

**Report to:** Pay and Grading Committee      **Date of Meeting:** 15 January 2016

Council      28 January 2015

**Subject:** Pay Policy      **Wards Affected:** All

**Report of:** Chief Personnel Officer

**Is this a Key Decision?** No      **Is it included in the Forward Plan?** Yes

**Exempt/Confidential** No

---

### **Purpose/Summary**

To recommend a Pay Policy for the Council as required by the Localism Act 2011.

### **Recommendation(s)**

#### **Pay and Grading Committee**

The proposed Pay Policy at Annex A to this report be recommended to the full Council for approval.

#### **Council**

The proposed Pay Policy at Annex A to this report be approved.

### **How does the decision contribute to the Council's Corporate Objectives?**

	<b><u>Corporate Objective</u></b>	<b><u>Positive Impact</u></b>	<b><u>Neutral Impact</u></b>	<b><u>Negative Impact</u></b>
1	Creating a Learning Community		✓	
2	Jobs and Prosperity		✓	
3	Environmental Sustainability		✓	
4	Health and Well-Being		✓	
5	Children and Young People		✓	
6	Creating Safe Communities		✓	
7	Creating Inclusive Communities		✓	
8	Improving the Quality of Council Services and Strengthening Local Democracy		✓	

**Reasons for the Recommendation:** To comply with the Localism Act 2011

**What will it cost and how will it be financed?**

(A) **Revenue Costs** N/A

(B) **Capital Costs** N/A

**Implications:**

The following implications of this proposal have been considered and where there are specific implications, these are set out below:

**Legal** The Council has the following duties under the following sections of the Localism Act 2011 :-

Section 38- The Council must prepare a Pay Policy Statement for each financial year which sets out its policies relating to the remuneration of its chief officers and its lowest-paid employees and the relationship between the remuneration of its chief officers and its employees who are not chief officers.

Section 39-The Council's Pay Policy Statement must be approved by resolution of the authority before it comes into force and prior to 31<sup>st</sup> March immediately preceding the financial year to which it relates.

Section 40- With regard to its functions under sections 38 and 39 [above] ,the Council must have regard to any guidance issued or approved by the Secretary of State

**Human Resources** The Pay Policy has been amended and updated to reflect any changes that have occurred since the last report.

**Equality**

- |   |                                     |
|---|-------------------------------------|
| 1. No Equality Implication                          | <input checked="" type="checkbox"/> |
| 2. Equality Implications identified and mitigated   | <input type="checkbox"/>            |
| 3. Equality Implication identified and risk remains | <input type="checkbox"/>            |

**Impact on Service Delivery:** N/A

**What consultations have taken place on the proposals and when?**

The Head of Corporate Finance (FD 3938/15) notes that this report is to meet the Authorities statutory duties under the Localism Act 2011 to produce an Annual Pay Policy statement and has no other financial implications.

Head of Regulation and Compliance (LD 3221/15) has been consulted and has no comments on the report.

**Are there any other options available for consideration? No**

**Implementation Date for the Decision:** Immediately following the Council meeting.

**Contact Officer:** Mark Dale  
**Tel:** 0151 934 3949  
**Email:** [mark.dale@sefton.gov.uk](mailto:mark.dale@sefton.gov.uk)

## **INTRODUCTION/BACKGROUND**

1. This report deals with a requirement in the Localism Act 2011 (the Act) which became statute in November 2011. The Act introduces a requirement for Local Authorities to agree and publish an Annual Pay Policy Statement effective from December 2011. The Department of Communities and Local Government (DCLG) also published statutory guidance on openness and accountability in local pay.
2. This report outlines the amendments to the pay policy.
3. On 20<sup>th</sup> February 2012 the DCLG issued statutory guidance “Openness and Accountability in Local Pay: Guidance under Section 40 of the Localism Act 2011”. Local Authorities in England are required to take account of the supplementary guidance when preparing their Pay Policy Statements.
4. In January 2013 Council agreed the Pay Policy Statement for 2013/14 which included specifically a mechanism for the consideration of new appointments which have a remuneration package of £100,000 or above. Full Council, in accordance with the Pay Policy, have the opportunity to vote on this remuneration prior to a new appointment with a recommendation made by the Employment Procedure Committee. No changes are proposed and this process will remain in force.
5. Council also agreed that in relation to severance packages for senior officers. It is recommended in respect of any severance package of £100,000 or above that full Council are given an opportunity to vote to determine in respect of the Chief Executive, Executive Directors and Heads of Service. This would be after a recommendation from Pay and Grading Committee. All other employees’ severance packages of £100,000 or above are to be determined by the Pay and Grading Committee and may come before Full Council as part of the Budget process.
6. The reasoning for utilising the Pay and Grading Committee was to allow operational effectiveness in seeking the approval of such payments, leaving Full Council to deal with Senior Officers as detailed above.
7. The Pay Policy itself has been shortened to remove some details which are referenced elsewhere in the interests of providing a more readable document. No substantial changes have occurred in the Policy.

