	Estimated	Estimated M	andatory	Global Upside Percentage Fee	Global Upside Minimum		
Country - Work Type	Monthly Salary	Employer Social Charges*		(doesn't apply in this example)	Monthly Fee (applies in this	Fee Total	Expected Total Cost of Employment/Per Month
		%	\$		example)		
BRAZIL - Employee (\$50,000 per year)	\$4,167	36%	\$1,510	15%	\$1,500	\$1,500	\$7,177

<sup>\*</sup>Social Charges include \$10 per month of travel insurance provided to all employees

## SUMMARY

Start Up Fees		
Onboarding Fee	\$2,000	One-Time Fee (month 1)
Deposit	\$15,000	2 months of salary, social charges & fees - fully refunded at the end of the contract
Background Check	\$100-\$500	Per employee estimate based on number of countries employee has lived during past 7 years
Ongoing Fees		
Monthly Salary	\$4,167	
Social Charges	\$1,510	Estimated Mandatory Social Charges are set forth by each country and are always passed through as actual
Global Upside Fee	\$1,500	Per month (minimum fee applies in this example)
Wire Fees	\$90	\$45 per wire (typically 2 wires per month: 1 wire from UNC to Global Upside, and 1 wire from Global Upside to country)
Annual Fees		
Tax Filing Fee	\$200	Annual Tax Filing Fee (typically in January of each year)
Offboarding Fee	\$750	One time fee at end of employee's contract with Global Upside

Country - Work Type	Estimated Monthly Salary			Global Upside Percentage Fee (doesn't apply in this example)	Global Upside Minimum Monthly Fee (applies in this	Fee Total	Expected Total Cost of Employment/Per Month
		%	\$		example)		
BRAZIL - Graduate Student (\$20,000 per year)	\$1,667	36%	\$610	15%	\$1,500	\$1,500	\$3,777

<sup>\*</sup>Social Charges include \$10 per month of travel insurance provided to all employees

#### SUMMARY

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Start Up Fees		
Onboarding Fee	\$2,000	One-Time Fee (month 1)
Deposit	\$8,000	2 months of salary, social charges & fees - fully refunded at the end of the contract
Background Check	\$100-\$500	Per employee estimate based on number of countries employee has lived during past 7 years
Ongoing Fees		
Monthly Salary	\$1,667	
Social Charges	\$610	Estimated Mandatory Social Charges are set forth by each country and are always passed through as actual
Global Upside Fee	\$1,500	Per month (minimum fee applies in this example)
Wire Fee	\$90	\$45 per wire (typically 2 wires per month: 1 wire from UNC to Global Upside, and 1 wire from Global Upside to country)
Annual Fees	· · ·	
Tax Filing Fee	\$200	Annual Tax Filing Fee (typically in January of each year)
Offboarding Fee	\$750	One time fee at end of employee's contract with Global Upside

				Global Upside	Global Upside		
	Estimated	Estimated M	andatory	Percentage Fee	Minimum		
Country - Work Type	Monthly	Employer Social Charges*		(doesn't apply in	Monthly Fee	Fee Total	Expected Total Cost of Employment/Per Month
	Salary			this example)	(applies in this		
		%	\$		example)		
CHINA - Employee (\$50,000 per year)	\$4,167	30%	\$1,260	15%	\$1,500	\$1,500	\$6,927

<sup>\*</sup>Social Charges include \$10 per month of travel insurance provided to all employees

## Summary

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Start Up Fees		
Onboarding Fee	\$2,000	One-Time Fee (month 1)
Deposit	\$14,000	2 months of salary, social charges & fees - fully refunded at the end of the contract
Background Check	\$100-\$500	Per employee estimate based on number of countries employee has lived during past 7 years
Ongoing Fees	·	
Monthly Salary	\$4,167	
Social Charges	\$1,260	Estimated Mandatory Social Charges are set forth by each country and are always passed through as actual
Global Upside Fee	\$1,500	Per month (minimum fee applies in this example)
Wire Fees	\$90	\$45 per wire (typically 2 wires per month: 1 wire from UNC to Global Upside, and 1 wire from Global Upside to country)
Annual Fees		
Tax Filing Fee	\$200	Annual Tax Filing Fee (typically in January of each year)
Offboarding Fee	\$750	One time fee at end of employee's contract with Global Upside

