

# BRENT COUNCIL PAY POLICY STATEMENT

Financial Year 2014/15

March 2014

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**BRENT COUNCIL PAY POLICY STATEMENT** 

Financial Year 2014/15

**Purpose** 

The council's pay policy outlines Brent's policy on pay and benefits for all employees (excluding Schools) and has been developed to meet the relevant statutory

provisions of the Localism Act 2011.

The pay policy will be reviewed on an annual basis and any changes will be

approved in advance of each new financial year.

The pay policy statement can be amended during the course of any financial year, but only by a resolution of the Full Council. If it is amended during the year to which it

relates, the revised version of the statement will be published as soon as reasonably

practicable.

**Strategic Context** 

The current and future pay and benefit arrangements are embodied in the council's People Strategy 2010/14. The council's Borough Plan and One Council programmes

provide the strategic framework for the council's workforce and people priorities. A new HR Strategy for 2014/17 has been developed which mirrors the council's Borough Plan priorities. The development of the strategy included a review of the

impact of the existing strategy. Any changes that impact on the council's pay

arrangements will be included in the pay policy statement 2015/16.

The overarching objective for the People Strategy is to have the right people, with the right skills, attitudes and experience, in the right place at the right time to enable

the organisation to deliver on its coprorate objectives and priorities.

Key objectives of the 2010/14 People Strategy are to:

• prepare the council's workforce to move and operate successfully when

the Civic Centre opens in 2013;

reduce staffing costs and raise overall productivity of the workforce through

new ways of working:

build a new, sustainable organisational model which is agile and fit for

purpose.

The council is committed to being a good employer, has an excellent track record in employing a workforce which reflects the community and in order to recruit and retain a high quality workforce will pay its staff at salary levels which will attract top performers. The move to the Civic Centre was achieved in 2013 and significant inroads have been made into introducing new ways of working to support the relocation to new offices.

## **Review of Employee Benefits**

The council's pay arrangements and terms and conditions play a key role enabling the council to fully realise its objectives and in ensuring the workforce is 'fit for purpose'. The impact of the review of the council's terms and conditions in 2013 are now being realised. The council is committed to fair and equitable pay and benefits arrangements to maintain a flexible, talented and performance focused workforce. The council has successfully recruited to a number of key roles this year following significant restructuring exercises to improve service delivery to the local community set against a backdrop of ever decreasing financial resources.

Last year as part of the review of HR policies and procedures the opportunity was taken to consolidate all the council's pay arrangements into a single policy document.

# **Council Pay Rates and Scales**

Pay scales are reviewed annually in line with the National Joint Council agreements and are effective from 1st April.

The following pay scales have been adopted by the council:

- GLPC Pay Scales (job evaluated) (main pay scales)
- Senior Manager Pay Scales (senior managers)
- Soulbury Pay Scales (Education Psychologists, Advisors and Inspectors)
- Youth and Community Pay Scales
- Teaching Pay Scales (for centrally employed local authority teachers)

### **Remuneration of Senior Management (Chief Officers)**

The council defines its senior management as the top 3 tiers in the management structure. This includes all statutory and non-statutory Chief Officer and Deputy Chief Officer roles. It comprises the Chief Executive, strategic directors and operational directors.

Currently the <u>pay</u>, <u>expenses and declaration of interest</u> are published for the Corporate Management Team which comprises the Chief Executive and the

strategic directors.

The council may, in exceptional circumstances, employ senior managers under contracts for services. The council generally will aim to pay such individuals at a rate consistent with the pay of directly employed staff performing a comparable role although there may be circumstances where a higher rate is warranted over the

short term.

**Remuneration of Lowest Paid Employees** 

The council defines its lowest paid employees as those staff paid on the lowest established grade and scale point which in Brent is Scale 2 spinal point 11 of the

GLPC Pay Scales currently £16,647 per annum.

**London Living Wage** 

The council has implemented the London living wage. This rate has been applied to all staff who receive less than £8.80 per hour. This will not apply to apprenticeships.

**Pay Multiple** 

The 'pay multiple' is the ratio between the highest paid salary and the lowest/median average salary of the council's workforce. The council's highest paid employee is the

Chief Executive and the current pay multiples are:

Median salary is approximately 1:6

Lowest salary is approximately 1:11

The council has not set a target for a maximum multiple. The pay multiples have remained relatively unchanged from 2013/2014. The council continues to pay the London living wage which has increased marginally. This also reflects capping of

London living wage which has increased marginally. This also reflects capping of the Chief Executive's salary at £185,000 per annum, which is £10,000 per annum.

less than the previous maximum.

Pay Grading

Single Status was introduced in 2009 for staff on the main pay scales. Single Status introduced common job evaluation schemes and pay scales for the council's former

manual workers, administrative, professional, technical and clerical employees with

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the exception of education psychologists, nursery nurses, youth and community

workers, chief officers and the chief executive.

