

# Isle of Wight Council Gender Pay Gap Report for March 2024

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### **Preamble**

From 2017, Gender Pay Gap Legislation requires any organisation that has 250 or more employees to publish a report showing how large the pay gap is between male and female employees. The pay gap is the difference between the average (mean or median) earnings of men and women, expressed as the percentage of women's earnings compared to men's earnings.

The report must be published by the 30<sup>th</sup> of March each year for the public sector and the 4<sup>th</sup> of April each year for the private sector, the information must be displayed on the employers' own website and a designated Government website.

Employers are required to calculate the following information:

- Their 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 employees)
- **Their 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 employees)
- **Their mean bonus**\* **gender pay gap** (The difference between the mean bonus pay paid to male relevant employees and that paid to female relevant employees)
- **Their median bonus\* gender pay gap** (The difference between the median bonus pay paid to male relevant employees and that paid to female relevant employees)
- Their proportion of males and females receiving a bonus payment (The proportions of male and female relevant employees who were paid bonus pay during the relevant period)
- Their proportion of males and females in each quartile\* pay band (The proportions male and female full-pay relevant employees in the lower, lower middle, upper middle and upper quartile pay bands).
- \*Bonus means any remuneration that is in the form of money, vouchers, securities, securities options or interests in securities and relates to profit sharing, productivity, performance, incentive or commission.
- \*A quartile is one of the three points that divide the population of data into four equal parts. In the context of gender pay gap reporting, the four quartile pay bands are created by dividing the total number of full-pay relevant employees into four equal parts.

This report is based on those who were employed on the 31<sup>st</sup> of March 2024. The pay period used for the calculation of pay was the month of March 2024 as employees are paid monthly. The bonus period covers the period 1<sup>st</sup> of April 2023 to the 31<sup>st</sup> of March 2024.

### Scope

For the purposes of gender pay reporting, the definition of an employee is that which is given in the Equality Act 2010. This is known as an 'extended' definition which includes:

- Employees (those with a contract of employment)
- Workers (those with a contract to do work or provide services for the organisation)
- Some self-employed people (where they have to personally carry out the work they do for the organisation)

The gender pay gap calculation is based on the number of individual employees and not the full-time equivalent. This means that each part-time employee counts as one employee.

Apprentices, seasonal, temporary or casual employees are included if they fall within the reference period set out above.

## **Gender Pay Gap Information**

1. The mean gender pay gap in hourly pay

|            | Females (£) | Males (£) | Gap (%) |
|------------|-------------|-----------|---------|
| March 2017 | 12.6        | 13.93     | 9.6     |
| March 2018 | 12.13       | 13.48     | 10.1    |
| March 2019 | 12.80       | 13.95     | 8.3     |
| March 2020 | 13.35       | 14.94     | 10.7    |
| March 2021 | 14.43       | 16.04     | 10.0    |
| March 2022 | 14.18       | 15.87     | 10.6    |
| March 2023 | 16.23       | 16.92     | 4.1     |
| March 2024 | 16.54       | 17.28     | 4.3     |

2. The median gender pay gap in hourly pay

|            | Females (£) | Males (£) | Gap (%) |
|------------|-------------|-----------|---------|
| March 2017 | 10.57       | 12.42     | 14.9    |
| March 2018 | 10.44       | 12.35     | 15.5    |
| March 2019 | 10.89       | 12.61     | 13.7    |
| March 2020 | 11.19       | 13.64     | 18.0    |
| March 2021 | 12.20       | 14.73     | 17.2    |
| March 2022 | 12.13       | 13.89     | 12.7    |
| March 2023 | 13.66       | 14.53     | 5.9     |
| March 2024 | 14.41       | 14.65     | 1.6     |

3. The mean bonus gender pay gap

|            | Females (£) | Males (£) | Gap (%) |
|------------|-------------|-----------|---------|
| March 2017 | 0           | 0         |         |
| March 2018 | 1345        | 0         |         |
| March 2019 | 1704        | 0         |         |
| March 2020 | 2116        | 0         |         |
| March 2021 | 3594        | 0         |         |
| March 2022 | 0           | 0         |         |
| March 2023 | 2241.7      | 0         |         |
| March 2024 | 851.15      | 0         |         |

4. The median bonus gender pay gap

|            | Females (£) | Males (£) | Gap (%) |
|------------|-------------|-----------|---------|
| March 2017 | 0           | 0         |         |
| March 2018 | 1345        | 0         |         |
| March 2019 | 1704        | 0         |         |
| March 2020 | 2116        | 0         |         |
| March 2021 | 3594        | 0         |         |
| March 2022 | 0           | 0         |         |
| March 2023 | 2241.7      | 0         |         |
| March 2024 | 851.15      | 0         |         |

