

## **Pay Policy Statement 2018/19**

### **Purpose**

Tunbridge Wells Borough Council believes strongly in transparency and accountability. In addition to publishing the huge range of information we are required to provide by statute, we have always sought to provide additional information in an accessible fashion. In respect of pay, we have always included a table within our statement of accounts that sets out senior officer salaries (of over £50k) in bands comparing pay with previous years. From April 2012 all councils are required under Section 38 (1) of the Localism Act 2011 to provide an annual pay policy statement. The Act specifies that the following must be included in the statement:

- The level and elements of remuneration for each chief officer
- The policy on the remuneration of chief officers upon recruitment
- Any increases and additions to their remuneration including performance-related pay, bonuses, charges, fees, allowances, benefits in kind and termination payments
- A definition of the 'lowest paid employees' and the policy on the remuneration of this group
- The policy on the relationship between the remuneration of its chief officers and other officers

The purpose of this statement is to enable local taxpayers to take an informed view of whether local decisions on all aspects of remuneration are fair and make best use of public funds.

### **Senior Staff**

This term is defined as including both statutory and non-statutory chief officers and their deputies. Tunbridge Wells Borough Council has interpreted this as meaning the following roles:

- Chief Executive (Head of the Paid Service)
- Director of Change and Communities
- Director of Finance, Policy and Development (Section 151 Officer)
- Mid Kent Services Director, is a partnership employee, employed by Maidstone Borough Council and information regarding their pay is published by Maidstone Borough Council
- Heads of Service
- The Head of Legal Services (Monitoring Officer) is a partnership employee, employed by Swale Borough Council and therefore information regarding their pay is published by Swale Borough Council.

## Remuneration of Chief Officers

Chief Officer	Grade	Market Median (salary at 100% of the grade)  £pa	Bonus	Additional benefits and allowances
Chief Executive	CEX	120,000	0	Election fees as Returning Officer
Director of Change and Communities	DIR	92,000	0	
Director of Finance, Policy and Development (Section 151 Officer)	DIR	92,000	0	Retention allowance £10,000
Project Executive (Community Hubs)	SM1	77,300	0	
Head of Environment and Street Scene	SM1	77,300	0	
Head of Economic Development	SM1	77,300	0	Retention allowance £15,000
Head of Planning	SM1	77,300	0	Retention allowance £3,168 fixed until 25/09/18
Head of HR and Customer Services	SM2	66,500	0	
Head of Finance and Procurement (Deputy S151 Officer)	SM2	66,500	0	Retention Allowance £4,936 fixed until 18/01/2019 plus £1000 Deputy S151 Officer
Head of Digital Services and Transformation	SM2	66,500	0	

<b>Chief Officer</b>	<b>Grade</b>	<b>Market Median (salary at 100% of the grade)  £pa</b>	<b>Bonus</b>	<b>Additional benefits and allowances</b>
Head of Policy and Governance	SM3	57,400	0	
Head of Business Support	SM3	57,400	0	

The above salaries are as at 1 April 2018.

### **Salaries on recruitment**

Tunbridge Wells Borough Council is committed to the principles of contribution pay (as set out in a report to the General Purposes Committee on 19 April 2010), and appoints all new starters to the entry zone of the grade (95 per cent). The same principle will apply to posts that are re-graded to a higher grade through the job evaluation process.

### **Lowest Paid employees**

This term is defined as meaning those employed on the lowest pay scale in the Council's pay structure. The lowest pay scale is Grade B, £16,340 at the entry point of the grade (£17,200 at the mid-point).

### **Pay determination and pay progression**

The Council's contribution pay scheme and severance policies apply equally to all staff, as does the career average pension scheme. Salary ranges are based on the South East Public and Not for Profit sector (excluding London). Each grade runs from 95 -105 per cent, where 100 per cent is the market median and progression along the scale is based solely on contribution and the achievement of agreed objectives. A formal review of pay benchmarking took place in October 2017; it will necessitate a cost of living upgrade across all grades. The Council reviews its pay scales annually and undertakes a formal benchmarking exercise at least every 3 years, and will continue to do so.

### **Pay Multiplier**

Tunbridge Wells Borough Council has calculated the mean and median salaries of its staff, and the ratios between those and the highest paid member of staff as follows:

Mean Salary 2018/19 = £31,735

Median Salary 2018/19 = £28,405

Chief Executive as a ratio to Mean Salary = 3.97

Chief Executive as a ratio to Median Salary = 4.44

Chief Executive as a ratio to Grade B 95% Salary = 7.71

This Council believes that, as a general principle, the Chief Executive's salary should be no more than ten times that of the lowest paid member of staff.

### **Grade Determination**

The Council uses the HAY job evaluation scheme to evaluate the grades of all its jobs from the lowest to the highest paid. The scheme was introduced in 2001. In 2010, the Council commissioned a review of its grading structure and pegged its pay to the market median for the South East Public and Not for Profit sector (excluding London). It was also agreed that the Council would consider on an annual basis whether or not it should re-commission a benchmarking exercise to ensure that the Council remains aligned to the market mid-point of the South East Public and Not for Profit sector (excluding London). This was approved by the General Purposes Committee on 19 April 2010. The Council's benchmarked position was reviewed for the first time in 2014 and again in 2017. The method for this was to adjust individual grades to reflect their market rate. This, together with some adjustment of grades to remove overlaps, and the deletion of the lowest grade ensured that salaries are above the National Living Wage.

### **Market Supplements/ Retention Allowance**

Where the evaluated grade of a particular job results in a salary which is below the market mean for that specific role, there is provision for the salary to be increased by the addition of a market supplement or a retention allowance. Market supplements and retention allowances are reviewed at regular intervals as agreed by Management Board and may be withdrawn by giving appropriate notice.

### **Leave**

Senior Staff listed in this pay statement are entitled to 32 days annual leave, with three further days after five years' continuous local government service and an additional 5 days after 30 years' continuous local government service.

### **Benefits and Allowances**

The Council benefits and allowances apply equally to all staff, regardless of grade.

Benefits for Senior Staff listed in this policy include (in common with all staff): career average pension scheme; an employee discount scheme; salary sacrifice schemes

for childcare vouchers; a cycle to work scheme; car loans; a day off a year for volunteering activities within the borough (either individually or as a team-building event); discounted membership of local sports centres and an Employee Assistance Programme giving access to up to six free counselling sessions free of charge. Staff that are required to hold membership of professional bodies as a result of their employment are entitled to reimbursement of their membership fees. Normally this is confined to membership of one professional body only.

Details of allowances currently paid to staff are set out in a report to the General Purposes Committee on 19 April 2010. In respect of elections, the Chief Executive has been appointed as Returning Officer under Section 35 of the Representation of the People Act 1983. This is a personal appointment separate from his other duties and the Returning Officer fee is calculated in accordance with an agreed Kent Scale of Fees. All Council employees are able to volunteer to carry out additional duties associated with elections and will be paid separately for this in accordance with the Kent Scale.

### **National Living Wage**

From 1 April 2016 it became a legal requirement for all workers over the age of 25 to be paid the National Living Wage. This is £7.50 per hour from 1 April 2017, and the Council is compliant with this requirement. Casual Workers under the age of 25 are paid £7.05 per hour. These amounts will change from 1 April 2018, but are yet to be announced by central government.