EPSOM & EWELL BOROUGH COUNCIL PAY POLICY STATEMENT

Head of Service/Contact: Shona Mason, Head of HR & Organisational

Development

Urgent Decision?(yes/no) No

If yes, reason urgent decision

required:

Annexes/Appendices (attached): Annex 1 Draft Epsom & Ewell Borough

Council Pay Policy Statement 2020/21 **Annex 2** Scale of Returning Officer's fees

and Charges 2019/2020

Other available papers (not

attached):

Employee Pay & Reward Procedure 2020-

2024

Gender Pay Gap Report 2019/20

Report summary

This report seeks approval of the draft Epsom & Ewell Borough Council Pay Policy Statement 2020/21.

Recommendation (s)

- (1) That the Council approves the Pay Policy Statement for 2020/21.
- 1 Implications for the Council's Key Priorities, Service Plans and Sustainable Community Strategy
 - 1.1 The Council's Pay Policy Statement is a statutory requirement, which supports the council's Key Priorities, Service Plans and Sustainable Community Strategy.

Council 13 February 2020

2 Background

- 2.1 The Localism Act requires each local authority to publish a statement which identifies the Council's approach to pay and in particular sets out pay arrangements for the senior chief officer posts. Under Section 38(1) of the Localism Act 2011 the Council is required to prepare a Pay Policy Statement, for the financial year, which is approved by full Council.
- 2.2 The statement sets out the levels of remuneration for the Council's senior officers as well as a general approach to pay which is lifted from the Council's HR Employee Pay & Reward Procedure 2020-2024.
- 2.3 Once agreed by the Council, the Pay Policy Statement will form part of the basis on which the Council remunerates employees particularly those at the senior officer level, as required by Section 41 of the Localism Act 2011.
- 2.4 The information set out in the pay policy statement meets the requirements of the legislation and details the relationship between those employees who are lowest paid and Chief Officers.
- 2.5 The policy statement outlines the following key areas:
 - · Level and elements of remuneration for each senior officer
 - Remuneration of chief officers on recruitment
 - Increases and additions to remuneration for each chief officer
 - The approach to the payment of chief officers on their ceasing to
 - hold office or to be employed by the authority
 - The publication of and access to information relating to remuneration
 - of chief officers
 - Pay multiple (ratio) between Chief Officers' pay and all other
 - employees
 - Election fees
 - Policy on employing someone who has taken redundancy
 - Policy on employing someone who is also drawing a pension
 - Policy on lowest paid
- 2.6 Senior salary information has been published as part of the Final Statement of Accounts. However the Localism Act 2011 (Section 38) requires the Council to publish an annual Pay Policy Statement.

Council 13 February 2020

- 2.7 The Equality Act 2010 (Gender Pay Gap Information) Regulations 2017 (in force from 31 March 2017) require public sector employers operating in England to provide gender pay reports by 30 March 2019 covering mean gender pay gap in hourly pay for year from 31 March 2018. This data is also required to be published publicly on the Government website. The headline statistic within the Gender Pay Gap Information, of mean hourly rate, shows a positive picture in favour of women of 15.3% and positions the Council as one of the most positive organisations in terms of women's mean pay.
- 2.8 Once approved by Full Council the pay policy statement will be published

3 Proposals

- 3.1 The Pay Policy Statement, which is prescribed in terms of content, sets out the Council's policies in respect of remuneration. The statement is simply a summary of the key provisions as required by the Localism Act.
- 3.2 The Council is therefore not being asked to approve the policies, but simply approve the statement which sets out existing policies.
- 3.3 The proposed Pay Policy Statement is attached at **Annex 1**
- 3.4 The Pay Policy Statement 2020/21 was approved by Strategy & Resources Committee on 30 January 2020.
- 3.5 As required by the Localism Act, Pay Policy Statement now needs to be approved by Full Council. The Statement will then be published on the Council's website.

4 Financial and Manpower Implications

- 4.1 There are no implications arising directly from this report.
- 4.2 **Chief Finance Officer's comments**: The pay policy statement is a statutory requirement and its content is consistent with the Council's budgets.

5 Legal Implications (including implications for matters relating to equality)

- 5.1 The draft Pay Policy Statement complies with the requirements of Section 38 of the Localism Act 2011 which requires all local authorities to prepare a Pay Policy Statement every financial year. The Localism Act 2011 sets out the information which a pay policy statement must contain. Section 40 of the Act also requires the Council to have regard to any guidance issued or approved by the Secretary of State.
- 5.2 Guidance under Section 40 was issued in February 2012 and the attached pay policy statement takes account of this guidance.

Council

13 February 2020

5.3 **Monitoring Officer's comments:** None arising from the contents of this report.

6 Sustainability Policy and Community Safety Implications

6.1 There are no implications arising directly from this report.

7 Partnerships

7.1 There are no implications arising directly from this report.

8 Risk Assessment

8.1 There is a legal requirement for the Council to prepare, approve and publish a Pay Policy Statement annually and therefore is at risk of not meeting its legal duties if a statement is not agreed and published.

9 Conclusion and Recommendations

9.1 The Council approves the Pay Policy Statement for 2020/21.

Ward(s) Affected: (All Wards);