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Blackpool Council

23 February 2024

To: Councillors N Brookes, Burdess, Farrell, Galley, Hugo, Roberts, Mrs Scott, M Smith, Taylor and Williams

The above members are requested to attend the:

CHIEF OFFICERS EMPLOYMENT COMMITTEE

Monday, 4 March 2024 at 5.15 pm in Committee Room A, Town Hall

AGENDA

ADMISSION OF THE PUBLIC TO COMMITTEE MEETINGS

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The Head of Democratic Governance has marked with an asterisk (*) those items where the Committee may need to consider whether the public should be excluded from the meeting as the items are likely to disclose exempt information.

The nature of the exempt information is shown in brackets after the item.

This information is provided for the purpose of this meeting only and must be securely destroyed immediately after the meeting.

1 DECLARATIONS OF INTEREST

Members are asked to declare any interests in the items under consideration and in doing so state:

- (1) the type of interest concerned either a
 - (a) personal interest
 - (b) prejudicial interest
 - (c) disclosable pecuniary interest (DPI)

and

(2) the nature of the interest concerned

If any member requires advice on declarations of interests, they are advised to contact the Head of Democratic Governance in advance of the meeting.

2 MINUTES OF THE LAST MEETING HELD ON 6 FEBRUARY 2023

(Pages 1 - 2)

To agree the minutes of the last meeting held on 6 February 2023 as a true and correct record.

3 PAY POLICY STATEMENT 2024/2025

(Pages 3 - 18)

To consider for recommendation to the Council the Proposed Pay Policy Statement which incorporates the annual Gender Pay gap data.

* 4 MONITORING OFFICER

(Pages 19 - 22)

To consider a report on the appointment of a Monitoring Officer.

Venue information:

First floor meeting room (lift available), accessible toilets (ground floor), no-smoking building.

Other information:

For queries regarding this agenda please contact Mark Towers, Director of Governance and Partnerships, Tel: (01253) 477007, e-mail mark.towers@blackpool.gov.uk

Copies of agendas and minutes of Council and committee meetings are available on the Council's website at www.blackpool.gov.uk.

Agenda Item 2

MINUTES OF CHIEF OFFICERS EMPLOYMENT COMMITTEE MEETING - MONDAY, 6 FEBRUARY 2023

P	re	S	e	n	t	•

Councillor L Williams (in the Chair)

Councillors

Campbell Clapham Hobson Taylor

In Attendance:

Lennox Beattie, Executive and Regulatory Support Manager Linda Dutton, Head of Human Resources and Workforce Development Neil Jack, Chief Executive

1 DECLARATIONS OF INTEREST

There were no declarations of interest on this occasion.

2 MINUTES OF THE LAST MEETING HELD ON 5 SEPTEMBER 2022

The Committee considered the minutes of the last meeting held on 5 September 2022.

Resolved:

That the minutes of the meeting held on 5 September 2022 be approved and signed by the Chairman as a correct record.

3 PAY POLICY STATEMENT 2023/2024

The Committee considered a report on the Council's Pay Policy Statement which included information on the annual assessment of the gender pay gap data.

Mrs Linda Dutton, Head of Human Resources and Workforce Development presented the report to the Committee. Mrs Dutton highlighted that the document included the statutory requirements of a pay policy as outlined in paragraph 6.2 of the report and the additional requirements specified as good practice for Councils by the Department for Levelling Up, Housing and Communities as outlined in paragraph 6.3. The pay policy also included within it the Council's statement on the gender pay gap data which was required of all organisations with more than 250 employees. Mrs Dutton highlighted there were no significant areas for concern. Mrs Dutton explained that changes from previous years had been caused by the transfer of staff to Blackpool Waste Services Company Limited and the associated inevitable changes to the structure of the workforce. It was noted that it remained the case that the Council's workforce could be considered representative of its overall gender balance in all four quartiles of the workforce.

MINUTES OF CHIEF OFFICERS EMPLOYMENT COMMITTEE MEETING - MONDAY, 6 FEBRUARY 2023

Resolved:

To recommend to Council to approve the Proposed Pay Policy Statement for 2023/24, as attached at Appendix 3(a) to the agenda.

