## **Gender Pay Gap Report**

## What is the gender pay gap?

The gender pay gap is the difference between the average pay for all men and for all women in a workforce. The gender pay gap is different to equal pay, which refers to men and women being paid the same to do the same job, or work of equal value.

Nationally, the median gender pay gap is 13.1%. This means that the UK's female employees earn 85.7% of that earned by male employees.

The gender pay gap has been slowly declining over time.

# How do we calculate the gender pay gap?

#### **Averages**

Mean and median are two different ways of calculating an average. Using both figures gives a clearer picture of the situation than using one.

The **mean** figure is calculated by adding the hourly pay rates for each member of staff, then dividing by the total number of staff. This is the most common way of calculating an average.

The **median** figure is the 'middle' value when hourly pay rates for all staff members are ranked in ascending order. The advantage of using the median figure to describe the average is that it is not skewed by extremely large or small salaries at either end of the pay scale.

#### Gender Pay Gap Values

All calculations in this report have been made using pay data for the month containing 31 March 2024 (the 'snapshot date'), as required by the legislation.

Where figures are positive in the following tables, this shows that on average women are earning **less** than their male counterparts. For example, a figure of 20% would show that the average hourly rate for women is 80% that of their male colleagues. Where figures are negative, this indicates that women are earning more than their male counterparts.

<sup>&</sup>lt;sup>1</sup> Gender Pay Gap in the UK: 2024. Available online at: Gender pay gap in the UK - Office for National Statistics

# Test Valley Borough Council's Gender Pay Gap

# Percentage gender difference in mean and median hourly pay rate

The 'single figure' pay gap is the difference between the pay of men and women across the whole organisation, including both part-time and full-time staff from all pay grades<sup>2</sup>.

	Median	Mean
Single figure pay gap	-12.4%	-3.6%

Figures rounded to 1 decimal place

The median calculation of the single figure pay gap shows that the median female employee earns 12.4% more than the median male employee.

The mean figure shows that on average, female employees are earning slightly more than their male counterparts. This offers a contrast with the median figure; the mean shows the difference between the average male and female pay to be to a much lesser extent than the median figure suggests. The data indicates that there are more men on lower pay grades than there are women, but also that there are more men on the highest pay grades.

# Percentage of male and female employees in each quartile ranked by hourly pay

The national guidance requires that the council's staff be ranked by hourly pay and divided into four equal groups (quartiles) to demonstrate the gendered distribution of staff across the pay scale.

	Males		Females		
	No. of employees	%	No. of employees	%	Total no. of employees
All full-pay relevant employees	281	52.4%	257	47.6%	538
<b>Quartile 1</b> (£7.97* – £13.55 per hour)	89	66.7%	45	33.3%	134
Quartile 2 £13.55 - £15.67 per hour)	74	54.8%	61	45.2%	135
Quartile 3 (£15.67 – £21.22 per hour)	51	37.8%	84	62.2%	135
Quartile 4 (£21.22 – £74.01 per hour)	67	50.0%	67	50.0%	134

<sup>&</sup>lt;sup>2</sup> Note: where an employee has started part way through the pay period, their hourly pay has been calculated by dividing their monthly pay (as per the pay period)/hours worked in that pay period. This provides a much more accurate representation of hourly pay than using the monthly pay (as per the pay period) and the multiplier.

#### \*This figure includes apprentices

This table shows that the lowest quarter of roles (134 people) at Test Valley Borough Council are occupied by more men than women, whilst there are more women in the middle of the organisation's pay scale. The highest quarter of roles (135 people) are occupied equally by both men and women.

Quartile 4 has the largest difference in pay per hour, ranging from £21.22 - £74.01. Of the 135 staff within this quartile, 79.3% earn £31.00 an hour or below, and 8.8% earn £42.00 or higher. Of the ten highest earners, with pay per hour ranging from £42.07 - £74.01, 70.0% are male, and 30% are female. Of the ten lowest earners, including apprentices, with pay ranging from £7.97 - £13.55, 50% are male, and 50% are female. This is echoed nationally, where the gender pay gap is larger among higher earners than lower paid earners.

## Percentage of male and female employees who received recognition payments

	Number of staff awarded recognition payments	Percentage of employees awarded recognition payments	
Male	6	2.1%	
Female	1	0.4%	
Total	7	1.3%	

These figures have been rounded to 1 decimal place

#### Percentage difference in mean and median recognition payments

	Mean recognition payments	Mean recognition payments gap	Median recognition payments	Median recognition payments gap
Male	£516.00	3.1%	£500	0%
Female	£500.00	3.1%	£500	0%

Recognition payments are payable to employees who undertake duties and responsibilities which clearly fall outside the scope of their post or exceed performance expected of the job they occupy. The above figures include any recognition payments made from 1 April 2023 through to 31 March 2024 inclusive, where the employee still worked for the council on 31 March 2024.

1.3% of total employees received recognition payments, 2.1% of all male employees received a recognition payment and 0.4% of all female employees received a recognition payment.

The median calculation of recognition payments shows that on average male and female employees received almost the same amount. However, the mean figure provides a different interpretation of the average recognition payment, showing that male employees received 3.1% more than female employees.

# Conclusion

The median gender pay gap for TVBC is -12.4% compared to the national pay gap at 13.1%. This range of calculations demonstrates that women are predominantly found in middle-income pay grades at Test Valley Borough Council, whereas the majority of lowest paid employees are men.