ANNEX B

Comparison with UK Pay Policy (Staff Pay)

| Issue | Scotland 2014-15 & 2015-16 | UK (up to 2020) |
|----------------------------------|---|---|
| Basic award | Cap of 1% increase in costs (excluding progression) for those earning more than £21K. [This can be front or back loaded.] | Limited to an average of 1% increase in remuneration costs (and could include progression). Average increase of up to 1% applies until 2019-20. |
| Progression | 'Not intended to interfere' (outwith 1%). Capped at 1.5% for senior appointments. | Within the 1% cap unless contractual or contractual element is being bought out. Proposals to end automatic time-served progression in the Civil Service in place by 2015-16. |
| Bonuses | • Suspended | Can continue. Also have scope to re-allocate 50% of non-consolidated pots (an overall limit of 0.5% of baseline paybill applies) to address recruitment and retention issues |
| Other non-con payments | Suspended | Can continue |
| Low Pay Measures | Minimum £300 uprate pro rata for those under £21K (=1.4% increase on £21K and 1.95% on £15,366). Commitment to the Scottish Living Wage (£7.85 for pay remits from April 2015) | No specific measures (but introduced a National Living Wage of £7.20 per hour for all employees from 1 April 2016 (nb age 25 & over)) |
| No Compulsory Redundancies | In return for workforce flexibilities or efficiencies | No specific measures or commitment to NCR |
| Multi Year Settlements | • 2 years with the opportunity to front or back load the pay award to address evidenced workforce or structural pay issues and will help provide for meaningful pay negotiations | Single year only for 2015-16 Expect multi-year settlements from 2016 |