

Pay Policy Statement 2019

The Localism Act 2011 ('the Act') (sections 38 to 40) requires English local authorities to produce a Pay Policy Statement for each year. The Act states that the policy must include the Council's approach to pay and other remuneration for Chief Executive, chief officers and other employees, including the lowest paid.

The Act defines remuneration widely, to include pay, charges, fees, allowances, benefits in kind, pension and termination payments.

The Pay policy Statement:

- must be approved formally by Full Council by the end of March each year
- can be amended during the year

1.0 Scope

- 1.1 The Pay Policy Statement applies to the following posts at South Cambridgeshire District Council:
 - Chief Executive (Head of the Paid Service)
 - Executive Director (Section 151 Officer)
 - Joint Director Planning and Economic Development
 - Directors
 - Heads of Service

2.0 Salary

2.1 The current salary scales for Chief Executive, Executive Directors, Directors, and Heads of Service are presented in the table below.

-	Pay	Pay	Pay	Pay	Pay	Pay
	point	point	point	point	point	point
Chief Executive	111,461	114,645	117,829	121,013	124,199	127,382
Executive Directors	90,230	93,415	96,598	99,782	102,967	106,152
Director (Grade11)	72,152	74,950	77,749	80,550	83,347	86,149
Assistant Director and Head	61,267	63,445	65,621	67,798	69,976	72,152
of Service (Grade 10)						
Head of Service (Grade 9)	53,491	55,047	56,602	58,157	59,712	61,267



3.0 Pay Awards

- 3.1 The Council has local arrangements for the negotiation of annual pay awards with trade unions recognised by the council, namely GMB and Unison. Reference is made to the nationally negotiated pay award for Chief Executives, Chief Officers and other local government employees. The national negotiating bodies are:
 - Joint Negotiating Committee for Chief Executives
 - Joint Negotiating Committee for Chief Officers
 - National Joint Committee for Pay and Conditions of Service for Local Government

The Council will also have regard to the Living Wage Foundation rate when it agrees annual pay awards for its staff each year. The Council, however, does not intend to seek formal accreditation from the Living Wage Foundation.

4.0 Terms and Conditions of Employment

- 4.1 The terms and conditions of employment for the Chief Executive are determined in accordance with collective agreements, negotiated by the Joint Negotiating Committee for Chief Executives.
- 4.2 The terms and conditions of employment for the Executive Directors are determined in accordance with collective agreements, negotiated by the Joint Negotiating Committee for Chief Officers.
- 4.3 The terms and conditions of employment for the Directors and Heads of Service are determined in accordance with collective agreements, negotiated by the National Joint Committee for Pay and Conditions of Service for Local Government.
- 4.4 These are supplemented by local collective agreements reached with trade unions recognised by the Council and by the rules of the Council.

5.0 Remuneration on Recruitment

5.1 The Council will approve the appointment of the Head of the Paid Service, Executive Directors, Chief Finance Officer (S151) and Monitoring Officer and, following the recommendation of such appointments by the Employment Committee or Sub-committee of the Council, which must include at least one member of the Executive. The full Council may only make or approve the appointment of these posts where no well-founded objection has been made by any member of the Executive. The salary on recruitment will be within the current salary range of these posts at that time.



- 5.2 The Employment Committee or Sub-Committee of the Council, which must include at least one member of the Executive, will appoint Directors. An offer of employment as a Director can only be made where no well-founded objection from any member of the Executive has been received. The salary on recruitment will be within the current salary range of these posts at that time.
- 5.3 Appointment of Assistant Directors and Heads of Service is the responsibility of the Chief Executive or his/her nominee and may not be made by Councillors. The salary on recruitment will be within the current salary range of these posts at that time.

Rules governing the recruitment of the Chief Executive, Executive Directors, Directors, Assistant Directors and Heads of Service are set out in the Council's constitution in section: Part 4 Rules of Procedure – Officer Employment Procedure Rules.

6.0 Bonus Payments

6.1 There are no bonus arrangements payable to the Chief Executive, Executive Directors, Directors, Assistant Directors or Heads of Service.

7.0 Progression through Pay Grades

7.1 The salary of employees within the scope of this policy rises by increments to the top point of their salary grade, subject to good performance. Progression through the pay grade is determined by assessment of the employee's performance against competencies and objectives in line with the Council's Performance and Development Review process.