Chairman

(The meeting ended at 5.25 pm)

Any queries regarding these minutes, please contact:

Mark Towers Director of Governance and Partnerships

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Report to: CHIEF OFFICERS EMPLOYMENT COMMITTEE

Relevant Officer: Linda Dutton, Head of Human Resources and Workforce

Development

Relevant Cabinet Member: Councillor Lynn Williams, Leader of the Council

Date of Meeting: 5 February 2024

PAY POLICY STATEMENT 2024/2025

1.0 Purpose of the report:

1.1 To consider for recommendation to the Council the Proposed Pay Policy Statement which incorporates the annual Gender Pay gap data.

2.0 Recommendation(s):

2.1 To recommend to Council to approve the Proposed Pay Policy Statement, as attached at Appendix 3(a).

3.0 Reasons for recommendation(s):

- The Council has a duty to agree a pay policy statement before 31 March each year. The statement attached at Appendix 3a meets the statutory requirements and the expectations of the guidance from the Department for Levelling Up, Housing and Communities. The statement also meets the requirements for mandatory gender pay gap reporting for public sector employers with 250 or more employees.
- 3.2 Is the recommendation contrary to a plan or strategy adopted or approved by the Council?
- 3.3 Is the recommendation in accordance with the Council's approved Yes budget?
- 4.0 Other alternative options to be considered:
- 4.1 None.

5.0 Council Priority:

5.1 The relevant Council priorities are both: "The economy: Maximising growth and opportunity across Blackpool" and "Communities: Creating stronger communities and increasing resilience".

6.0 Background Information

- 6.1 The Council is required to produce a pay policy statement, which must be in place for the year 2024/2025 and have received full Council approval before the start of that financial year.
- 6.2 The statement must set out the Council's policy on:
 - i. Chief Officer Remuneration (at recruitment, salary, bonus, performance related pay, charges, fees, allowances, benefits in kind, enhancement to pension at termination).
 - ii. Remuneration of its lowest paid employees (elements as above), the definition used for this group and the reason for adopting that definition.
 - iii. The relationship between chief officer remuneration and that of other staff. This however is a minimum requirement and Councils can do more if they so wish.
- 6.3 The guidance from the Department for Levelling Up, Housing and Communities has added that the department expects the policy statement to also cover:
 - i. The opportunity for full Council to vote on senior remuneration packages with a value over £100,000 prior to an offer of appointment being made.
 - ii. Policies should explain the planned relationship between Chief Officer remuneration and that of other staff and the ratio between the highest paid and median salary that the authority aims to achieve and maintain.
 - iii. The value of the system of earn back pay with an element of their basic pay at risk each year to be earned back through meeting pre-agreed objectives.
 - iv. Any decision that the Authority takes in relation to the award of severance to an individual Chief Officer.
 - v. An explicit statement on whether or not they permit an individual to be in receipt of a pension in addition to receiving a salary.

- vi. Policies to deal with those who may have returned to the authority under a contract of service of any type having already received a severance or redundancy payment.
- 6.4 In addition to this guidance, it should be noted that the recommended practice for Local Authorities on data transparency states that the Council should disclose publicly:
 - i. Employees' salaries (that earn £50,000 and above). This includes disclosing their names, details of their remuneration, a list of responsibilities, for example, the services and functions they are responsible for, budget held and number of staff.
 - ii. An organisation chart.
 - iii. The pay multiple, which is the ratio between the highest paid salary and the median average salary of the whole authority's workforce.
- 6.5 The draft Pay Policy Statement for 2024/2025 has already been considered by the Corporate Leadership Team at its meeting on 16 January 2024. Following approval by this Committee the Pay Policy Statement will be submitted to full Council on 21 February 2024 for final approval.
- 6.6 The table below evidences that the Council's Gender Pay Gap compares favourably with two neighbouring Councils.