				Global Upside	Global Upside		
	Estimated		Estimated Mandatory		Minimum		
Country - Work Type	Monthly	Employer Social Charges*		(doesn't apply in	Monthly Fee	Fee Total	Expected Total Cost of Employment/Per Month
	Salary			this example)	(applies in this		
		%	\$		example)		
CHINA - Graduate Student (\$20,000 per year)	\$1,667	30%	\$510	15%	\$1,500	\$1,500	\$3,677

<sup>\*</sup>Social Charges include \$10 per month of travel insurance provided to all employees

## Summary

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Start Up Fees		
Onboarding Fee	\$2,000	One-Time Fee (month 1)
Deposit	\$8,000	2 months of salary, social charges & fees - fully refunded at the end of the contract
Background Check	\$100-\$500	Per employee estimate based on number of countries employee has lived during past 7 years
Ongoing Fees		
Monthly Salary	\$1,667	
Social Charges	\$510	Estimated Mandatory Social Charges are set forth by each country and are always passed through as actual
Global Upside Fee	\$1,500	Per month (minimum fee applies in this example)
Wire Fees	\$90	\$45 per wire (typically 2 wires per month: 1 wire from UNC to Global Upside, and 1 wire from Global Upside to country)
Annual Fees	·	
Tax Filing Fee	\$200	Annual Tax Filing Fee (typically in January of each year)
Offboarding Fee	\$750	One time fee at end of employee's contract with Global Upside

				Global Upside	Global Upside		
	Estimated	Estimated M	andatory	Percentage Fee	Minimum		
Country - Work Type	Monthly	Employer Social Charges*		(doesn't apply in	Monthly Fee	Fee Total	Expected Total Cost of Employment/Per Month
	Salary			this example)	(applies in this		
		%	\$		example)		
GERMANY - Employee (\$50,000 per year)	\$4,167	18%	\$760	15%	\$1,500	\$1,500	\$6,427

<sup>\*</sup>Social Charges include \$10 per month of travel insurance provided to all employees

## Summary

\$2,000	One-Time Fee (month 1)
\$13,000	2 months of salary, social charges & fees - fully refunded at the end of the contract
\$100-\$500	Per employee estimate based on number of countries employee has lived during past 7 years
•	
\$4,167	
\$760	Estimated Mandatory Social Charges are set forth by each country and are always passed through as actual
\$1,500	Per month (minimum fee applies in this example)
\$90	\$45 per wire (typically 2 wires per month: 1 wire from UNC to Global Upside, and 1 wire from Global Upside to country)
\$200	Annual Tax Filing Fee (typically in January of each year)
\$750	One time fee at end of employee's contract with Global Upside
	\$13,000 \$100-\$500 \$4,167 \$760 \$1,500 \$90

				Global Upside	Global Upside		
	Estimated	Estimated M	andatory	Percentage Fee	Minimum		
Country - Work Type	Monthly	Employer Social Charges*		(doesn't apply in	Monthly Fee	Fee Total	Expected Total Cost of Employment/Per Month
	Salary			this example)	(applies in this		
		%	\$		example)		
GERMANY - Graduate Student (\$20,000 per year)	\$1,667	18%	\$310	15%	\$1,500	\$1,500	\$3,477

<sup>\*</sup>Social Charges include \$10 per month of travel insurance provided to all employees

## Summary

Sullillary					
Start-Up Fees					
Onboarding Fee	\$2,000	One-Time Fee (month 1)			
Deposit	\$7,000	2 months of salary, social charges & fees - fully refunded at the end of the contract			
Background Check	\$100-\$500	Per employee estimate based on number of countries employee has lived during past 7 years			
Ongoing Fees					
Monthly Salary	\$1,667				
Social Charges	\$310	Estimated Mandatory Social Charges are set forth by each country and are always passed through as actual			
Global Upside Fee	\$1,500	Per month (minimum fee applies in this example)			
Wire Fees	\$90	\$45 per wire (typically 2 wires per month: 1 wire from UNC to Global Upside, and 1 wire from Global Upside to country)			
Annual Fees					
Tax Filing Fee	\$200	Annual Tax Filing Fee (typically in January of each year)			
Offboarding Fee	\$750	One time fee at end of employee's contract with Global Upside			