## **Pay and Grading Committee**

7. The proposed Pay Policy at Annex A to this report be recommended to the full Council for approval, noting the continued arrangements for Council and Pay & Grading Committee in respect of remuneration packages and severance payments of £100,000 or above.

## **Council**

8. The proposed Pay Policy at Annex A to this report be approved (noting the continued arrangements for in respect of remuneration packages and severance payments of £100,000 or above.

## PAY POLICY 2015/ 2016

### (As required by the Localism Act 2011)

	<u>Contents</u>	<u>Para(s)</u>
A	Opening Statement	1-4
B	Scope of Policy	5
C	Availability of Policy	6
D	Decision Making	7-13
E	Senior Officers Pay	14-24
F	Educational Professionals/Educational Psychologist/	25-31
G	Youth and Community workers	32-33
H	National Joint Council (NJC) Employees	34-36
I	NJC Agreement	37
J	Ad hoc arrangements	38
K	Market Supplements Policy	39-40
L	Other pay	41-45
M	Pay Protection	46
N	Pay Relationships	47-52
O	Other Terms and Conditions	53-56
P	Public Health staff	57
Q	Living Wage	58-62
R	Re-employment of staff in receipt of redundancy pay	63-66

**Note:** Reference is made in this policy to various national and local terms and conditions agreements, and policies. Where access is available the hyperlinks have been provided;

### National Pay Agreements within Local Government

1. JNC Chief Executive Terms and Conditions of Service.
2. JNC Chief Officer Terms and Conditions of Service:
3. Local Government Pension Scheme: [Local Government Pension Scheme](#)
4. NJC Terms and Conditions of Service (Green Book): [Green Book](#)
5. NJC Terms and Conditions of Services for Craft Workers (Red Book).
6. Soulbury Terms and Conditions of Service: (Education & Young People)
7. Teachers Pension Scheme: [Teachers Pension](#)
8. Youth and Community Workers Terms and Conditions of Service (Pink Book): (Education & Young People)

### Sefton Council – Local Pay Policies

1. Local Government Pension Scheme - Discretionary Powers: [Local Government Pension Scheme](#)
2. Non-Standard Working Arrangements and Associated Payments: [Non-standard Working Arrangements](#)

### Senior Salary Pay Bandings -

These can be accessed through the following link: [Senior Salaries](#)

## **SEFTON COUNCIL PAY POLICY**

### **(As required by the Local Government transparency code 2014 and the Localism Act 2011)**

#### **A. OPENING STATEMENT**

1. The aim of this policy is to help maintain and improve the quality of service provision by ensuring that all employees are valued and receive proper reward for their work and contribution. It also serves to satisfy the requirements of the Localism Act 2011 relative to pay accountability.
2. It is recognised that both financial and non-financial rewards are necessary to attract, retain and motivate employees. As such there needs to be a close link between reward and the overall approach to people management, including workforce planning and development strategies. There needs to be a fair balance between changing organisational needs and the aspirations of individuals. Equally there needs to be recognition of the financial constraints of the current economic climate and the imperative to manage public monies responsibly.
3. This policy will assist in managing pay and other rewards in a fair, equitable, responsible and transparent manner. The Council supports the principle of equality of opportunity in employment. In this regard every endeavour will be made to ensure that employees receive equal treatment, irrespective of their age, gender, race, colour ethnic origin, family commitments, marital status, sexual orientation, disability or religious beliefs.
4. All pay related decisions will be taken in compliance with the provisions of The Equality Act 2010, The Employment Rights Act 1996, The Employment Relations Act 1999, the Employment Act 2002, The Employment Act 2008, The Part-Time Workers (Prevention of Less Favourable Treatment) Regulations 2000, The Fixed Term Employees' (Prevention of Less Favourable Treatment) Regulations 2002, all as amended.