Year	March 2022		March 2021		March 2020	
Published by	April 2023		April 2022		April 2021	
	Mean	Med	Mean	Med	Mean	Med
Lancashire	11.5%	17.4%	11.8 %	15.3%	12.4%	15.3 %
County						
Council						
Blackburn with	-3.9%	-8.9%	-3.9%	-10.4%	-0.9%	-4.0 %
Darwen						
Borough						
Council						
Blackpool	1.2%	-2.0%	-0.9%	-6.1%	-0.8%	-5.4 %
Council						

6.7 Does the information submitted include any exempt information?

No

- 7.0 List of Appendices:
- 7.1 Appendix 3(a) Proposed Pay Policy Statement.
- 8.0 Financial considerations:
- 8.1 No changes to the Council's financial arrangements have been made as a result of the introduction of this statement.
- 9.0 Legal considerations:
- 9.1 All legal duties have been complied with.
- 10.0 Risk management considerations:
- 10.1 The most significant risks around pay relate to the increased costs of employment and balancing the need to pay an appropriate salary that will mean that the roles the Council needs to fill to discharge its duties as a Local Authority can be filled by skilled, appropriately qualified staff. To mitigate against the first risk the Council ensures that its budgets are managed effectively and to deal with the second risk, there is a policy to deal with market supplements if they can be objectively justified.
- 11.0 Equalities considerations and the impact of this decision for our children and young people:
- 11.1 The Council's pay review process introduced two robust job evaluation schemes, which are designed to ensure fairness and equity in pay. These schemes and the desire to ensure fairness and transparency around pay form the basis of the Council's Pay Policy Statement. The Council complies with the recommended practice for Local Authorities on data transparency already.
- 12.0 Sustainability, climate change and environmental considerations:
- 12.1 None directly from this report.
- 13.0 Internal/External Consultation undertaken:
- 13.1 Consultation has previously taken place with Trade Union Representatives on the policies referred to in the pay policy statement. Any new areas, which could be added to the statement, will be discussed with the Trade Union representatives.
- **14.0** Background papers:
- 14.1 None.



Appendix 3a Blackpool Council - Pay Policy Statement

Summary Statement

Blackpool Council is committed to paying all its employees appropriately and fairly using recognised job evaluation schemes that have been tested to ensure that they are free of gender and any other bias.

The pay scales for employees at all levels are in the public domain and the Council complies with requirements to publish data on senior salaries together with its entire pay scale in the interests of transparency.

In determining the pay and remuneration of all its employees, the Council will comply with all relevant employment legislation. This includes the Equality Act 2010, Part Time Employment (Prevention of Less Favourable Treatment) Regulations 2000, The Agency Workers Regulations 2010 and where relevant, the Transfer of Undertakings (Protection of Earnings) Regulations.

As far as possible all Council policies that relate to employment benefits are universally applied unless there is a specific contractual or business reason why they should be limited to a certain group of employees.

Basic Pay

All employees including Chief Officers basic pay is based on job evaluation processes that use the NJC scheme for posts graded at G and below and the Hay scheme for posts graded H1 and above.

Both of these schemes have been tested to ensure that they are free from gender and any other bias and the use of these schemes has been agreed with the relevant recognised trade unions.

Job evaluation panels which include Trade Union representatives sit on a regular basis to evaluate posts which in turn produces a score and a grade. At the cross over point of the two schemes there is a protocol for assessing whether the post should be dealt with under the Hay or the NJC scheme. Periodically, the Council uses the services of experts in the two schemes to assist with the evaluation of posts, provide training for staff and monitor the appropriateness of the senior pay line relative to the market.

The Council adopts the national pay bargaining arrangements in respect of the establishment and revision of the national pay spine, for example, through any agreed annual pay increases negotiated with joint Trade Unions.

Scope

This Pay Policy Statement applies to all Council employees. Employees whose terms and conditions of employment have been retained following a TUPE transfer (Transfer of Undertakings Protection of Employment) and are subject to the TUPE Regulations may be excluded from this policy.

Review

The pay policy statement will be kept under review and developments considered in the light of external best practice and legislation. The Council will ensure the pay policy statement is updated on an annual basis in line with the requirement of the Localism Act 2011. The annual pay policy statement will be submitted to Chief Officers Employment Committee and then full Council by 31st March of each year.

