

ANNEX A

BMKFA Pay Policy Principles and Statement 2019/20

This document applies to all employees of Buckinghamshire & Milton Keynes Fire Authority (The Authority).

Principles

1. Accountability

Decisions on pay policies will be taken by elected members - those who are directly accountable to local communities. We will ensure that all democratically accountable members have a significant input into how decisions on pay are made and that we are open about the policies that determine those decisions.

Our annual Pay Policy Statements and any amendments to them will be considered by a meeting of the Fire Authority and will not be delegated to any sub-committee. In scheduling such meetings, we will act in accordance with our responsibilities under part 5A of the Local Government Act 1972. However, we note that the Secretary of State does not consider that any of the grounds for exclusion of the public would be met for discussions of Pay Policy Statements. Such meetings should therefore be open to the public and should not exclude observers. All decisions on pay and reward for chief officers must comply with the current Pay Policy Statement.

The Fire Authority will be offered the opportunity to vote before salary packages (£100,000 plus) are offered in respect of a new appointment. For this purpose, salary packages should include salary, any bonuses, fees or allowances routinely payable to the appointee and any benefits in kind to which the officer is entitled as a result of their employment.

2. Transparency

Our Pay Policy Statement along with our approach to the publication of and access to information relating to remuneration will be published on our website.

Although we are not required to use our Pay Policy Statement to publish specific numerical data on pay and reward, we will consider how the information within the Pay Policy Statement fits with that data on pay and reward that we publish separately.

This includes that data required to be published under the Code of Recommended Practice for Local Authorities on Data Transparency and by the Accounts and Audit (England) Regulations 2011.



3. Fairness

We will ensure that decisions about senior pay are taken in the context of similar decisions on lower paid staff salaries and that the relationship between those decisions are considered. We will consider our proposals for the pay relationship between the remuneration of chief officers and employees who are not chief officers.

We will publish our pay multiple – the ratio between the highest paid employee and the mean average earnings and the lowest paid across the Fire and Rescue Service.

We will set out our approach to the award of other elements of remuneration including bonuses, performance related pay as well as severance payments.

4. Monitoring and assurance

On an annual basis, a review will be undertaken on the previous year's decisions and impacts in relation to this policy and a report will be presented to the appropriate Board.

Part One - Pay Policy (all staff excluding SMB)

- 1. All pay decisions will be fair, based on policy and reflecting the requirements of legislation.
- 2. Our systems will be transparent and well known amongst staff groups and we will discuss planned changes to our systems with the appropriate representative bodies.
- 3. We will, where possible, avoid complex pay systems and in determining pay will make reference to market rates in order to secure best value for the taxpayer.

Level and elements of remuneration

- 4. The majority of staff are employed under contracts with either; the terms and conditions of the NJC for Local Authority Fire and Rescue Services Scheme of Conditions of Service, 2004 "the Grey Book" incorporated; or with the provisions of the local terms and conditions of Buckinghamshire and Milton Keynes Fire Authority Scheme of Conditions of Service for Support Services staff.
- 5. For 'Grey Book' staff rates of pay are set out in circulars issued by the NJC and entitlements are governed by Part B of the Grey Book. However, the Authority recognises that new employees may be employed on terms and conditions outside of the Grey Book. This includes the operation of the 'Bank System'.

The Authority also recognises that employees in existing firefighter roles may want to agree rates of pay outside of the Grey Book for the protection of services and provision of enhanced resilience, including agreement to not participate in industrial action.



<u>In addition, and in line with our retention and succession planning, the Authority does</u>
<u>agree enhanced remuneration outside of the 'Grey Book' for specific roles, such as Area</u>
<u>Commanders, Group Commanders and Station Commanders.</u>

- 6. For other staff the pay structure takes the form of pay scales with spinal column points. Progression is based on evidenced performance and would normally occur on 1st April if the required criteria are met; at least six months in post, subject to performance and the maximum grade for the post not being exceeded. Incremental progression may be withheld if performance is not to the required standard.
- 7. The Government introduced a UK wide apprenticeship levy from April 2017. This levy was to help fund the increase in the quantity and quality of apprenticeship training and to give employers greater control of apprenticeships. The levy rate is set at 0.5 per cent of an employer's pay bill <u>over £3 million</u> and is collected via PAYE. At the Executive Committee meeting on 29 July 2015, Members opted to use the apprenticeship training agency (ATA) model for the recruitment of apprentices. The Authority will utilise apprenticeship opportunities wherever practicable as part of a blended approach to improving diversity and refreshing the workforce. We will reward apprentices appropriately, recognising competence and performance during the various development stages of their apprenticeship.
- 8. Pay scales are inserted in the annexes:

Appendix 1: Grey Book Pay rates from 1 July 2018

Appendix 2: Support Services Staff Pay scales from 1 July 2018

- 9. Some members of staff participate in lease car arrangements.
- 10. The Authority reimburses mileage, travel expenses, subsistence and other expenses (e.g. overnight stays, meals and professional fees) when appropriate and in accordance with the Authority's procedures relating to expenses.