#### **B. SCOPE OF POLICY**

5. This policy covers all employees other than those in schools.

#### **C. AVAILABILITY OF POLICY**

6. This policy is available on the transparency pages of Sefton's website [Pay Policy](#)

#### **D. DECISION MAKING**

7. The pay policy aspects of this document are the responsibility of the Pay & Grading Committee with any recommendations for change being subject to the approval of the Council.
8. The policy will be reviewed by the Committee at least once every municipal year and referred to the Council for consideration prior to the beginning of the subsequent municipal year on 1<sup>st</sup> April.
9. The authority to make decisions in accordance with the policy (i.e. its application) is in accordance with the delegations described in the Council's constitution, which can be found in the documents library on Sefton's website
10. The Employment Procedure Committee will decide on the remuneration package for Senior Officer positions in cases where the proposed remuneration is over £100,000. This aspect will be debated at the point when the decision is made to fill the post. A recommendation will then be made to the full Council who will have the opportunity to vote on the remuneration proposed. The remuneration must be agreed prior to an appointment offer being made.
11. In accordance with the guidance in respect of Section 40 of the Localism Act, any severance payment of £100,000 which will potentially be made to the Chief Executive and Directors will be subject to an opportunity of full Council vote following a recommendation from Pay and Grading Committee.
12. In respect of any other Officers, Council has delegated the determination of severance packages of £100,000 or above to the Pay and Grading Committee. The detail of such packages may come before full Council as part of the Budget process.
13. In respect of the definition of severance payment (for the purposes of paragraphs 11 and 12), this is defined as:
  - (a) A redundancy payment
  - (b) Any capital cost to the pension fund
  - (c) Any other contractual payments are due to the employee
  - (d) Any other payments which the Local Authority may seek to make

#### **E. SENIOR OFFICERS PAY**

14. Senior officers are defined as those currently earning £50,000 and above. The £50,000 threshold is applied as per the Local Government transparency code 2014, issued by the Department for Communities and Local Government [CLG].
15. Individual Senior Management pay is set out in data published on the Council's website in accordance with the Local Government transparency code 2014.



16. Senior officers (other than those paid under the Soulbury agreement) are paid in accordance with the HAY job evaluation method.
17. Chief Executive – the Salary comprises of 5 incremental points within a salary band ranging from £138,543 rising to £152,403.

*NOTE: The current Chief Executive is on the maximum of the grade but since February 2011 has volunteered a 10% reduction. The actual payment is £137,163 p.a.*

18. Executive Directors are paid at HAY 1 plus a Market Supplement as appropriate. Heads of Service are paid at either HAY 2, 3 or 4 as spot grades. Senior Management are paid relative to Hay grades 5 & 6. Hay 5 ranging from £58,386 - £64,218, by 5 increments. Hay 6 ranges from £45,759 - £52,977 by 7 increments.
19. The terms and conditions for the post of Chief Executive are in accordance with the Joint National Council (JNC) Scheme for Chief Executives. In the case of HAY Grades 1 - 5 the terms and conditions are as per the JNC Scheme for Chief Officers. In the case of HAY Grade 6 the terms and conditions are in accordance with the National Joint Council (NJC) Scheme for Local Government services employees (known as the "Green Book").
20. HAY grades are allocated to posts using the HAY job evaluation system. This system enables the factors of a job to be analysed and translated into a points score which, in turn, is related to the appropriate grade associated with the score.
21. Each year the HAY group are consulted as to what is an appropriate pay rise. The HAY Group advise based on predicted awards in the general market (Public and Private Sector), the amount of inflation, and the Retail Prices Index. This is also balanced against the National Joint Council Pay award and the ability of the Council to meet the pay bill.

### **Local government Transparency Code relative to Senior Officers pay**

22. Part 2.2: of the Local government Transparency Code relative to Senior officers pay stipulates that specific information must be published annually. This information includes; Organisation charts and Senior Salaries

### **Organisation chart**

23. The organisation chart must cover staff whose salary is £50,000 or above. The following information must be provided;
  - grade
  - job title
  - local authority department and team and contact details
  - whether permanent or temporary staff
  - salary information in £5,000 brackets and

- salary ceiling (the maximum salary for the grade).

### **Senior salaries**

24. The Council must publish details for whose remuneration in that year was at least £50,000
- in brackets of £5,000 along with the job title
  - the information is not solely based on salary but will include all remuneration i.e. overtime pay
  - employees whose salaries are £150,000 or more must be identified by name
  - details of post responsibilities must be provided for each of the Senior Officer roles.
  - The information must be produced and published.

