# Agenda Item 6

#### COUNCIL

# TUESDAY 16th JULY 2019

## REPORT OF THE LEADER OF THE COUNCIL

# **PAY POLICY STATEMENT 2019**

## **EXEMPT**

Not Applicable

## **PURPOSE**

This report details Tamworth Borough Council's Pay Policy Statement so that statutory guidance as set out in S38 of the Localism Act is adhered to.

#### **RECOMMENDATIONS**

That the Pay Policy Statement 2019 is formally approved by Full Council for adoption and publication in line with the Localism Act 2011.

# **EXECUTIVE SUMMARY**

Under section 112 of the Local Government Act 1972, the Council has the "power to appoint officers on such reasonable terms and conditions as authority thinks fit". The Pay Policy Statement (Appendix1) sets out the Council's approach to pay in accordance with the requirements of Section 38 of the Localism Act 2011.

The purpose of the statement is to provide transparency with regard to the Council's approach to setting the pay of its employees by identifying;

- the methods by which salaries of all TBC employees are determined;
- the detail and level of remuneration of TBC's most senior staff i.e. 'Chief Officers', as defined by the relevant legislation;
- the Committees responsible for ensuring the provisions set out in this statement are applied consistently throughout the Council and recommending any amendments to Full Council.

Once approved by Full Council, this policy statement will come into effect and will be subject to review on a minimum of an annual basis in accordance with the relevant legislation prevailing at that time.

Under The Equality Act 2010 (General Pay Gap Information Regulations 2017) legislation, the council is required to publish its Gender Pay Gap on an annual basis. In 2018 Gender Pay Gap Report was presented for the snapshot date 31st March 2017 as a stand-alone report, however, it is now included in the full pay policy. The Gender Pay Gap information presented within this report is for a snap shot date of 31st March 2018 and as such the figures presented are historical and don't reflect the current organisational picture.

Initial findings for the snapshot date of 31<sup>st</sup> March 2019 indicate that progress has been made in reducing our gender pay gap. This will be formally reported and published by 30<sup>th</sup> March 2020 as dictated by legislation. The difference in the mean hourly rate between male and females reduced from 12.6% in 2018 to 11.03% in 2019. More females are now in posts within the upper pay quartile, increasing from 50% in 2018 to 51.69% in 2019. In the lower pay quartile, the figure has become more balanced and representative of the workforce with females occupying 65% of roles, which has reduced significantly from 81.16% in the previous year.

# **OPTIONS CONSIDERED**

Not Applicable

# **RESOURCE IMPLICATIONS**

There are no resource implications associated with this report. All pay is accounted for with the approved Council Budget; current salaries are budgeted at £11.36 million for 2019/ 20.

# LEGAL/RISK IMPLICATIONS BACKGROUND

Section 38 of the Localism Act must be complied with, therefore, so as to minimise risk this report must be approved by full Council.

# SUSTAINABILITY IMPLICATIONS

None

# **BACKGROUND INFORMATION**

The Council has published a pay policy on an annual basis, in line with legislation, since 2012. The first Gender Pay Gap report was published in 2018 to meet new legislative requirements.

# **REPORT AUTHOR**

Anica Goodwin, Head of Paid Service ext 225 and Zoe Wolicki, Assistant Director People ext 223

# LIST OF BACKGROUND PAPERS

Pay Policy 2018

# **APPENDICES**

Appendix 1 Pay Policy Statement 2019 Appendix 2 Gender Pay Gap Report 2018