Remuneration on Recruitment

11. Remuneration will be based on the evaluated rate for the job, either nationally or locally set.

Increases and additions to remuneration

12. Additional Responsibility Allowance (ARA) payments are used to reward increased responsibilities and duties beyond the normal remit of the role for specific periods, for example to cover managed vacancies for short to medium term periods, enabling successful change management with minimal risk. These payments apply to staff on 'Grey Book' terms and conditions.



- 13. At the discretion of the Authority, honorarium payments can be given to Support Services staff when they are asked to undertake part of the duties at a higher graded post or duties outside the scope of their post, which is particularly onerous. Where the payment relates to an employee undertaking a proportion of the duties of a higher graded post, the calculation of the payment will normally link to the pay scale of the duties of the higher graded post being undertaken. For duties outside the scope of the employee's role, the amount of the payment will be determined by estimating the relative worth of the task in comparison to the employee's substantive grade. These payments are for Support Services staff.
- 13. Any such payments require the signature of two Directors in accordance with current procedures.

Use of Performance related pay

14. Performance related pay is not in operation although certain posts attract performance increments based on skill development.

Use of bonuses and merit awards

15. One-off bonus payments will be considered linked to evidenced and scrutinised delivery of performance management objectives and is outlined in Appendix 3.

16. Re-engagement

The re-engagement of staff will not normally occur following retirement. In exceptional circumstances, where specialist knowledge and expertise are required for a defined period of time in the event re-engagement may be considered. In the exceptional circumstance that re-engagement were to be necessary in the interest of public safety, any decision will be subject to prior approval at Director level.

Approach on ceasing to hold office or be employed by the Authority

17. The Authority's current policies in respect of discretionary payments are in line with recommendations to be found in the minutes of the Fire Authority on 24 June 2014 titled Local Government Pension Scheme 2014 – Employer Discretions, the minutes of the Executive Committee held on 17 July 2013, and a report to the Executive Committee on 18 October 2017 - Scheme Manager Discretions for the Firefighters' Pension Scheme 2015.

Publication of and access to information relating to remuneration

18. We will publish information in accordance with the Local Government Transparency Code 2014.



Pay Multiple

19. The pay multiple is the ratio between the highest paid salary and the median average salary of the Authority's workforce. The average salary level is defined as the total of all regular payments made to an individual.

For the financial year 2019/20, the definition of lowest paid staff are those staff we employ who are paid at rates that are maintained in line with the National Living Wage and the lowest rate will be that applicable for workers aged 25 and over.

The current BMKFA pay multiples are:

The Authority's pay multiple; the ratio between the highest paid employee and the median average salary figure for all employees in the Authority is:

Highest pay: lowest pay: 9.86:1 9.64:1

Highest pay: median pay: 4.77:1

Year	Highest pay: Lowest pay	Highest pay : Median pay
<u>2019/20</u>	<u>9.64:1</u>	<u>4.77:1</u>
2018/19	9.86:1	4.77:1
2017/18	10.17:1	4.77:1
2016/17	10.71:1	4.72:1
2015/16	11.04:1	4.77:1
2014/15	11.5:1	4.87:1
2013/14	11.72:1	4.9:1
2012/13	12.7:1	5.0:1

20. It is our intention that salary multiples do not reach the 1:20 ratio referred to in the Hutton Report.



Part Two - Pay Policy - Strategic Management Board (SMB)

SMB members pay arrangements are locally determined. Pay progression is performance based, with scope to increase the salary after completion of the annual external SMB remuneration and performance review process. The provisions of the National Joint Council for Brigade Managers of Fire and Rescue Services (referred to as the Gold Book) also apply for remuneration purposes for annual pay awards.

Level and elements of remuneration

- 20 Senior management remuneration comprises salary, car provision or car allowance.
- 21. Gold Book Pay is based on a twin track approach of an annual nationally agreed pay deal and a local pay agreement. SMB Pay Policy includes proposals to consider the implementation of Earn Back Arrangements and addresses the requirements of the Localism Act in relation to the SMB.