### **F. EDUCATION PROFESSIONALS PAY [Soulbury Agreement]**

25. The Soulbury Committee provides national collective bargaining machinery for advisory staff in Local Authorities. Nationally it covers approximately 10,500 staff including: education improvement professionals, education psychologists, and young people's/community service managers. In addition to any annual pay increase, the Soulbury Committee also determines the national salary framework.
26. The Soulbury agreement provides separate sets of pay spines for Education Improvement Professionals (EIPs), Educational Psychologists, Senior and Principal staff and Trainee Educational Psychologists, Assistant Educational Psychologists and Community Service Managers. The current pay agreement covers the period 1st September 2014 to 31 August 2016 and is payable from 1 March 2015 with no backdating to 1 September 2014.

### **Education Improvement Professionals (EIPs)**

Spine Point	Salary from 1.3.2015
Ranges from spine point 1	33,396
To spine point 50	88,391

27. The Education Improvement Professionals (EIPs) salary scales consist of not more than four consecutive points, based on the duties and responsibilities of the posts and the need to recruit and motivate staff. Minimum starting points are defined in the pay conditions for Senior and Principal EIPs and include an extended range to accommodate structured professional assessments.

### **EDUCATIONAL PSYCHOLOGISTS**

Spine Point	Salary from 1.3.2015
Ranges from spine point 1	35,027
To spine point 11	51,861

28. The salary scales consist of six consecutive points, based on the duties and responsibilities of the posts and the need to recruit, retain and motivate staff and include extension to scale to accommodate structured professional assessment points.

### **SENIOR & PRINCIPAL EDUCATIONAL PSYCHOLOGISTS**

Spine Point	Salary from 1.3.2015
Ranges from spine point 1	43,914
To spine point 18	63,571

29. The Salary scales consist of not more four consecutive points, based on the duties and responsibilities of the posts and the need to recruit, retain and motivate staff and include an extension to range to accommodate discretionary scale points and structured professional assessments.

### **TRAINEE EDUCATIONAL PSYCHOLOGISTS**

Spine Point	Salary from 1.3.2015
Ranges from spine point 1	£22,503
To spine point 6	£30,737

## **ASSISTANT EDUCATIONAL PSYCHOLOGISTS**

Spine Point	Salary from 1.3.2015
Ranges from spine point 1	£27,662
To spine point 4	£31,045

## **COMMUNITY SERVICE MANAGERS**

Spine Point	Salary from 1.3.2015
Ranges from spine point 1	£34,637
To spine point 24	£60,969

30. The Salary scales consist of not more four consecutive points, based on the duties and responsibilities of the posts and the need to recruit, retain and motivate staff and include an extension to range to accommodate discretionary scale points and structured professional assessments.
31. The Soulbury agreement does not set its own specific conditions of service. Instead it provides that:

*“The conditions of service of Soulbury officers shall be not less favourable than those prescribed for the local government services staff of the authority”*

### **G. Youth and Community Workers**

32. The pay of Youth and Community Workers is determined from pay points prescribed by the Joint National Council (JNC). There are two ranges of pay points, one for Youth and Community Support Workers and one for Professional staff. The Youth and Community pay structure ranges from Pay point 1- £14,597 to Pay point 17- £26,398. The Professional pay structure ranges from Pay point 13- £23,213 to Pay point 32- £39,173.
33. The above salaries are payable from 1<sup>st</sup> March 2015. The agreement covers the period 1 September 2014 to 31 August 2016.

### **H. NATIONAL JOINT COUNCIL EMPLOYEES**

34. The largest proportion of employees are paid in accordance with the NJC (Green Book) terms and conditions of employment and in conjunction with a locally determined grading structure that is derived from the spinal column points (SCPs) provided by the NJC for Local Government Services pay

scales. It is influenced by market values and is 'shaped' to reward employees fairly relative to job requirements.

35. Grades are allocated to posts using the Local Government Single Status Job Evaluation Scheme which forms part of the NJC (Green Book) terms and conditions of employment.
36. The grading structure and the arrangements for applying the job evaluation scheme are agreed with the local trade unions.

#### **I. NJC PAY AGREEMENT**

37. Following the conclusion of the respective consultations by the National Employers and Trade Unions sides, agreement has been reached on a long term pay deal to run from 1<sup>st</sup> January 2015 to 31<sup>st</sup> March 2016. The pay scales applicable for NJC staff effective from 1<sup>st</sup> October 2015 range from SCP 6 £13,614 to SCP 49- £42,957.

