

Public Report Staffing Committee

Committee Name and Date of Committee Meeting

Staffing Committee – 02 March 2020

Report Title

Gender Pay Gap Reporting 2019

Is this a Key Decision and has it been included on the Forward Plan?

Strategic Director Approving Submission of the Report

Shokat Lal, Assistant Chief Executive

Report Author(s)

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Ward(s) Affected

Borough-wide

Report Summary

This report provides detail of the Gender Pay Gap information that the Council is obliged to publish under reporting legislation.

Recommendations

Staffing Committee is asked to:-

- Accept the Gender Pay Gap report at appendix 1
- 2. Recommend approval for publication

List of Appendices Included

Appendix 1 Gender Pay Gap 2019

Background Papers

The Gender Pay Gap in Local Government (Local Government Association) Equality Act 2010

Gender Pay Gap: Reporting in the Public Sector (Government Equalities Office)

Gender Pay Gap: Closing it Together (Government Equalities Office)

Consideration by any other Council Committee, Scrutiny or Advisory Panel None

Council Approval Required

No

Exempt from the Press and Public No

Gender Pay Gap Reporting 2019

1. Background

- 1.1 In 2017 the government introduced the Gender Pay Gap Information Regulations which require employers with 250 or more employees to publish statutory calculations every year showing how large the pay gap in their organisation is between their male and female employees. A positive pay gap indicates that men are paid more than women and a negative pay gap that women are paid more than men.
- 1.2 The gender pay gap shows the difference in the average pay between all men and women in a workforce. The smaller the value of the gap, the more equal the pay gap is between genders. If a workforce has a particularly high gender pay gap, this can indicate there may a number of issues to deal with, and the individual calculations may help to identify what those issues are.
- 1.3 The Council has up to 12 months following the annual snapshot date of 31 March to publish this information on the Council and Government website. The deadline to report for the snapshot date of 31 March 2019 for public sector employers is 30 March 2020.
- 1.4 The Council chose to include a narrative with its calculations to explain the reasons for the results and details of actions being taken to reduce or eliminate the gender pay gap. Appendix 1 shows the Council's narrative.
- 1.5 The Government Equalities Office has identified several "effective" and "promising" actions employers can take to improve recruitment and progression of women and reduce the gender pay gap:
 - Include multiple women in shortlists for recruitment and promotions
 - Use skill-based assessment tasks in recruitment
 - Use structured interviews for recruitment and promotions
 - Encourage salary negotiation by showing salary ranges
 - Introduce transparency to promotion, pay and reward processes
 - Appoint diversity managers and/or diversity task forces
 - Improve workplace flexibility for men and women
 - Encourage the uptake of Shared Parental Leave
 - Recruit returners
 - Offer mentoring and sponsorship
 - Offer networking programmes

2. Key Issues

2.1 The median gender pay gap for the Council at the end of March 2019 was almost the same as the previous year, increasing from 13.3% to 13.4%. The mean pay gap also increased from 9.9% to 10.6% after falling from 11.5% the previous year. Analysis of the underlying data did not identify any specific cause that could explain the changes.

The Council's pay gap shows that overall men are still paid more than women, however, the figures compare favourably with the average UK gap 17.3% (Office for National Statistics) and EU average 16.2% (Eurostat figures published on the European Commission of Justice's website).

RMBC Gender Pay Gap over time

| Year | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|----------------|-------|-------|-------|-------|-------|-------|-------|
| Median Pay Gap | 10.6% | 9.9% | 11.5% | 12.3% | 15.2% | 16.2% | 18.2% |
| Mean Pay Gap | 13.4% | 13.3% | 12.5% | 13.0% | 19.0% | 17.9% | 21.8% |

- 2.2 There is no legislative requirement to publish information on other protected characteristics at the moment, however analysis for BME employees showed the Council had a negative **8.2%** median pay gap and negative **4.3%** mean pay gap. For disabled employees there was a negative **6.6%** median and a negative **2.6%** mean. The negative pay gap indicates that both BME and disabled employees are paid more than non-BME/disabled employees.
- 2.3 Regionally benchmarking is currently only available for 2018 as no Council in the region has yet published information for 2019.

Against the 2018 figures the Council median compared favourably with our neighbouring authorities with only Sheffield, who have outsourced a number of services with jobs traditionally undertaken by lower paid women, coming in significantly below.

| Council | Median | Mean | | |
|------------------------|--------|---------------|--|--|
| Barnsley | 9.6% | 6.1% | | |
| Doncaster | 16.5% | 14.8% | | |
| Rotherham | 9.9% | 13.3% | | |
| Sheffield | 8.4% | 2.6% | | |
| Metropolitan Council's | 9.4% | Not available | | |

3. Options considered and recommended proposal

- 3.1 To continue to include a narrative to support and explain the information that the Council is legally obliged to publish.
- 3.2 Review recruitment and development opportunities and encourage improved workforce flexible working and mentoring opportunities in line with the Government Equalities Office research.
- 3.3 It is recommended that both the options above are implemented.

4. Consultation on proposal

4.1 Consultation has taken place with the Cabinet Member for Corporate Services and Finance

5. Timetable and Accountability for Implementing this Decision

5.1 The deadline for publishing the 2019 gender pay gap is 30 March 2020.

6. Financial and Procurement Advice and Implications

- 6.1 This report provides a retrospective update on the gender pay gap, as such the costs of staff pay have already been factored into the Council's budget position for 2018/19 and the Council's financial outturn position for 2018/19. There are no identifiable financial implications to note at this point. As the Council continues to close the gap identified, the financial implications of any proposal to do so will be reviewed.
- 6.2 There are no direct procurement implications associated with the details contained in the report.

7. Legal Advice and Implications

7.1 The report complies with the legislative requirements. Failure to provide this information could result in the Council being subject to court orders and fines.

8. Human Resources Advice and Implications

8.1 An appropriately rewarded workforce motivates employees and meets standards of fairness and equality required by employment legislation

9. Implications for Children and Young People and Vulnerable Adults

9.1 There are no implications for children and young people or vulnerable adults

10. Equalities and Human Rights Advice and Implications

- 10.1 In making any decision the Council is required to have due regard to its equalities duties and in particular with respect to the Equality Act 2010, section 149, part 11 of the public sector duty:
 - a) eliminate discrimination, harassment, victimisation and eliminate any other conduct that is prohibited by or under the Act,
 - b) advance equality of opportunity between persons who are a protected characteristics and persons who do not share it and to
 - c) foster good relations between persons who share a relevant protected characteristic and persons who do not share it.
- 10.2 The recommendation before the Council will not have any adverse impact on anyone with one or more protected characteristics, namely age, disability, gender reassignment, pregnancy and maternity, race, religion or belief, sex and sexual orientation.

11. Implications for Partners

11.1 There are no implications for partners.

12. Risks and Mitigation

12.1 There is a risk that the authority would face legal action if it failed to comply with legislative requirements to publish information on the gender pay gap.

13. Accountable Officer(s)

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This report is published on the Council's <u>website</u>.