Senior managers including chief officers have locally determined rates of pay which are linked to national negotiations for the determination of pay awards. A revised pay and grading structure for senior managers was introduced on 1<sup>st</sup> April 2013. The aim

of the review was to reduce costs whilst ensuring the the council's pay arrangements

remained competitive.

In 2013 the council rationalised the terms and conditions for senior managers. Those senior management posts which fall within the JNC for Chief Officer definition are

employed on JNC terms and conditions and all other senior managers are employed

on NJC for Local Government Services terms and conditions with some local variations. The senior management posts which fall within the JNC definition are the

predominately the strategic directors, other directors with statutory responsibilities,

the Assistant Chief Executive and HR Director. This means that the majority of

senior managers have terms and conditons which are largely consistent with those

for other staff. A number of changes were also made to the JNC for Chief Officer terms and conditions to bring them more into line with the terms and conditions for all

other staff.

Local Conventions for the GLPC Job Evaluation Scheme

Virtually all local authorities and organisations that use the GLPC Scheme have Local Conventions in place. Without Local Conventions, evaluators may interpret

these terms differently – and hence gradings can be affected and consistency lost.

The council in March 2013 introduced local conventions to ensure that the scheme is

applied consistently and fairly to all employees.

**Public Health Transfer** 

Following major changes to the public health system, responsibility for public health transferred to local authorities on 1 April 2013. Fifteen staff transferred into the

council under NHS terms and conditions including pay. A Director of Public Health has been recruited on Brent terms and conditions. Since the transfer five other staff

have also been appointed on Brent terms and conditions.

Pay on Appointment

All employees are normally appointed on the lowest pay spinal column point for their

job evaluated grade. Employees may be appointed at a higher point, where they are

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currently earning more than the lowest pay spine for the role and where it is considered that they already possess the skills and experience needed to justify

such a higher salary.

The council delegates authority to the Senior Staff Appointments Sub-Committee to

make recommendations to the council on the appointment of all officers at

operational director level and above.

**Annual Pay Progression** 

Brent's pay policy is primarily based on evaluated pay grades, which each have a

salary range comprising a number of incremental points. Other pay grades are nationally prescribed but also have incremental progression arrangements. Most

employees incrementally progress through the pay grade for their job. Progression

will normally be one increment (pay spine column point) on the 1st of April each year

until the top of the grade is reached for those on the main pay scales (separate

arrangements apply during the first year of service where the start date is between 1<sup>st</sup> October and 31<sup>st</sup> March) and on the anniversary of joining for those on senior

manager pay scales.

Pay progression is subject to satisfactory performance and can be withheld as a

disciplinary sanction.

**Performance Related Pay and Bonuses** 

Council employees including the Chief Executive and directors do not receive

performance related payments or bonuses.

**National / Regional Pay Agreements** 

The council operates the national (JNC/NJC) and regional (GLPC) collective bargaining arrangements for pay and conditions of service for all employees,

including senior managers. Pay is increased in line with national and regional pay

agreements.

The government set a maximum public sector pay increase limit of 1% for 2013/14

and 2014/15. In keeping with this the pay award for 2013/14 was 1% which was

paid to all staff in Brent.

**Market Supplements** 

The council is currently phasing out market supplement payments and has put in

place employee benefits as part of the new benefits package to ensure the council remains competitive in the recruitment market. Currently there are only a small

number of supplements in existence and these have planned end dates.

**Fees for Election Duties** 

Election fees paid to employees (including chief officers) who assist in elections are

in line with the rates agreed by the Government whenever general, regional or European elections occur. Where local elections occur fees will be determined using

the cross-London agreed rates.

**Pension** 

All non teaching employees are able to join the Local Government Pension Scheme.

Teachers are able to join the Teachers Pension Scheme. Benefits for both schemes are paid in accordance with government regulations. NHS employees who

transferred to the council under TUPE have access to the NHS Pension Scheme.

**Payments on Termination of Employment** 

In the event that the council terminates the employment of an employee on the

grounds of redundancy the terms of the council's redundancy and early retirement

arrangements will apply.

**Re-employment of Employees** 

Section 7 of the Local Government and Housing Act 1989 requires that every

appointment to paid office or employment in a local authority shall be made on merit.

The re-engagement of employees including chief officers who are made redundant is

subject to the council's re-engagement arrangements (contained within the council's Managing Change Policy). The policy sets out the minimum period a former

employee must wait before being eligible to work for the council again, as well as

outlining other restrictions.

Tax avoidance

All permanent Brent staff including senior managers are paid through payroll which

means that all taxes are deducted at source. A review of temporary staff has recently

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been concluded and it is Brent's policy to cover vacancies through the use of approved agency workers or by appointing staff on fixed term contracts. Temporary workers providing services through their own companies will be carrying out projects and generally not covering permanent roles other than in exceptional circumstances. Where these situations do occur they will be limited in duration, usually to less than 6 months.

#### Publication and access to information

Brent's annual Pay Policy Statement will be published on the website where it can be easily accessed. Information about chief officers remuneration is published on the council's website www.brent.gov.uk in the section **Senior Staff Salaries** 

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