#### **J. AD HOC PAY ARRANGEMENTS for Craft Employees**

38. Sefton currently employs a very limited number of staff (Craft Employees) on the former "Red Book" conditions. The salaries this group of employees have been assimilated to NJC grades. However, a small number of ad hoc terms and conditions still stem from the Red book. These terms and conditions will be reviewed overtime as appropriate with a view to applying locally agreed terms.

#### **K. MARKET SUPPLEMENTS POLICY**

39. The Council aims to recruit and retain the best possible employees with the skills, knowledge and experience needed to deliver excellent services and to meet its corporate objectives. There may be times when the grading of a post results in an inability to successfully recruit or retain to particular posts. In such cases it may be appropriate to pay a market supplement in addition to the salary to ensure that appointments can be secured. In these circumstances, the potential for the application of a Market Supplement Rate will need to be objectively justified. Such payments are lawful under the Equality Act 2010 where there is evidence to justify that market factors are the "material factor" for the post attracting a higher rate of pay than other posts with the same score. In order to establish equality of pay the Council needs factual evidence to prove that paying any Market Supplement Rate is "a proportionate means of achieving a legitimate aim".
40. Any business cases made for Market Supplement payments will be subject to indepth investigation and scrutiny by the Pay and Grading team followed by formal approval. Thereafter, the payment will be subject to annual review, and supplementary reviews following any pay award agreements or incremental advancement. In addition, the Joint Trade Union forum will be provided with details of any positions which have been approved for the Market Supplement Payments.

## **L. OTHER PAY**

41. **Returning officer** The Council has to appoint a Returning Officer for elections. This is usually a senior officer of the Council who performs the role in addition to his/her normal duties. Appointment as a Returning Officer is deemed to be separate remunerable employment.
42. **Acting up payments** Employees are not eligible for honoraria or ex gratia payments under current Council policy. However, an employee who, following a fair selection arrangement, performs the full duties and responsibilities of a higher graded post on a temporary basis, will be paid in accordance with the higher graded post for the specified period and without any commitment to permanency in that post. This is known as “Acting Up”. It is an operationally practical arrangement applied throughout the workforce. It is an expedient measure that should maintain for as short a period as possible – normally less than 12 months.
43. **Advisory Staff in Local Authorities – [Soulbury Agreement]** In each of the separate Soulbury pay spines there is provision for employees to receive up to three further spine points under the Structure Professional Assessment (SPA) system. This element of the pay structure is based on performance assessment and forms part of the overall pay structure. Progression under the SPA system is subject to local assessment against nationally prescribed criteria.
44. **NJC Employees- Non-Standard Working Arrangements and Associated Payments**  
In accordance with the NJC provisions the Council pays allowances in respect of employees who are required to work outside “normal” working hours.
45. In February 2011 Cabinet approved a package of terms and conditions changes following consultation with the trade unions. The changes were implemented with effect from 1<sup>st</sup> April 2011, initially for two years, and have since been adopted as an ongoing contractual arrangement to assist with the budget savings.

## **M. PAY PROTECTION**

46. In certain circumstances where employees suffer a loss in basic pay as a result of the actions of the employer, 12 months’ pay protection is available.

## **N. PAY RELATIONSHIPS**

47. The Local Government Transparency Code 2014 Part 2.2 para 41 and Section 38 of the Localism Act 2011 requires local authorities to produce information relative to pay dispersion i.e. the relationship between remuneration of Senior Officers and the remuneration of other staff. The information in this section illustrates the Councils pay dispersion.

48. The highest level of (*full time equivalent – FTE*) employee remuneration in the Council is associated with the post of Chief Executive – para 17 refers.
49. The lowest level of (FTE) employee remuneration is £13614 p.a (NJC Spinal Column Point 6).
50. The median level of actual basic pay for central staff is £16572 p.a. The median level of actual pay including contractual allowances (e.g. overtime, shift pay etc ) is £18376 p.a.
51. The ratio listed compares favourably with the Upper 20:1 ratio as detailed in the Hutton Fair Pay Review Report. As at November 2015 the (FTE) actual pay relationships are:
  - Highest pay is 10 times greater than lowest pay.
  - Median basic pay is 1.22 times greater than lowest pay.
  - Median pay including contractual allowances is 1.35 times greater than lowest pay.
  - Highest pay in 8.28 times greater than median basic pay and 7.46 times greater than median pay including contractual allowances.
52. In order to achieve this calculation the pay relationships have been based on the lowest level of employee remuneration (using actual pay figures of centrally employed staff payable as at November 2015 and the highest level JNC pay applicable as at November 2015).