5. The proportion of males and females receiving a bonus payment

|            | E 1 (0()    | B.4. 1. (O() |
|------------|-------------|--------------|
|            | Females (%) | Males (%)    |
| March 2017 | 0           | 0            |
| March 2018 | 0.05        | 0            |
| March 2019 | 0.06        | 0            |
| March 2020 | 0.08        | 0            |
| March 2021 | 0.1         | 0            |
| March 2022 | 0           | 0            |
| March 2023 | 0.1         | 0            |
| March 2024 | 0.1         | 0            |

6. The proportion of people in each quartile within the council's pay framework that are male and female

| March 2017            |        |      |  |
|-----------------------|--------|------|--|
| Quartile              | Female | Male |  |
| Lower quartile        | 70%    | 30%  |  |
| Lower middle quartile | 72%    | 28%  |  |
| Upper Middle quartile | 56%    | 44%  |  |
| Top quartile          | 59%    | 41%  |  |

| March 2018            |        |      |
|-----------------------|--------|------|
| Quartile              | Female | Male |
| Lower quartile        | 69%    | 31%  |
| Lower middle quartile | 74%    | 26%  |
| Upper Middle quartile | 59%    | 41%  |
| Top quartile          | 54%    | 46%  |

| March 2019            |        |      |  |
|-----------------------|--------|------|--|
| Quartile              | Female | Male |  |
| Lower Quartile        | 63%    | 37%  |  |
| Lower Middle Quartile | 77%    | 23%  |  |
| Upper Middle Quartile | 58%    | 42%  |  |
| Top Quartile          | 54%    | 46%  |  |

| March 2020            |        |      |
|-----------------------|--------|------|
| Quartile              | Female | Male |
| Lower quartile        | 66%    | 34%  |
| Lower middle quartile | 77%    | 23%  |
| Upper Middle quartile | 56%    | 44%  |
| Top quartile          | 51%    | 49%  |

| March 2021     |        |      |
|----------------|--------|------|
| Quartile       | Female | Male |
| Lower quartile | 72.9   | 27.1 |

| Lower middle quartile | 72.8 | 27.2 |
|-----------------------|------|------|
| Upper Middle quartile | 53.9 | 46.1 |
| Top quartile          | 54.8 | 45.2 |

| March 2022            |        |      |
|-----------------------|--------|------|
| Quartile              | Female | Male |
| Lower quartile        | 68.3   | 31.7 |
| Lower middle quartile | 76.9   | 23.1 |
| Upper Middle quartile | 67.3   | 32.8 |
| Top quartile          | 58.1   | 41.9 |

| March 2023            |        |      |
|-----------------------|--------|------|
| Quartile              | Female | Male |
| Lower quartile        | 66.7   | 33.3 |
| Lower middle quartile | 77.1   | 22.9 |
| Upper Middle quartile | 71.9   | 28.1 |
| Top quartile          | 61.1   | 38.9 |

| March 2024            |        |      |
|-----------------------|--------|------|
| Quartile              | Female | Male |
| Lower quartile        | 64.2   | 35.8 |
| Lower middle quartile | 74.5   | 25.5 |
| Upper Middle quartile | 75.7   | 24.4 |
| Top quartile          | 61.9   | 38.1 |

#### **Statement**

As a 'public body', the Isle of Wight Council is required to meet its statutory obligations under the Equality Act 2010 to have due regard to eliminate unlawful discrimination, promote equal opportunities between people from different groups and to foster good relations between people who share a protected characteristic and people who do not share it. The protected characteristics are: age, disability, gender reassignment, marriage and civil partnership, pregnancy and maternity, race, religion or belief, sex and sexual orientation.

We are committed to promoting equality of opportunity for all workers. We aim to create a working environment in which all individuals can make best use of their skills, free from discrimination or harassment and in which all decisions are based on merit. The contributions of all our workers are valued as it is recognised that each individual brings different skills and abilities to their role according to their own personal experience and we welcome the opportunity to make the best use of this potential.

The council's senior management team is committed to equality including achieving gender pay equality, demonstrated by the operation of an Equality and Diversity Board. The senior management team as members of that board monitor together with staff representatives undertakes the necessary monitoring and review of the actions required to addresses highlighted equality issues for the council.

To support those employees with dependents, the council also operates a flexible working policy which is designed to afford wherever feasible, the flexibility to accommodate caring responsibilities, irrespective of gender. Under this policy, employees are able to request career breaks, term time working, homeworking, annualised hours, compressed hours and voluntary reduced hours. Asking for flexible working is now a statutory day one right since a legislation change in April 2024 and this is reflected in our policy Additionally, there is also a special leave policy which enables staff to take leave in the case of an emergency with a dependant. For many job roles, there is also flexibility to work from home and different office base locations.

The staffing equality group have assisted Equality and Diversity board by reviewing the objectives for the next 4 years. They have fed into the recruitment process from an Equality and Diversity perspective and some members will be on the recruitment project focus group.

As can be seen from the details set out above, the results of the gender pay gap analysis for 2024 shows a 4.3% mean pay gap between men and women and a 1.6% median pay gap.

To help understand why the gap exists, it can be identified, that the results show that 79% of part time roles are occupied by females, when compared to the proportion of full pay relevant employees that are female (69%), thus indicating that they are overrepresented in this group. In comparison, 63% of full-time roles are occupied by females and so they are underrepresented.

|            | % of part time roles occupied by Females | % of full time roles occupied by Females |
|------------|--|--|
| March 2017 | 79                                       | 57                                       |
| March 2018 | 79                                       | 57                                       |

| March 2019 | 79 | 56 |
|------------|----|----|
| March 2020 | 78 | 56 |
| March 2021 | 80 | 60 |
| March 2022 | 78 | 59 |
| March 2023 | 77 | 61 |
| March 2024 | 79 | 63 |

One reason that this may have a significant effect on the gap is that based on contractual grade the majority (74%) of part time workers are occupying roles that are below Grade 8 (excluding casual workers) which means they are more likely to be lower paid. Whereas 68% of full-time workers occupy roles that are Grade 8 and above meaning they are more likely to be higher paid. However, based on trend over the last six years the percentage of part time roles below grade 8 is reducing.

|            | % of roles less than Grade 8 that | % of roles Grade 8 and above |
|------------|-----------------------------------|------------------------------|
|            | are part time                     | that are full time           |
| March 2017 | 79                                | 67                           |
| March 2018 | 80                                | 67                           |
| March 2019 | 80                                | 67                           |
| March 2020 | 79                                | 68                           |
| March 2021 | 80                                | 69                           |
| March 2022 | 74                                | 69                           |
| March 2023 | 68                                | 79                           |
| March 2024 | 69                                | 79                           |

One explanation for this might be that part-time roles often afford greatest flexibility for those with caring responsibilities, who generally are more likely to be female. The council therefore is confident that its gender pay gap does not stem from paying male and female employees differently for the same or equivalent work. Rather its gender pay gap is the result of the roles in which male and females work within the council and the salaries that these roles attract.

Based upon the hourly rate, 57% of those in the top 15% of earners are female, 60% of those in the top 10% of earners are female, and of the top 5% per cent of earners 61% are female. This suggests that in the council females are encouraged and enabled to reach the most senior council job roles.

|            | % of the top 15% of | % of the top 10% of | % of top 5% of earners |
|------------|---------------------|---------------------|------------------------|
|            | earners that are    | earners that are    | that are female        |
|            | female.             | female.             |                        |
| March 2017 | 63                  | 59                  | 59                     |
| March 2018 | 54                  | 55                  | 57                     |
| March 2019 | 57                  | 55                  | 58                     |
| March 2020 | 56                  | 55                  | 56                     |
| March 2021 | 56                  | 59                  | 59                     |
| March 2022 | 51                  | 54                  | 53                     |
| March 2023 | 58                  | 66                  | 64                     |
| March 2024 | 57                  | 60                  | 61                     |

### **Actions**

Building on what has already been achieved with agile working and the improvement of facilities the following actions are continuing from the previous year and are likely to be delivered over the next 2-3 years.

It is important to recognise that planned programmes of work span over a number of years and changes to working practices will require to be embedded. To that end, the any positive impact on the gender pay gap will take time to realise their full benefits

- Improvements to our recruitment processes and systems to enhance candidate experience and to enhance and maintain manager's skills and knowledge
- Developing workforce planning capabilities both corporately and within services to establish effective succession planning, and the improvement of data and intelligence to support this
- Enhanced communication campaigns from the staff equality group to raise awareness of matters relating to equality and the understanding of protected characteristics.
- Benchmarking our current performance with regards to Equality, Diversity, and Inclusion using a local government authority self- assessment framework tool to review and improve equality, diversity and inclusion within the council.
- The HR Team continue to hold induction meetings with new managers to ensure that they have a solid understanding of HR policies and practices including equality and diversity. The managers' 'lunch and learn' discussions continue to be provided by the HR team to empower and educate managers. New managers are also required to complete online managers induction so to better understand their responsibilities.
- Equality and diversity training continues to be mandated for staff, to ensure that all the protected characteristics are understood and respected.