8.0 Salaries over £100,000

8.1 The posts of Chief Executive and Executive Directors are the only posts that carry salaries of over £100,000.

9.0 Publication of salary data

9.1 Salary data for the Chief Executive, Executive Directors, Directors, Assistant Directors and Heads of Service is published on the Council's website

For the Chief Executive and Executive Directors this includes name, job title, actual salary, expenses and any election fees paid. For Directors, Assistant Directors and Heads of Service this includes salary by post title.

This Pay Policy Statement once approved by Full Council will be published on the Councils website – Senior Staff salaries



10.0 Expenses

- 10.1 The expenses which may be payable to the Chief Executive, Executive Directors,
 Director, Assistant Director or Head of Service are as follows:
 - Car / Motorcycle / Bicycle allowance these are stated in the Council's Mileage policy which is set out in the Single Status Agreement approved by trade unions in May 2012.
 - Re-imbursement of travel and subsistence this is in accordance with the Council's stated policy as at June 2011
 - Payments under the eye test scheme as stated within the Council's Health & Safety policy

11.0 Recruitment and Retention Policies

Market Factor Supplements and Golden Hellos

11.1 There are occasions when the salary determined by the grading for a post results in an inability to successfully recruit to or retain staff in particular posts or specific occupational areas, this may be due to fluctuations in the job market supply. These recruitment and retention problems can affect ability to deliver services to our residents. In such cases it may be appropriate to pay a Golden Hello and / or market supplement in addition to the salary where there is evidence to justify that market factors are the "material reason" for the post attracting a higher rate of pay than other posts graded similarly. Any Golden Hello or additional market supplement will be made in accordance with the Council's Golden Hello or Market Supplement Policy.

12.0 Other Benefits

- 12.1 The Council's Childcare Voucher scheme was closed to new members from October 2018, the scheme has been replaced by a Government tax-free childcare scheme. Employees who were members of the Childcare Voucher scheme prior to the closing date will remain able to use the scheme until such time as they change job / employer or the Council stops supporting the scheme. This scheme is delivered in conjunction with Sodexo Say Care Childcare Voucher as the Provider.
- 12.2 The employees within the scope of this policy are entitled to participate in the Council's Cycle For Work Scheme whereby employees can sacrifice part of their salary to lease cycles for travel to work. The amount sacrificed is exempt for income tax and national insurance contributions and therefore represents a saving for participating employees.



13.0 Severance Payments

- 13.1 Severance payments are made in accordance with the Council's Organisational Change and Redundancy policy and are calculated in the same way for all staff.
- 13.2 Employees with more than two years' service will be entitled to redundancy pay in line with local government guidelines and statutory calculations. Where the employee is entitled to a redundancy payment, the calculation is based on the employee's actual weekly pay.
- 13.3 The Council provides career counselling and out placement support for employees facing redundancy, this includes job search and interview skills.
- 13.4 Settlement agreements will only be used in exceptional circumstances where they represent best value for the Council.

14.0 Pension and Pension Enhancements

- 14.1 All employees within the scope of this policy are entitled to and, receive pension contributions from the Local Government Pension Scheme (LGPS). This is a contributory scheme and they contribute between 8.5 and 11.4% of their salary to the scheme. Changes to the LGPS regulations were implemented in April 2014, and this changed contribution rates and changed the scheme from a final salary scheme to a career average (CARE) scheme.
- 14.2 The employer contribution rate is currently 17% i.e. the council contributes 17% of pensionable pay to the pension of a member of staff within the pension scheme. The rate of 17% is the same for all staff. The rate is reviewed every 3 years following a valuation of the fund by the appointed actuaries. The next review will be in 2019 with the outcome being effective from 2020 / 2021.

15.0 Election Fees

15.1 The Returning Officer is the person who has the overall responsibility for the conduct of elections. The Returning Officer is an officer of the Council who is appointed under the Representation of the People Act 1983. Although appointed by the Council the role of the Returning Officer is one of a personal nature and distinct and separate from their duties as an employee of the Council. Elections fees are paid for these additional duties and they are paid separately to salary.

The Chief Executive is the Council's Returning Officer.



The fees for Parliamentary, Police Commissioner, national referendums and Euro Elections are set by the Government.

The fees for County Council elections are set by the County Council. The fees for the Combined Authority Mayoral election are set by the combined authority.

Fees for Parliamentary, European Elections and district elections are pensionable.

Fees for local elections are set locally and are currently £373.72 per contested ward and £55.20 per uncontested ward.

Other officers, including senior officers within the scope of this policy, may receive additional payment for specific election duties.

16.0 Relationship to lowest paid employees

16.1 The lowest pay grade of the Council's pay structure is Grade 1. For this reason, we have chosen staff employed on Grade 1 as our definition of the 'lowest paid' for the purposes of this policy. Ratios are based on base salary and do not include other payments.

