

Hiring Employees Guide

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1. Study Federal and State labor laws

- Differences between employees and independent contractors
- o Equal opportunity laws and regulations
- o Harassment and discrimination laws and regulations
- Payroll taxes and unemployment taxes
- o Worker's compensation insurance (Virginia VWCC)
- o Minimum wages and overtime wages, exempt and non-exempt positions
- o See: IRS Information and Virginia Employment Commission

2. Create an Employment Agreement

- Conditions of continued employment (regular drug tests and training, current certifications)
- o Ground for, and procedure to terminate employment. Severance package if any.
- o Policy on the use of company assets (equipment, online accounts and intellectual property)
- o Non-disclosure and non-compete
- o Periodic performance reviews

3. Create an Employee Handbook

- Code of professional conduct
- o Harassment, discrimination and inclusion policies
- Safety policies
- o Periodic training
- Physical security of buildings, offices, or stores
- Cyber security requirements
- Administrative leave policy
- Remote work policy
- o HIPAA compliance policies for medical businesses

4. Decide what salary and benefits to offer

- o Full-time or part-time, salaried or hourly wages, exempt or non-exempt
- Vacation, sick, and parental maternity leave. List of holidays.
- o Health Insurance
- o Retirement account
- Health club monthly fees or other wellness related expenses

5. Sign up for a payroll service

- o Examples: Quickbooks, AccountEdge, Patriot, Zoho, Dynamics 365, Xero, Wave, Square
- If you don't have a Virginia tax ID (for payroll taxes) and VEC ID (for unemployment taxes), get one at: Virginia tax ID

6. Write up a position description

- o The description must include at least 3 sections:
 - Duties
 - Responsibilities
 - Qualifications (experience, education, certifications and knowledge of professional tools)
- Search online job sites (see below) for similar jobs to get examples.



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7. Post the open position online

- o In the job post ask for a resume and a letter
- o Do not include salary information other than "salary commensurate with qualifications and experience"
- o General online job sites: LinkedIn , Indeed, Monster, ZipRecruiter, SimplyHired
- o Specialized job boards: <u>Dice</u> for tech jobs , <u>SnagAJob</u> for restaurant jobs, <u>AdminCareers</u>
- Social media

8. Select the top 10 candidates

- o Conduct a quick phone or video interview
- Ask them for 5 professional references (co-workers, managers or professors), with email and phone number

9. Select the top 3 candidates for interview

- o Conduct a thorough interview. See <u>Harvard Business Review Article</u> and <u>SHRM Article</u>
- Verify the candidate's references

10. Send an Offer letter to the selected candidate

- Send an offer letter to the top candidate, including:
 - o Salary and/or hourly wages, PT or FT, location, days and hours
 - o Title or function
 - Start date
 - Include that the offer is conditional upon passing pre-screening requirements
- o Include a copy of the employment agreement and employee handbook
- Examples: LawDepot, LegalZoom, and iHire

11. Pre-employment screening

- Drug test
- Background check
- o Professional certifications check

12. New hire on-boarding

- o IRS employee withholding W4 form
- o USCIS, employment eligibility verification Form I-9
- Professional training
- o Harassment and discrimination training
- o Internal announcement and introduction to co-workers
- Training on company systems and tools
- Addition of the employee to the payroll