**O. OTHER TERMS AND CONDITIONS**

53. The normal working week is 36 hours (FTE) for all employees including those defined as senior officers. This is with the understanding, in the case of most senior officers, that, additional hours will be worked, as necessary, without financial or time off recompense.
54. The Council recognises the importance of the need to balance personal and working demands. Employees are required to be receptive to such needs both in their own case and relative to those for whom they may be responsible. It is considered that an empathetic management approach to controlled attendance will contribute to high performance and outcomes.
55. The Council's terms and conditions of employment generally provide for 27 days leave for employees with less than 5 years' service and 32 days after 5 years have been completed (35 days for HAY 5 and above). The Council also recognises long service by granting an additional 5 days leave (as a one off) after 25 years' service has been completed and celebrates longer periods of service.
56. The Council also supports officers in the discharge of their duties by reimbursing expenditure, paying subsistence allowances, providing access to car loans where appropriate and operating a Corporate travel scheme for

eligible employees offering reduced cost rail travel with deductions being made direct from payroll.

**P. PUBLIC HEALTH STAFF**

57. The transfer of the Public Health function and its associated employees in 2013 was on a statutory basis as per the Health and Social Care Act 2012. The pay scales applicable at the point of transfer were as per Public Health NHS pay scales and will remain static until such time as the positions become vacant. New appointments to posts within the Public Health function will be made on either NJC or JNC HAY grades as appropriate to the role.

**Q. NATIONAL MINIMUM WAGE / NATIONAL LIVING WAGE/ LIVING WAGE**

58. The current National Minimum Wage (NMW) rate as at November 2015 is £6.70.
59. From April 2016, the government will introduce a new mandatory *National Living Wage* (NLW) for workers aged 25 and above, at a rate of £7.20 per hour (a £910 per annum increase in earnings for a full-time worker on the current NMW).
60. The NMW will continue to apply for those aged 21 to 24, with the premium added on top for those aged 25 and over, taking the total hourly rate to the National Living Wage.
61. In addition to the above there is a *living wage* determined by the Living Wage Foundation. The rate is £8.25 per hour as at November 2015. This Living wage rate is based on the concept that a certain amount of money is needed to ensure that people are able to have a decent standard of living. The living wage is different from the National Minimum wage and the Governments National Living Wage. Adoption of the minimum wage is a legal requirement however the adoption of the Living Wage is optional. Some Authorities have implemented the living wage but only where this has had very minimal impact of the budget due to the makeup of the individual Authority. To become a true Living Wage employer the rate would need to be applied not only to employees but also be extended to employer procurement supply chains.
62. If the Living wage were introduced within Sefton Terms and Conditions would need to be reviewed. The Cabinet member has been provided with costing information relative to the implementation of the Living wage for both schools and the Council. No determination has yet been made in terms of whether Sefton Council would wish to be a Living Wage employer.



R. **RE-EMPLOYMENT OF STAFF WHO HAVE BEEN IN RECEIPT OF REDUNDANCY PAY AND/OR PENSION.**

63. Subject to compliance with legislative/regulatory requirements:
- An individual may be in receipt of a pension (LGPS or otherwise) in addition to remuneration from their employment with the Council.
  - An individual who has left the Council and been in receipt of a severance or redundancy payment and/or pension (LGPS or otherwise) may subsequently be re-employed or engaged under a contract for services.
64. In line with this, staff who have been in receipt of redundancy pay and or pension benefits can subsequently be re-employed or engaged under a contract with Sefton. However, given the budgetary pressures currently facing the Council such cases must satisfy robust justification.
65. All LGPS Administrating Funds have the discretion to abate pension upon re-employment to local government. MPF discretion stipulates that anyone in receipt of a pension from the LGPS, re-employed after 25 September 2006, **will not** have their pension adjusted if they return to local government employment, **unless** they were granted Compensatory Added Years when they retired due to redundancy/ interest of efficiency.
66. Pensioners re-employed before 25 September 2006 or those who received Compensatory Added Years of membership may have adjustments applied to their pension by the Administrating Fund. Further details can be obtained relative to the LGPS via the Policy Discretions Statement on the intranet.

**MD November 2015**