Remuneration on Recruitment

22. Remuneration will be based on the evaluated rate for the job.

Increases and additions to remuneration

23. Increases and additions for senior management posts will require approval of the appropriate committee of the Authority.

Use of Performance related pay

24. Performance related pay will be used in the context of the relevant policy, based on "Earn back" principles and will need approval by the appropriate committee.

Use of Bonuses

25. One off bonus payments may be considered linked to evidenced and scrutinised delivery of performance management objectives.

NB: Aspects of this section are being considered at the 7 February 2019 Executive Committee as part of the Review of methodology used to carry out the Senior Management Team annual pay review. This could result in the need to amend this section



Approach on ceasing to hold office or be employed by the Authority

26. **Summary dismissal**: Dismissal without notice payments

Dismissal with notice: Salary payment in line with contract

Redundancy: In accordance with Authority procedures

Resignation or leave date: Normal salary payment until end of notice period

Redeployment: In accordance with prevailing Authority procedures

- 27. This Authority does not make payments to senior staff members who leave other than to those who are leaving for the purposes of improved efficiency.
- 28. Re-employment/re-engagement will not normally occur following retirement, however there may be exceptional circumstances where specialist knowledge and expertise are required for a defined period of time in the event of which re-employment/re-engagement may be considered. In the exceptional circumstance that re-employment/re-engagement is necessary in the interest of public safety, this decision will be subject to prior approval at a meeting of the Fire Authority in open session.
- 29. The Fire Authority will be given the opportunity to vote as to the terms of appointment or dismissal of the Chief Fire Officer and Chief Executive and deputy to the Chief Fire Officer and Chief Executive, or equivalent.

Publication of and access to information relating to remuneration

30. We will publish information in accordance with the Local Government Transparency Code 2015.



Appendix 1:

FIREFIGHTING ROLES (Wholetime) PAY RATES effective 1 July 2018						
	Basic annual salary	Basic hourly rate	Overtime rate			
Firefighter						
Trainee	22,908	10.46	15.69			
Development	23,862	10.90	16.35			
Competent	30,533	13.94	20.91			
Crew Command	ler					
Development	32,452	14.82	22.23			
Competent	33,851	15.46	23.19			
Watch Comman	der	·				
Development	34,583	15.79	23.69			
Competent A	35,544	16.23	24.35			
Competent B	37,854	17.29	25.94			
Station Comma	nder					
Development	39,374	17.98	26.97			
Competent A	40,556	18.52	27.78			
Competent B	43,428	19.83	29.75			
Group Comman	Group Commander					
Development	45,347	20.71	Not applicable			
Competent A	46,707	21.33	"			
Competent B	50,270	22.95	w			
Area Manager						
Development	53,238	24.31	Not applicable			
Competent A	54,833	25.04	"			
Competent B	58,397	26.67	"			



FIREFIGHTING ROLES (On-call) PAY RATES effective 1 July 2018				
	£ per annum	£ per annum	£ per hour	£ per occasion
Firefighter				
Trainee	2,291	1,145	10.46	4.02
Development	2,386	1,193	10.90	4.02
Competent	3,053	1,527	13.94	4.02
Crew Command	ler			
Development	3,245	1,623	14.82	4.02
Competent	3,385	1,693	15.46	4.02
Watch Comman	der			
Development	3,458	1,729	15.79	4.02
Competent A	3,554	1,777	16.23	4.02
Competent B	3,785	1,893	17.29	4.02
Station Comma	nder	•		
Development	3,937	1,969	17.98	4.02
Competent A	4,056	2,028	18.52	4.02
Competent B	4,343	2,171	19.83	4.02
Group Comman	der			
Development	4,535	2,267	20.71	4.02
Competent A	4,671	2,355	21.33	4.02
Competent B	5,027	2,514	22.95	4.02
Area Manager				
Development	5,324	2,662	24.31	4.02
Competent A	5,483	2,742	25.04	4.02
Competent B	5,840	2,920	26.47	4.02

Column 1 shows the full annual retainer

Column 2 shows the retainer for employees on the day crewing duty system

Column 3 shows the hourly rate for work undertaken

Column 4 shows the disturbance payment per call-out



Appendix 2:

