

# **Gender Pay Gap Annual Report**

Covering the period of 1<sup>st</sup> April 2021 – 31<sup>st</sup> March 2022

Published: December 2022

### Introduction

This report sets out the most recent workforce data in relation to gender pay, which the Trust is required to publish. The Trust is required by the government as from 2017 under Schedule 2 of the Equality Act 2010 (Specific Duties and Public Authorities) Regulations 2017, that any employer who has a headcount of 250 or more on their 'snapshot date' must comply with regulations on gender pay gap reporting. This requires employers to annually report and publish specific figures about their gender pay gap. NWAS comes under the one covering most public authorities.

The gender pay gap is the difference between the average (mean or median) earnings of men and women across a workforce. This is expressed as a percentage of men's earnings. For example, 'women earn 15% less than men per hour'. The gender pay gap can be calculated across a whole workforce, but also for subgroups. For example, based on age or work patterns like part-time work. This helps to understand if certain subgroups are affected more than others.

Monitoring of the workforce equalities data is also central to ensuring that we are delivering against the equality, diversity and inclusion priorities agreed by the Trust Board in January 2021:

- We will ensure our current employees and future talent have fair opportunities and access to jobs and career progression resulting in improved representation of diverse groups at all levels of the organisation, including Board.
- 2. We will educate and develop our leaders and staff to improve understanding of racism, discrimination and cultural competence to deliver a step change in the experience of our staff and patients.
- 3. We will improve our use of patient data and patient experience to drive improvements in access and health inequalities, for patients from diverse communities

# **Gender Pay Gap Reporting**

### Hourly wages gap

Average hourly pay gap is **9.8%** (10.89% in 2021 & 8.79% in 2020 & 8.85% in 2019 & 7.9% in 2018).

Median hourly pay gap is **8.7%** (9.26% in 2021 & 7.2% in 2020 & 5.42% in 2019 & 6.9% in 2018).

# **Quartile representation**

	2018 Female %	2018 Male %	2019 Female %	2019 Male %	2020 Female %	2020 Male %	2021 Female %	2021 Male %	2022 Female %	2022 Male %
Lower pay quartile	51.8%	48.2%	54.85%	45.15%	55.26%	44.74%	60.95%	39.05%	55.1%	44.9%
Lower middle quartile	50.4%	49.6%	51.15%	48.85%	53.65%	46.35%	56.04%	43.96%	58.5%	41.5%
Upper middle quartile	46.8%	53.2%	47.13%	52.87%	46.81%	53.19%	47.43%	52.57%	49.4%	50.6%
Upper quartile	33.5%	66.5%	34.18%	65.82%	36.74%	63.26%	37.23%	62.77%	37.8%	62.2%

### **Explanation of our figures**

The information above is the snapshot data up to 31 March 2022. This data meets national requirements for gender pay gap reporting by a public sector organisation. As previously stated, for this year and moving forward, employees who have informed the Trust that they do not self-identify as male or female are omitted from the calculations.

The information shows an hourly (average) mean pay gap of 9.8% between male and female employees. The hourly median rate of pay reveals 8.7% difference in pay. This part of the data shows a decrease in the median gap, and a decrease of the gap in pay at the mean.

It should also be noted that the **actual hourly rate increased for both male and female staff** over this 12-month period:

- up 77p for men to £18.54 (in 2021 increased 96p to £17.77 & in 2020 increased 72p to £16.81 & in 2019 increased 68p to £16.09)
- up 90p for women to £16.73
   (in 2021 increased 50p to £15.83 & in 2020 increased 67p to £15.33 & in 2019 increased 46p to £14.66).

The data on the hourly rate shows a decreased pay gap, and representation in three of the four pay quartiles increasing for female (drop in the lowest quartile), continue to increase. Overall, **female representation** within NWAS **stands at 51.59%** compared with 50.41% in 2021 & 48.1% in 2020 & 46.8% in 2019 & 45.6% in 2018.

As cited in previous years, the action plan focuses on recruitment, career progression and flexible working to enable progression of women within the organisation into the higher pay quartiles. It was expected that these themes would require long-term pieces of work and therefore why these themes remain relevant.

NWAS remains satisfied that the terms and conditions of service offered to staff, alongside the continuously reviewed job evaluation system in place, fulfils the purpose of attractive and non-discriminatory conditions. It also fits with a satisfactory interpretation of equal pay for work of equal value.

### **Quartile information**

The raw data shows an overall increase in the percentage of female staff, which is 51.59% (previously 50.41% in 2021 & 48.1% in 2020 & 46.8% in 2019). There was an increase in the percentage of women across ALL but the lowest pay quartile as a result when compared to the previous year. This means that for the second consecutive year women outnumber men within the workforce. The pay quartile information shows that female representation has also increased from 37.23% in 2021 to 37.8% in 2022 in the upper quartile of pay. This indicates a continuing sustained level of improvement in addressing representation and progression in NWAS.

### Activity during 2021-2022

As cited in previous years, the action plan focuses on three main areas of work recruitment, career progression and flexible working to enable progression of women within the organisation into the higher pay quartiles / reducing the barriers to female career progression. It was expected that these themes would require long-term pieces of work and therefore why these themes remain relevant.

Progress is reported to the Director of People and to the Board of Directors through their Committee structure routinely. Examples of the progress shown in the data this year activity are detailed below:

The Trust continues with its three equality and diversity priorities with supporting action plans. The first
two of these are focused on workforce. Priority 1 focuses on improving the fairness of recruitment,
improving overall representation in the workforce & opportunities to recruit to roles in the highest paid
quartile

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- Targets have been set both around representation but also on improving disparity ratios which measures
  representation at different levels of the organisation. It will also be critical that there remains a focus on
  the impact of management & staff restructures over the course of the next 12 months to ensure fair
  application of organisational changes processes. These actions should improve the representation,
  gender pay and appointment from shortlisting data.
- The result of the Empowering Women positive action programme / Women in Leadership programme
  run in 2019/20. progress has been seen already in the form of positive qualitative feedback from
  candidates about confidence in progression within NWAS. Measurable progress has been seen through
  candidates securing promotions since starting on the course. The launch of the Women's network will
  provide peer support for staff, to empower them to progress.
- The continuing embedding of the assessment centre process brought in to support selection of leadership positions. The centres are designed to reduce any potential bias in the selection process.
   The centres themselves remain under review to take account of feedback from candidates and invigilators involved in the process.
- Recruitment review An assessment using the Be Think Do competencies has been developed and brought into effect for all management and leadership roles. This approach is being reviewed, taking into account feedback from participants and the outcomes.
- Large piece of work is continuing across the Trust which started as flexible/agile working and moved to
  hybrid working as key part of discussions. It is thought that having flexible working a key tenet of the
  work and discussions with staff will encourage progression within NWAS for all groups. This is part of a
  continued move towards an inclusive culture of supporting the needs of individuals within teams relating
  to career progression, and the real or perceived barriers staff may have affecting their progression.

We want to provide an environment where staff feel able to engage in discussions about menopause and ask for support and adjustments at work without fear or embarrassment. We are very pleased that we have a menopause lead and menopause policy and procedure. To help support staff, we have appointed Menopause Champions across the entire trust. The champions have been fully trained and menopause workshop sessions for managers are also now available to support this important area.

### Plans for the future

There remain regular operational meetings to review the action plan in support of gender equality. Oversight of the gender equality action plan is undertaken by the Diversity and Inclusion Sub-Committee. The latest action plan is set out at the end of this report.

### **Trust-wide actions**

The Gender Pay Gap data along with the Workforce Race Equality Standard (WRES) and Workforce Disability Equality Standard (WDES), set out in separate reports reflects the ongoing work to support minority groups and address inequalities in the workplace. While we recognise there has been some improvement of the position with some of the data, the continued focus on the data will help to develop actions to support improvement.

There will be a continued focus to look at the fairness of recruitment and progression across key protected characteristics which will support the overall strategic intent of this priority. These actions should improve the representation, gender pay and appointment from shortlisting data.

Priority 2 is focused on education and training and should continue to build on improvements in staff experience. The revamp and re-introduction of Recruitment Masterclass and Leadership for Inclusion learning modules are aimed at identifying the types of bias that can exist in the workplace/recruitment and how highlighting the impact that this can have.

The staff networks continue to embed themselves within the Trusts and this provides a platform to discuss and analyse the results with an aim to identify key areas for improvement and organisational learning.

# Gender Pay Gap Improvement Action Plan

Theme	Action	Expected outcome(s)	Progress / RAG	Trust ED&I Priority
Attraction	Plan initiatives to attract more female candidates in to management and leadership roles - understand the barriers and challenges faced by female (prospective) applicants for senior roles	Representation in bands 6 and above should reflect the proportion in diverse groups who are in the workforce by 2025, and therefore impact the upper quartile where women are most impacted by the pay gap at NWAS		Priority 1
	Ensure 50% of new recruits each year are women – build this metric into mass recruitment campaigns e.g. EMT1/PTS etc	The Trust aims to continue the representation in the workforce from Women at 50% of the overall workforce as set out in the NWAS people plan.  To hold HEIs accountable for their contribution to the trust's goals above of a more diverse workforce through more directed/targeted recruitment.		Priority 1
Recruitment & Progression	Develop mechanisms to facilitate inclusive practice in recruitment and progression processes i.e. diversifying selection panels and building inclusion capability within the various stages of assessment centre process.	Increase the diversity of assessment centre and interview panels. Aim to ensure gender balance on panels  Promoting NWAS as an employer of choice, highlighting positive flexible working policies. This in turns changes perceptions from prospective applicants who would not continue with an application with options such as hybrid working		Priority 1
	Develop a talent management framework to identify and accelerate under- represented top talent progression and promotion into senior leadership roles at band 8A and above	Increase in the progress of Women into higher 8a bands and above, therefore reducing further the pay gap between Men and Women in the upper pay quartiles, reducing pay inequalities at NWAS		Priority 1

	Develop feedback mechanism for Women applicants to help improve process		Priority 1
Health & Wellbeing	Increase delivery of menopause awareness/support initiatives	Managers and staff have greater awareness of menopause and support available	Priority 2
Discrimination	Facilitate a Trust-wide conversation supported by the Women's Network around discrimination, harassment and related issues	Greater awareness of avenues for support and reporting  Improve employee experience through development of supportive and psychologically safe working environment  Build understanding of 'lived experience'	Priority 2
		Produce an evidence base to inform positive changes	