Real Living Wage

As an accredited employer to the Living Wage Foundation and in order to support the lowest paid workers in the Council, the Real Living Wage supplement is applied for Council employees whose total hourly rate is currently less than £10.90 (£12.00 from 1st April 2024).

The normal job evaluation processes will continue to determine the grade of posts in the Council. This will not include employees in maintained schools as Government legislation allows schools to determine their own pay arrangements for staff.

Market Forces Supplements

Market forces supplements are only paid to employees including Chief Officers in exceptional circumstances and in accordance with the strict controls in the Council's Market Forces Policy. Any such payments are reviewed annually to ensure they remain valid.

Incremental Progression

Progression through the grade for permanent and temporary employees is only possible upon completion of satisfactory service and in line with the NJC Terms and Conditions as described in the Green Book. Chief Officers are required to demonstrate that they have achieved or exceeded their objectives in order to progress through the grade and a scheme is in place to monitor that.

New Appointments

Appointment to new posts are usually made at the bottom of the grade except in exceptional circumstances where the most suitable candidate can evidence that such an offer would not reasonably be acceptable to them and the Council is satisfied that market conditions require the appointment to take placed at a higher point than the minimum.

All Chief Officer appointments are dealt with by the Chief Officer Employment Committee, using the normal recruitment procedures. Posts with a remuneration package of more than £100,000 must be ratified by Full Council.

Overtime and Additional Hours Payments and Premium Payments

In the absence of any agreement to the contrary, the following applies:

Contractual overtime and additional hours are paid in accordance with the NJC Terms and Conditions as described in the Green Book.

Non contractual, voluntary overtime and additional hours payments are paid in accordance with the Council's Pay Review Booklet.

To meet specific operational requirements it may be necessary for an individual to temporarily take on additional duties to their identified role. The Council's arrangements for authorising any additional remuneration, e.g. honoraria, ex-gratia, 'acting up', relating to temporary additional duties are set out in the Council's Pay Review Booklet.

Chief Officers are not paid overtime, additional hours payments or premium payments.

All other pay related allowances are the subject of either nationally or locally negotiated rates, having being determined from time to time in accordance with collective bargaining machinery or through contractual changes.

Honoraria Payments

Subject to certain conditions, employees, with the exception of the Chief Executive and Chief Officers, who are temporarily required to undertake some or all of the duties of a higher graded post are eligible to be paid an honorarium. Details of the scheme can be found in the Council's Honoraria Procedure.

Bonus Payments and Earn Back Schemes

No employees, including Chief Officers in the Council are in receipt of bonus payments or subject to earn back schemes where employees give up some salary to earn it back upon completion of agreed targets.

Relationship between the Highest and the Lowest Paid

The Council is committed to paying employees based on the recognised job evaluation schemes detailed above. It is the application of these schemes that creates the salary differentials. Pay rates for each grade are published on the Council's website.

Relationship between the Highest Paid Employee and the Median Salary

The relationship between the highest paid employee and the median salary will be calculated on an annual basis and published on the Council's website alongside the information provided regarding senior managers salaries.

Charges, Fees and Allowances

The Travelling, Subsistence and Related Expenses Policy applies to all employees including Chief Officers.

The reimbursement of professional fees for certain occupational groups is covered by the Personnel Code and applies to all relevant employees regardless of grade.

All other allowances paid to employees regardless of grade are detailed in the Council's Pay Review Booklet. Chief Officers do not receive additional allowance payments.

Pension

When employees become members of the Local Government Pension Scheme, the Council is required to make a contribution to the scheme representing a percentage of the pensionable remuneration due under the contract of employment of that employee. The rate of contribution is set by Actuaries advising the Lancashire Pension Fund and reviewed on a triennial basis in order to ensure the scheme is appropriately funded. The employer contribution rates are set by statute and are available from the Payroll Team.

Flexible Retirement

The Council's LGPS Employee Discretions Policy provides the ability for an employee to have their pension benefits released subject to the current policy and relevant approvals.

