Gender Pay Gap Report

5 April **2**022

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1. Introduction

Redcentric is an equal opportunities employer, and our aim is to ensure we provide an environment where individuals of all backgrounds are supported to succeed and progress.

It is important to note that gender pay is different to equal pay, which looks at salaries for roles the same or similar responsibilities. Gender pay is a much broader measure, which looks at the difference between the average earnings of men and women across the organisation at a snapshot in time, regardless of the roles they undertake.

We continue to face into diversity challenges within the overall technology sector and remain committed to ensuring we find ways to address the gender imbalance within our organisation.

2. Redcentric pay and bonus

Gender pay gap

The table below shows our overall mean and median gender pay gap, based on hourly rates of pay as at the snapshot date (5 April 2022).

Mean and median gender pay gap in the year to 5 th April 2022			
	mean	Median	
Gender pay gap	22%	22%	

Unfortunately over the last 12 months we have seen a slight worsening of our gender pay gap driven primarily by a business acquisition which significantly increased the number of male colleagues in the business, increasing the mean pay gap from 21% to 22% and median gap from 18% to 22%. Despite this in year increase, however, we are still showing a significantly improved pay gap from 2020 and are confident that the steps we are taking will improve our gender pay gap in the medium term.

As with most organisations in our industry, the main driver for our pay gap continue to be the lower proportion of females, particularly in senior, more highly remunerated roles. This is something we have made positive steps forward in the past 12 months, since the snapshot date of 5 April, and remain committed to focusing on moving forwards.

Our pay quartiles

The charts below outline the proportion of males and females in each pay quartile – each quartile containing 94 colleagues.



The largest proportion of females is still in the lower quartile, and the lowest proportion of females is in the highest quartile.

Gender pay gap within each pay quartile in the year to 5 th April 2022				
Lower	lower middle	upper middle	Upper	
-7%	1%	3%	-5%	

We are pleased to be able to demonstrate that we have made positive steps forward as the gender pay gap within our lower and upper quartiles reflect a smaller number of women with comparatively higher salaries, and the lower middle quartile remaining static. The upper middle quartile has seen a slight worsening of the pay gap from 1% to 3%, again driven by a changing colleague profile post acquisition.

22.5% of our total population is female with 63% of those being in either the lower or lower middle quartiles of our business exacerbating the overall gender pay gap position.

We acknowledge that this split needs to improve and the leadership team is fully committed to supporting a continued focus on attracting and retaining female talent, as well as supporting existing colleagues, through the quartiles and into more senior positions. We have recently launched a new leadership programme to support this progression.

Gender bonus gap

We operate a number of bonus and commission schemes to recognise and reward individual, team and business performance. The overall difference in bonus paid to male and female colleagues was 57% (mean) and 12% (median).

Mean and median bonus gender pay gap in the year to 5 th April 2022				
	mean	median		
Bonus pay gap	57%	12%		

40% of male colleagues and 33% of female colleagues received a bonus in the 12 months to 5th April 2022, again reflective of roles undertaken and gender split at more senior levels of the organisation, which has influenced the mean bonus gender pay gap. The median bonus gender pay gap reflects the fact a lower number of females received proportionately larger bonus payments – again, due to the nature of roles undertaken.

3. The figures: their meaning, our commitment

We continue to be fully committed to bring a better gender balance to our organisation, however subsequent acquisitions post this snapshot date are likely to worsen the position in the next reporting period. We have delivered and will continue to deliver a number of key initiatives to reach our goal of a more gender balanced workforce and we are working in partnership with all our suppliers to deliver this.

Our initiatives for addressing this balance are focused on actions to address the proportion of female and male employees – particularly within key technical functions, as well as more broadly across the business.

In addition to addressing barriers to female participation within technology, we are continuing to commit to increasing female leadership within Redcentric. This means focusing on helping our existing female leaders move through the leadership levels of our organisation, as well as ensuring we focus on identifying and developing leaders of the future.

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In FY22, we have made a number of external appointments and internal promotions to more senior roles across the business.

4. Actions to deliver our commitment

Inclusive Recruitment

Due to business growth, talent acquisition continues to be a critical area of the business and we continue to focus on activities to attract more diverse candidates. We continue to operate a gender balanced interview panel and work with our recruitment partners to identify barriers in our recruitment process. In addition, we have appointed a talent acquisition manager to support this objective.

In 2022, we launched a Recruitment Training programme which equipped hiring managers with the skills and resources to build and engage inclusive teams. To support fairer selection, we have firmly embedded our company values into the selection process, in order to promote and support inclusive behaviours. By allowing current and prospective employees to relate their experience to these values, we have sought to remove opportunities for unconscious bias and to ensure a consistency of assessment across the company.

Working with local schools, apprenticeship providers and communities

We have continued to work closely with local schools and colleagues across our region to encourage young women to consider technology, engineering and business support as potential career options. And have undertaken a number or work experience assignments over the last 12 months. Continuing our commitment to work experience remains a key commitment of ours for the future.

Additionally, we have strengthened our relationships with a number of Apprenticeship providers and charities who focus on assisting young people into work, As such apprenticeship opportunities continue to be provided across the business, focusing on attracting and supporting females into our business across a variety of roles. In April 2021, we had 9 employees completing apprenticeship courses, with 33% being female. Internally, we will continue to provide mentoring and career support from our existing female leadership population, acting as role models for young women.

We are also a sponsor for Women in Tech York, who are a community of people studying, working or interested in technology and run events in which they share knowledge and interests whilst encouraging and empowering one another.

Fostering an environment where everyone can thrive

We have continued our Employee Communication Champion forum, consisting of a diverse mix of employees, in order to improve communication across the Company, in addition to promoting employee success stories through various initiatives such as Friday Shout Outs, the company Newsletter and our Employee Recognition Scheme – The Extra Mile Awards.

We recognise the impact agile and flexible working practices have on employee engagement, retention and progression and we have adopted a hybrid working pattern, which is a step forward at preventing barriers and creating a balance for everyone. We are in the process of reviewing all our policies and procedures to make sure they are as supportive as possible for all female colleagues.

Our ongoing performance and development cycle gives our colleagues more one-to-one time and support from their manager by having regular check-ins and feedback. In turn, this has identified areas for training and development, alongside discussing with employees their aspirations, which supports our overall commitment on helping our existing female population move through the technical/leadership levels of our organisation. We are pleased to highlight that since the launch of the ongoing performance and development cycle, through data collected via our Employee Opinion

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Survey, we have seen a 22% increase in colleagues receiving more regular reviews with their manager.

Our focus in 2023 will be to roll out additional Equality and Diversity Training across the company, which will also form part of our New Starter Induction Programme, so all employees will have access to learning resources on how they can play their part in being more inclusive.

Declaration

I can confirm the gender pay gap data contained within this report is accurate and has been produced in accordance with the regulations.

Karn

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