Grade 1 currently ranges from £13,934 to £15,603 per annum. The lowest paid employee on the council's pay scale is currently £13,934 per annum.

The Chief Executive's current salary scale ranges from £111,461 to £127,382.

The current ratio between the highest and the lowest pay points is -1:9.1

The current ratio between the Chief Executive's current salary and the lowest pay point is 1:9.1

The Council does not have a policy on maintaining or reaching a specific pay ratio between the lowest and highest paid staff.

16.2 The gender balance of the highest grades of SCDC earners is 60% females to 40% males.

17.0 Gender Pay Gap Reporting

17.1 In 2017 new equality regulations were introduced on Gender Pay reporting. South Cambridgeshire District Council is required to publish information under the Equality Act 2010 (Specific Duties and Public Authorities) Regulations 2017. The definitions and types of information to be reported are defined in the regulations and to aid understanding the definitions are shown below, together with the data. The data was produced on 31 March 2017 and published on the Government's portal.



17.2 The 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. This is shown as a percentage.

The mean gender pay gap is **-5.86%** in favour of females

A **mean** average involves adding up all of the numbers and dividing the result by how many numbers were in the list.

17.3 The 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 (see regulation 9). This is shown as a percentage.

The median gender pay gap is **-13.18%** in favour of females

A **median** average involves listing all of the numbers in numerical order. If there is an odd number of results, the median average is the middle number. If there is an even number of results, the median will be the mean of the two central numbers.

17.4 The median bonus gender pay gap

The median bonus gender pay gap is not applicable as we do not pay bonuses.

17.5 The proportion of males and females in each quartile pay band

This calculation requires an employer to show the proportions of male and female fullpay relevant employees in four quartile pay bands, which is done by dividing the workforce into four equal parts.

There are four sections (called quartiles) with an equal number of employees in each section (or as close as possible to this). The quartiles (from the lowest to highest) are called the lower quartile, the lower middle quartile, the upper middle quartile, and the upper quartile.

Quartile	Female	Male	Grand Total	Female %	Male %
1. Lower Quartile	30	100	130	23.08%	76.92%
2. Lower Middle Quartile	70	60	130	53.85%	46.15%
3. Upper Middle Quartile	81	49	130	62.31%	37.69%
4. Upper Quartile	70	60	130	53.85%	46.15%



17.6 The mean and median figures in points 17.2 and 17.3 above reflect the fact that the Council's workforce in the bottom quartile is mainly male as the Council directly employs refuse operatives and drivers in a shared service for two Councils (SCDC and Cambridge City Council).

18.0 Tax Avoidance

- 18.1 The Council takes tax avoidance seriously and will seek to appoint individuals to vacant positions using the recruitment procedures on the basis of contracts of employment and apply direct tax and National Insurance deductions from pay through the operation of PAYE.
- 18.2 Where consultants are recruited the Council will seek to avoid contractual arrangements which could be perceived as being primarily designed to significantly reduce the rate of tax paid by that person, such as paying the individual through a company effectively, controlled by him or her.
- 18.3 These principles will be embedded in contract clauses and guidance for managers when employing consultants.
- 19.0 Re-engagement of former South Cambridgeshire District Council staff within the scope of this policy
- 19.1 All permanent or fixed term posts are advertised in accordance with the council's recruitment policies and appointment is made on merit, in accordance with the rules governing the recruitment of the Chief Executive, Executive Directors, Directors, Assistant Directors and Heads of Service set out in the Council's constitution in section: Part 4 Rules of Procedure Officer Employment Procedure Rules.
- 19.2 Interim management appointments are made in accordance with the council's procurement policies and the provisions for contract for services.
- 19.3 Chief Executive, Executive Director, Directors
 - The Council will not normally re-engage under a contract of services or re-employ any individual who has previously been employed by the Council and, on ceasing to be employed, is in receipt of a severance or redundancy payment.

20.0 Apprentices

20.1 The Council has engaged a number of apprentices. The apprentice roles are created by services as development opportunities to support the apprenticeship programme. These



roles are usually existing posts within service area structures. Apprentices are paid at Grade 1 during the term of their apprenticeship.

20.2 The Council currently has 5 Apprentices – 1 x Communications, 2 x Housing, 1 x HR, 1 x Contact Centre. In addition, the Planning Service will maximise the apprenticeship opportunities as part of its career development programme.

Publication of the Pay Policy Statement

This pay policy statement once approved by Full Council will be published on the Councils website.