Electoral Fees

The Chief Executive is the Council's appointed 'Returning Officer' for Elections, 'Counting Officer' for Referendums and 'Petitions Officer' for Recall of Members of Parliament (MP) Petitions. He is personally (not corporately) liable for the management of Elections, Referendums and Recall Petitions. The fee payable to the Acting / Local / Returning Officer for UK Parliamentary, Police and Crime Commissioner and any other nationally based election is determined and paid for from Central Government. The same applies in his capacity as Counting Officer for a nationally organised Referendum and Petitions Officer for a Recall Petion for a Member of Parliament (where he would be the (Acting) Returning Officer, if an election was held for that constituency).

The fee payable to the Returning Officer for a local Council all-out election, (which is held every four years) is the same as the fee set nationally for an equivalent election/ referendum, which is run on the local authority boundary.

For a local by-election the Returning Officer's fee is 10% of the fee for a full local election, with a higher fee applied should there be four or more by-elections taking place at the same time, as set out in the fees agreed by the Council. Other fees paid to employees appointed by the Returning Officer for a local election are delegated to the Returning Officer to make.

Redundancy Payments, Severance Payments and Retirement

All employees including Chief Officers are entitled to redundancy payments and pension release in accordance with the Council's Redundancy and Retirement Procedure.

Where the proposed severance package is more than £100,000, the decision will be ratified by full Council.

Termination Payments

In exceptional circumstances the Council may make a termination payment to an individual under a Settlement Agreement. Such agreements protect the Council where there is a risk of high financial impact and/or damage to the Council's business or reputation. Payments are authorised in accordance with the Statutory Guidance on Special Severance Payments.

The Council has an obligation to ensure that it is managing public monies responsibly. It will not re-engage (into the same or a very similar role) ex-employees who have left their prime employment with the Council on the grounds of voluntary or compulsory redundancy, efficiency release or employer consent retirement (where there is a cost to the Council) for a period of 12 months with effect from the date of leaving. This does not cover those employees who access their pension via the Council's Flexible Retirement Scheme.

In addition any proposal to re-engage an ex-employee, who was Graded H3 or above (or equivalent salary) will require the agreement of the Chief Executive following consultation with relevant chief officers.

Gender Pay Gap Information

In accordance with regulations introduced in 2017, the Council will publish gender pay gap information alongside all other pay policy related data on its website and update this on an annual basis. Please see below

Gender Pay Gap Report - 2023

1.0 Introduction

From April 2017, all organisations that employee over 250 employees are required to report annually their gender pay gap. The gender pay gap is defined as the differences in the average earnings of men and women over a standard period of time, regardless of their role seniority.

A positive pay gap indicates that men are paid on average a greater hourly rate; a negative pay gap indicates that women are on average a greater hourly rate.

2.0 Context

Blackpool Council is a unitary authority, which provides around 150 services to 142,000 Blackpool residents.

All Blackpool Council employees are remunerated according to set pay scales; posts are regularly reviewed and agreed by employee representatives through a formal job evaluation system. As at 31st March 2023, 2679 employees were in scope for the Gender pay gap of which 70.59% were female.

Blackpool Council is committed to eliminating discrimination and encouraging equality and diversity in our workforce. This approach is summarised in our Council Plan, which outlines 4 key equality objectives.

These include a specific commitment to workforce equality as follows:

We will ensure that the workforce is representative of the community the Council serves and equality and diversity is embedded in our staff culture.

In the year ahead we will be establishing a network of staff equality forums which are intended to deepen our engagement and strengthen dialogue here.

What are we required to report?

Mean gender pay gap	The difference between the mean hourly rate of pay of male full-pay
	relevant employees and that of female full-pay relevant employees
Median gender pay gap	The difference between the median hourly rate of pay of male full-
	pay relevant employees and that of female full-pay relevant
	employees
Mean Bonus Gap	The difference between the mean bonus pay paid to male relevant
	employees and that paid to female relevant employees
Median Bonus Gap	The difference between the median bonus pay paid to male relevant
	employees and that paid to female relevant employees
Quartile pay bands	The proportions of male and female full-pay relevant employees in
	the lower, lower middle, upper middle and upper quartile pay bands

The overall gender pay gap is defined as the difference between the median (actual midpoint) or mean (average) basic annual earnings of men and women expressed as a percentage of the median or mean basic annual earnings of men.

