Committee	Finance and General Purposes				
Subject	Pay Awards				
Action requested	 For information only For discussion For recommendation For endorsement For approval 				
Brief summary of the paper	To update the committee on recent pay awards and the approach Shetland UHI plans to adopt in respect of them and update on progress in respect of becoming a Living Wage employer				
Resource implications	Yes				
(If yes, please provide details)	Salaries of ex-SIC staff were an underestimate.				
Risk implications	Yes				
(If yes, please provide details)	Failure to properly engage with this likely to cause staff dis- satisfaction				
Date paper prepared	24/02/2022				
Date of committee meeting	02/03/2022				
Author	Jane Lewis				

Link with strategy	Retaining and valuing staff.
 Please highlight how the paper links to the Strategic Plan, or assist with: Compliance National Student Survey partnership services risk management other activity [e.g. new opportunity] – please provide further information. 	
Equality and diversity	No
Does this activity/	If yes, please give details:
proposal require an Equality Impact Assessment?	Click or tap here to enter text.
Data Protection	No
Does this activity/	If yes, please give details:
proposal require a Data Protection Impact Assessment?	Click or tap here to enter text.
Island communities	No
Does this activity/	If yes, please give details:
proposal have an effect on an island community	Click or tap here to enter text.
which is significantly	
different from its effect on other communities	
(including other island	
communities)?	
Status (e.g. confidential, non-cofidential)	Non-confidential after legal advice confirmed

Freedom of information	See above
Can this paper be included in "open" business?*	
Consultation	Will be going to LNCC for endorsement
How has consultation with partners been carried out?	

* If a paper should **not** be included within 'open' business, please highlight below the reason.

Its disclosure would substantially prejudice a programme of research	Its disclosure would substantially prejudice the effective conduct of public affairs	
Its disclosure would substantially prejudice the commercial interests of any person or organisation	Its disclosure would constitute a breach of confidence actionable in court	
Its disclosure would constitute a breach of the Data Protection Act	Other [please give further details] Due diligence before release to staff	

For how long must the paper be withheld? Until legal advice received

Changes to Distant Islands Allowance and Recent SIC pay award

Changes to Distant Islands Allowance

The rate of Distant Islands Allowance has been updated and confirmed by both the Scottish Joint Council for Local Government Employees and the Scottish Negotiating Committee for Teachers. This allowance moves from £2,265 to £2,397 with effect from October. This change will be made in March salaries with back pay to October also included.

Pay Award and Revised Local Government Employees (LGE) Scale

A pay award and revisions to the LGE scale were recently agreed for Shetland Islands Council with effective dates before the college merger and transfer of staff from SIC. This effectively meant that for some SIC staff, pay rates given in the ELI were not the correct amount with respect to that subsequently agreed backdated award and scale revision.

We have now received information (effectively updated ELI information) for those staff affected and Shetland UHI plans to honour this award. We understand that SIC will be in touch with affected staff to deal with back pay prior to the merger date. Shetland UHI will therefore back date the uplifts to 1st August. We plan to make these changes in May salaries with back pay also included.

This is a once only recognition of a Local Government Award due to the dates of the award and date of merger. In future Shetland UHI staff will be subject to awards made through National Bargaining at a sectoral level.

Living Wage

The updated ELI information also enables to rectify pay rates below the living wage at the same time; with the uplift backdated to 1st August 2022¹. Consequently, we can progress our accreditation process to become a Living Wage employer.

The committee is asked to endorse this approach

¹ We are also able to confirm that we have no contractors paying less than the Living Wage rate (£9.90) to their staff.