SUPPORT SEI	RVICES PAY SCALE	S effective 1 July 2018 (Updated)		
Pay Scales Money Value		Pay Point Descriptor		
A (NMW)	n/a	National Minimum Wage (replaced by National Living Wage)		
A (NLW)	£15,839	National Living Wage (Statutory rate reviewed April 2019)		
В	£16,875 £17,296	Development Competent		
С	£18,161 £18,948	Development Competent		
	£19,769 £20,084	Exempt Development		
D	£20,587	Competent		
Е	£21,451 £21,845	Development Competent		
£22,242 £23,431 F £23,958		Exempt Development Competent		
£24,484 £25,697 G £26,068		Exempt Development Competent		
-	£26,585 £28,071	Exempt Development		
Н	£28,577 £29,345	Competent Competent (Driving Instructors)		
I	£29,253 £31,981	Exempt Development		
1	£32,855 £33,739	Competent Exempt		
J	£34,825 £35,696	Development Competent		
K	£39,568 £40,569 £41,728	Development Competent Exempt		
L	£43,003 £44,077	Development Competent		
£46,645 M £47,929 £49,205		Development Competent Exempt		



SUPPORT SERVICES PAY SCALES effective 1 July 2018 (Updated)				
Pay Scales	Money Value	Pay Point Descriptor		
	£57,205	Development		
N	£58,631	Competent		
	£60,214	Exempt		
0	£62,149	Development		
U	£63,702	Competent		
Fleet Management		Pay Point Descriptor		
	£24,764	VT Point 1		
	£25,545	VT Point 2		
Vehicle Technicians	£26,073	VT Point 3		
(VT)	£26,586	VT Point 4		
	£27,080	VT Point 5		
	£27,572	VT Point 6		
	£28,070	SU Point 7		
Supervisors (SU)	£28,581	SU Point 8		
	£29,258	SU Point 9		
	£29,943	FM Point 10		
	£30,629	FM Point 11		
Fleet Management	£31,309	FM Point 12		
(FT)	£31,982	FM Point 13		
	£32,855	FM Point 14		
	£33,739	FM Point 15		



Appendix 3:

EMPLOYEE BONUS AND MERIT AWARD PAYMENT SETTING SCHEME AND PROCESS

Introduction

The purpose of this document is to outline the principles and process for determining whether or not employees will receive bonus payments and if so, sets out the process to determine the allocation of such payments. Bonus payments will be one-off and paid only to reflect excellent performance; that is performance, which exceeds the standards and targets agreed with the employee during their annual appraisal process and prior to the start of the financial year, for which any performance Scheme is introduced.

Eligibility

Eligibility would be specified as part of any Scheme rules on an annual basis.

Key Principles

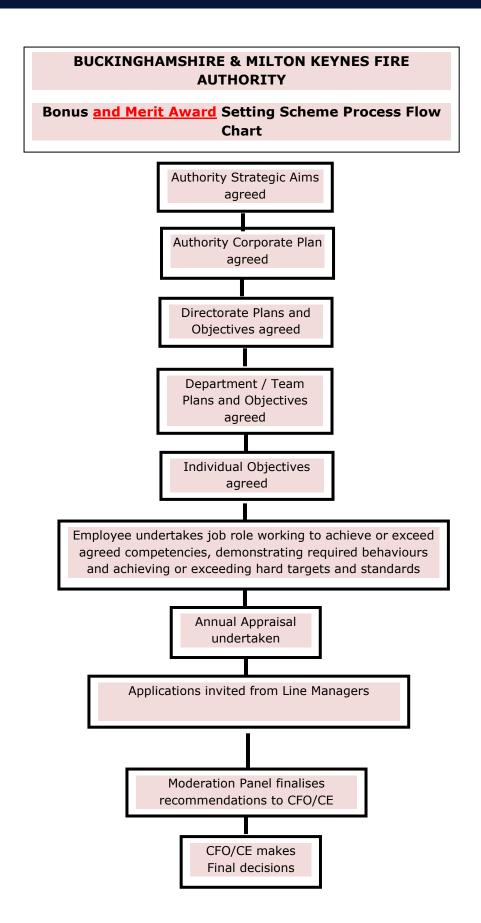
The following key principles underpin any bonus and/or performance related reward Schemes:

- The Scheme is entirely discretionary and forms no part of the contract of employment.
- The Scheme sits in the context of the Authority's overall strategic and performance management processes, therefore targets and objectives included in any Scheme will align with the Corporate and Public Safety Plan objectives, via the "golden thread" process.
- Payments will only be made where the employee's contribution not only reflects excellence but also clearly assists with achieving the Authority's strategic objectives.
- It is intended to reward those who can demonstrate sustained, outstanding achievement or excellence in their role.
- It is intended to recognise and reward, not only the exceeding of targets and standards, but also the acquisition of the necessary competencies and deployment of behaviours that reinforce the Authority's values and norms.
- The amount of money available to be paid in bonus payments to employees under the Scheme will be determined as part of the annual budgeting process and any Scheme will be self-funding.