3.0 DataBlackpool's Gender Pay Gap - Based on a snap shot date of 31st March 2023.

1	Mean Pay Gap	-0.43 %		
2	Median Pay Gap		-5.72 %	
3	Mean bonus gender pay gap	Blackpool Council does		
5	Median bonus gender pay gap Proportion of males /females receiving a bonus	payment	not operate any bonus scheme and	
		therefore has no bonus gender pay gap.		
6	Proportion of males and females in each quartil	e pay band		
	Quarter 1 - Lowest 31.04 68.96	65.97		
	■ Female ■ Male	■ Female ■ Male		
	Quarter 3 26.57 73.43 Female • Male	Quarter 4- Highes 26.01 Female • Male	3.99	

4.0 Findings

You will see in **Figure 1** below that the Mean Gender Pay Gap data of **- 0.43%** and the Median Gender Pay Gap **-5.72%** are generally consistent over the last 4 reporting years.

Figure 1

	To March 2017	To March 2018	To March 2019	To March 2020	To March 2021		To March 2023 This year
Published by	April 18	April 19	April 20	April 21	April 22	April 23	April 24
Mean	0.7 %	-1.0%	-0.94%	-0.77%	-0.94	1.15	-0.43
Median	-6.0 %	-5.8%	-6.69%	-5.40%	-6.12	-2.04	-5.72

These figures fair favourably with the national picture. Gender pay gap in the UK - Office for National Statistics (ons.gov.uk) which shows in 2023, the gap among full-time employees is 7.7%. Among all employees, the gender pay gap is 14.3% in 2023.

Although these figures are favourable for the Council, we are not complacent and will continue to monitor our performance, along with delivering/maintaining initiatives that we have in place which have contributed to these results such as:

• Family friendly

- ✓ Actively supporting parents returning to work from maternity leave, shared parental leave or adoption leave by offering job share, career break or part time opportunities.
- ✓ Carers support leave to support employee with caring responsibilities
- ✓ Flexible working (Flexitime) in many locations including the opportunity for hybrid working in many Council roles
- ✓ Voluntary Reduced Hours, Job Share and Career Break Schemes.
- ✓ Signposting to Childcare Information.
- ✓ Compassionate/Special Leave arrangements including the introduction of Parental Bereavement leave above the statutory minimum level

• <u>Learning and Development</u>

- ✓ Annual and interim appraisals for all staff to allow the opportunity to discuss key work objectives and learning and development needs.
- ✓ Mandatory Equalities learning for all.
- √ 360-degree feedback process for managers is available.
- ✓ Development of Coaching and mentoring programmes.
- ✓ Annual staff conference and awards ceremony.
- ✓ Menopause staff support group established, development of a managers training package and related managers guidance introduced
- ✓ Manbassador staff support group established, development of a managers training package and related managers guidance introduced

- Leadership
- ✓ Head of Equality and Diversity is a member of the Senior Leadership Team.
- ✓ Strategic Equality steering group with senior officers
- ✓ Staff Equality groups Chaired by Head of Equality and Diversity are being established
- ✓ Directorate Equality self-assessment process
- ✓ Development programmes for aspiring managers.
- ✓ Leadership Charter
- Recruitment and retention
- ✓ An established on line jobs portal, where all jobs are advertised.
- \checkmark The use of a variety of selection methods in the recruitment process
- ✓ Establishment and maintenance of a job evaluation system using nationally recognised NJC and Hay schemes.
- ✓ Salary Scales clearly showing incremental progression and related criteria.
- ✓ Established Real living wage.
- ✓ Monitoring of recruitment data as part of workforce equality monitoring.

5.0 Agreement

I confirm that Blackpool Council is committed to the principle of gender pay equality and has prepared its 2023 gender pay gap results in line with mandatory requirements.

Signed:

Neil Jack Chief Executive

Publication Date:

