Agenda Item No: 5



# Cabinet (Resources) Panel 9 December 2014

Report title Redesignation of Director of Pensions

**Decision designation** RED

Cabinet member with lead

responsibility

Key decisionNoIn forward planNoWards affectedN/A

Accountable director Keith Ireland, Managing Director

Originating service West Midlands Pension Fund

Accountable employee(s) Keith Ireland Managing Director

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Report to be/has been considered by

### Recommendation(s) for action or decision:

Cabinet (Resource) Panel is recommended to:

- Recommend to Council redesignation of the Director of Pensions post to become Strategic Director – Pensions.
- 2. Recommend to Council the assimilation of the Director of Pensions into the Strategic Director pay grade at pay point 303 (£130,000).

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# 1.0 Purpose

1.1. To outline the proposed re-designation and assimilation of the Director of Pensions post to Strategic Director – Pensions

# 2.0 Background

- 2.1 In March 2013 Council approved the Senior Pay Policy and Senior Management Terms and Conditions of Employment.
- 2.2 The approved Senior Pay Policy detailed the pay ranges for Lead Professionals, Assistant Directors and Strategic Directors as follows

Lead Professionals	Salary	Hay Grade	Local Pay Point
101	£63,750	12	62
102	£66,062	12	63
103	£68,374	12	64
104	£70,686	12	65
105	£73,000	12	66

Assistant Directors	Salary	Hay Grade	Local Pay Point
201	£78,500	13	67
202	£81,893	13	68
203	£85,287	13	69
204	£89,526	13	70
205	£94,500	13	71

Strategic Directors	Salary	Hay Grade	Local Pay Point
301	£123,757	14	72
302	£126,857	14	73
303	£130,000	14	74
304	£131,818	14	75
305	£133,500	14	76

2.3 The Director of Pensions is currently paid £122,850 which is outside of the agreed Senior Pay Policy.

### 3.0 Proposal

3.1 It is proposed to re-designate the post of Director of Pensions to Strategic Director – Pensions. The proposal will ensure equity between the pay of individuals undertaking jobs of a similar complexity.

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- 3.2 Following consultation with the effected individual, the Senior Management Terms and Conditions of Employment will be implemented for the re-designated post of Strategic Director Pensions to ensure equity of employment terms for all senior managers.
- 3.3 It is proposed that the current post holder is assimilated to the post of Strategic Director Pensions effective from 1 January 2014.

# 4.0 Financial implications

- 4.1 The cost of the re-designated post, including employer's national insurance and pension contributions, is £172,000 per year, representing an increase of £9,000 per year over the current cost of £163,000. The total cost in 2014/15, including the period for January to March 2014, will be £11,000. This will be funded by the in-year under spend arising from staffing vacancies, which are forecast at over £400,000.
- 4.2 In 2015/16 the increase in salary costs will be reflected in the Fund's annual operating budget.

[DK/01122014/Q]

# 5.0 Legal implications

5.1 The Council is required to outline the Senior Pay Policy as described in the report approved by Council in March 2013. There is a clear risk of an equal pay claim which could not reasonably be defended if the pay increments are not awarded.

[KO/26112014/M]

### 6.0 Equalities implications

6.1 The job evaluation methodology as detailed in the Senior Pay Policy ensures that roles have been assigned appropriately.

# 7.0 Environmental implications

7.1 There are no environmental implications as a result of these proposals

# 8.0 Schedule of background papers

8.1 Council Report March 2013 – Senior Pay Policy and Senior Management Terms and Conditions of Employment.