- All eligible candidates invited to participate in any Scheme must have an agreed appraisal, including core and stretching objectives in advance of the bonus Scheme year.
- Recommendations for payments under the Scheme will be made by the employee's line manager following the annual appraisal process to the appropriate Director.
- Recommendations will be reviewed by a Moderating Panel consisting of:
 - The Chief Operating Officer/DCFO
 - o The Director of People and Organisational Development
 - The Director of Finance and Assets
 - The Director of Legal and Governance
- The Moderating Panel may choose to appoint an independent advisor to assist
 with the process of ensuring that proposed awards are based on the exercise of
 consistent judgement in both the setting of targets and standards and the
 assessment of achievement against these.
- Payments under the Scheme will be authorised by the Chief Fire Officer/Chief Executive on recommendation of the Moderation Panel.
- Employees will only be informed of approved awards and not as to whether or not a recommendation was made.
- There will be no appeal against recommendations or final decisions.
- The Executive Committee will receive an annual report summarising the awards, if any, that have been made.
- Eligibility criteria will be approved by SMB on an annual basis. This may include decisions not to run a bonus Scheme. or to extend to other workgroups
- Decisions will comply with the requirements of the Authority's Pay Policy, which is reviewed and approved annually.
- If and when an annual bonus Scheme is agreed, specific detailed rules will be developed in advance of the Scheme year; for example, new staff who become eligible in year, long term absence etc.
- Any payments will be subject to statutory deductions.







Appendix 4

Integrated Impact Assessment (IIA)

A) The impact table

Are there any possible impacts, which need further investigation? To complete the table tick \checkmark the likely impact.

Impact Table						
Impact on people (protected groups and "others")	External Individuals		Service Employees			
	Positive	Negative	None	Positive	Negative	None
People						
Gender						
Race						
Age						
Religion/Belief						
Sexual Orientation			1			/
Gender Reassignment			/			/
Pregnancy / Maternity			/			/
Marriage/Civil Partnership			/			
Disability			/			1
Place		•				
Strengthen Community Cohesion						
Tackling Poverty / Promoting Social Inclusion						V
Privacy			/			/
Health			/			/
Environment			/			/



B) Privacy impact assessment screening questions

These questions are intended to help Service staff involved with new projects and / or processes (or significantly changed processes) decide whether an Impact Assessment is necessary. Answering 'yes' to any of these questions is an indication that an Impact Assessment would be a beneficial exercise.

Privacy Screening Questions				
Question	Yes/No?	Comment		
Will the project involve the collection of new information about individuals?	No			
Will the project compel individuals to provide information about themselves that they have not had to previously?	No			
Will information about individuals be disclosed to organisations or people who have not previously had routine access to the information?	No			
Are you using information about individuals for a purpose it is not currently used for, or in a way it is not currently used?	No			
Does the project involve you using new technology which might be perceived as being privacy intrusive? For example, the use of biometrics or facial recognition.	No			
Will the project result in you making decisions or taking action against individuals in ways which can have a significant impact on them?	No			
Is the information about individuals of a kind particularly likely to raise privacy concerns or expectations? For example, health records, criminal records or other information that people would consider to be particularly private.	No			
Will the project require you to contact individuals in ways which they may find intrusive?	No			



People Screening Questions					
Question:	Yes/No:	Comment			
Will the project you are undertaking affect any of the following factors explicitly?					
- Race					
- Disability					
- Gender					
- Religion/Belief	No				
- Sexuality					
- Age					
- Gender Reassignment					
- Pregnancy / Maternity					
- Marriage / Civil Partnerships					
Could the progression of your project have a negative effect on a particular person/group of persons within the organisation or externally?	No				
Does the progression of your project affect the status of any person/s within the organisation or externally?	No				
Will any person/s within the organisation or externally be negatively impacted, with respect to their personal status, by the completion of your project?	No				
Is there any new technology within your project that will negatively impact the wellbeing of a person/s within the organisation or externally?	No				
Is there any aspect of a person/s status that will negatively impact your project?	No				
Is there any risk that your project could fail to comply with all relative people laws, e.g. the Equalities Act 2010?	No				
If your project requires you to employ new members of staff, is there likely to be any people based prejudice within the recruitment process?	No				