Report to the Cabinet

Report reference: Date of meeting: C-043-2017/18 1 February 2018



Portfolio: Technology and Support Services

Subject: Pay Policy Statement

Responsible Officer: Paula Maginnis (01992 564536).

Democratic Services Officer: Gary Woodhall (01992 564470).

# **Recommendations/Decisions Required:**

# (1) That the attached Pay Policy Statement for 2018/19 be recommended to the Council for approval, subject to any amendments or suggestions.

# **Executive Summary:**

Section 38 (1) of the Localism Act 2011 requires the Council to produce a Pay Policy Statement for each financial year setting out details of its remuneration policy. Specifically it should include the Council's approach to its highest and lowest paid employees.

It draws on the Review of Fair Pay in the Public Sector (Will Hutton 2011) and concerns over low pay.

# **Reasons for Proposed Decision:**

To enable members of the Cabinet to comment on the Council's Pay Policy Statement before it is agreed by full Council.

# Other Options for Action:

The content of the Statement could be amended.

# Report:

1. The Localism Act 2011 requires the Council to publish a Pay Policy Statement setting out details of its remuneration policy. Specifically including the Council's approach to its highest and lowest paid employees.

2. The Council's Pay Policy Statement was first published on the Council's website in March 2012. This is updated on an annual basis.

3. The matters which must be included in the statutory Pay Policy Statement are as follows:

The Council's policy on the level and elements of remuneration for each chief officer;

- The Council's policy on the remuneration of its lowest paid employee (together with its definition of 'lowest paid employees' and its reasons for adopting that definition);
- The Council's policy on the relationship between the remuneration of its chief officers and other officers; and
- The Council's policy on specific aspects of chief officers' remuneration: remuneration on recruitment, increases and additions to remuneration, use of performance-related pay and bonuses, termination payments and transparency.

4. The Act defines remuneration in broad terms and guidance suggests that it is to include not just pay but also charges, fees, allowances, benefits in kind, increases in/enhancements of pension entitlements and termination payments.

5. The Council's Pay Policy Statement for 2018/19 has been amended to reflect the Returning Officer fees paid in 2017/18.

6. The draft Pay Policy Statement for 2018/2019 sets out the Council's current practices and policies and is attached at Appendix 1 for comment. The amendments are highlighted.

7. Cabinet's attention is drawn to the last paragraph of the Policy Statement which states the intention to review Pay, Grading and Terms & Conditions which is a work stream within the People Strategy. Any changes will be subject to member agreement.

8. Changes to the various policies and guidelines will continue to be agreed in accordance with current practices.

# **Resource Implications:**

There are no resource implications as it is a statement of current practice and policies.

### Legal and Governance Implications:

The Policy Statement ensures that the Council complies with its duty under the Localism Act 2011.

### Safer, Cleaner and Greener Implications:

N/A.

# **Consultation Undertaken:**

JCC Meeting 15 January 2018.

### Background Papers:

Hutton Review of Fair Pay in the Public Sector: March 2011

### **Risk Management:**

The Council would not comply with the Localism Act 2011 if it did not produce and publish a Pay Policy Statement.

Equality Impact Assessment

Is this a new policy (or decision) or a		Yes		
change to an existing policy, practice or				
project?				
Describe the main aims, object		To ensure the Council's compliance with its		
purpose of the policy or decision		duty under the Localism Act 2011.		
What outcome(s) are you hoping to achieve		Update the Pay Policy Statement which is a		
(ie decommissioning or commissioning a		statement of fact.		
service)?				
Does or will the policy or decision affect:		Employees, however the Pay Policy		
service users		Statement is not a mechanism to change remuneration or policy. It is a document which sets out what the pay and terms and		
<ul> <li>employees</li> </ul>				
<ul> <li>the wider community or groups of</li> </ul>				
people, particularly wh		conditions are for employees.		
areas of known inequa	lities?			
		Na		
Will the policy or decision influence how		No		
organisations operate?				
Will the policy or decision involve substantial		No		
changes in resources?		146		
Is this policy or decision assoc	iated with any	No		
of the Council's other policies				
applicable, does the proposed				
support corporate outcomes?				
What does the information tell you about		N/A		
those groups identified?				
Have you consulted or involve		N/A		
groups that are likely to be affe				
policy or decision you want to implement? If				
so, what were their views and how have				
their views influenced your de	cision?			
If you have not consulted or en		N/A		
communities that are likely to	•			
the policy or decision, give det				
when you intend to carry out consultation or				
provide reasons for why you feel this is not necessary:				
110000001y.				
Use this section to assess any potential impact on equality groups based on what				
you now know.				
Age, Disability, Gender,				
Gender reassignment,	The Pay Policy	/ Statement is		
Pregnancy/maternity,	a statement of			
Marriage/civil partnership,	is no impact or			
Race, Religion/belief, Sexual groups.		- , - , - , - , - , - , - , - , - , - ,		
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Does the EqIA indicate that the policy or decision would have a medium or high adverse impact on one or more equality groups?	No	See comment above
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Action plan to address and monitor adverse impacts				
What are the potential	What are the mitigating	Date they will be achieved.		
adverse impacts?	actions?			
N/A				