



## Publishing Gender Pay Gaps



What Australian employers need to know

**April 2024** 



# **Acknowledgment** of Country

In the spirit of reconciliation, the Workplace Gender Equality Agency acknowledges the Traditional Custodians of the country throughout Australia and their connections to the land, sea and community. We pay our respects to their Elders past and present and extend that respect to all Aboriginal and Torres Strait Islander peoples today.





Understanding Gender Pay Gap Publishing



Australian employer snapshot



Common questions



Where to next?



Q&A





# Understanding Gender Pay Gap Publishing



Mary Wooldridge, CEO, WGEA

## What is the gender pay gap?

The **gender pay gap** is the difference in average or median earnings between women and men in the workforce, or in an individual workplace.

It is not a calculation of equal pay for equal work.



#### How do you calculate the gender pay gap?

(Average/median remuneration of men – Average/median remuneration of women)

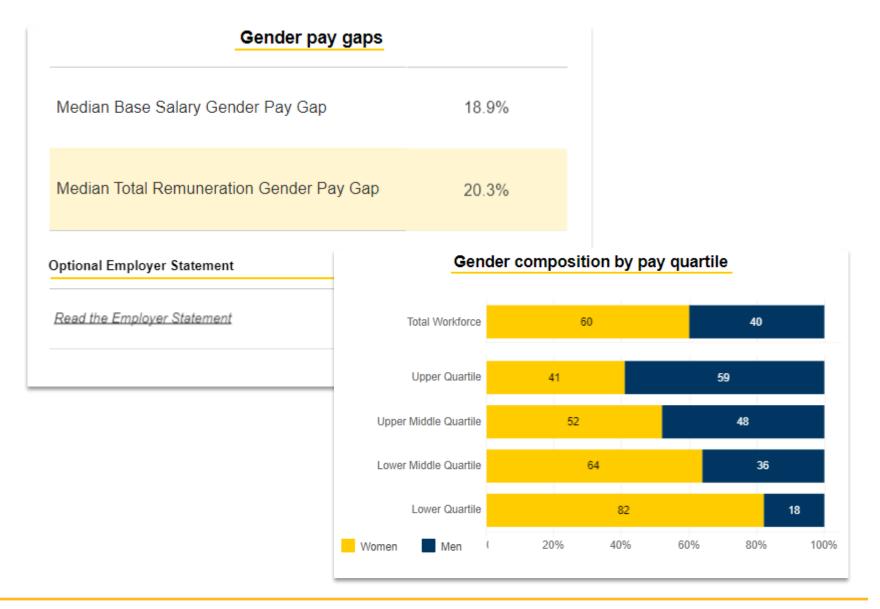
X 100

Average/median remuneration of men

## What was published?

We published gender pay gaps and gender composition by pay quartile for nearly **5,000 private** sector employers

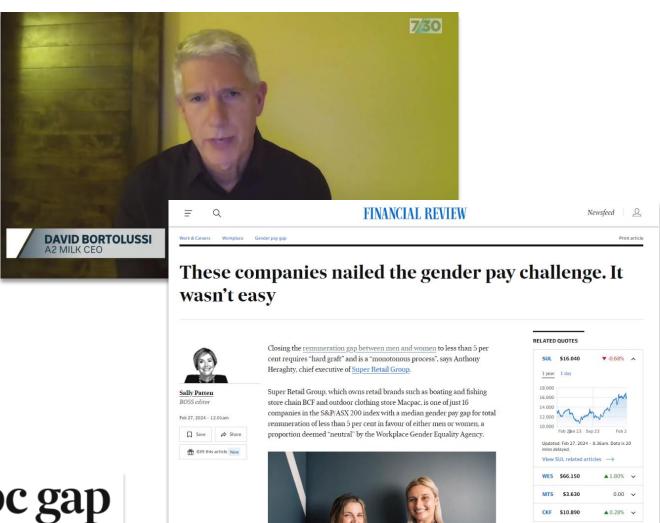
Over **1,000 employer statements** are published.



### Media and public response

#### We saw:

- Huge media and public interest
- CEOs being answerable
- A focus on female and maledominated industries, ASXlisted companies and those with large gaps
- Interest in how companies are shifting the dial
- WGEA resources downloaded



## Bonuses, overtime fuel 19pc gap

▶ Full gender pay picture revealed for first time ▶ Women earn 81¢ for every dollar paid to men ▶ Big names among laggards

## The UK experience of publishing

Since 2018, employers in the UK with 250 or more employees had their gender pay gaps published. Following publication, employers in the UK:

- Increased their understanding of and engagement with the gender pay gap, including board discussions and action
- Tried to identify the causes of their gender pay gaps

- Reviewed their practices and policies
- Saw sustained improvement in their gender pay gaps



## Where are gender pay gaps published?

WGEA's comprehensive dataset is available to view through our Data Explorer at data.wgea.gov.au
Use the Data Explorer to:

- Find an employer's gender pay gap
- Search and compare an employer's data
- Benchmark an employer against its industry

Australian Government Workplace Gender Equality WGEA Data Explorer						
Primary Measure	Industry	Employer 1	Employer 2			
Median base salary gender pay gap	37.7%	53.5%	39.3%			
Median total remuneration gender pay gap	37.1%	43.7%	37.0%			
Percentage of women managers	36%	33%	42%			
Percentage of primary carers' parental leave taken by men	29%	12%	8%			
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# Australian employer snapshot: what we've learned



**Dr Camilla Stonier,**Senior Education and
Research Adviser, WGEA

## **Employer Gender Pay Gaps Snapshot**

The Snapshot compares employer median gender pay gaps by:



Industry



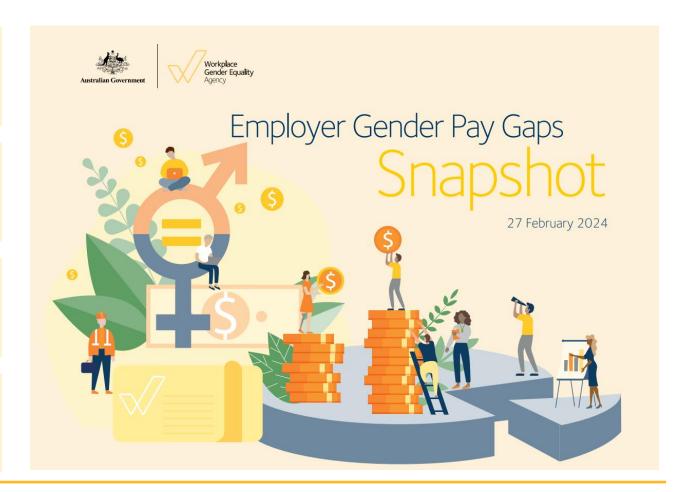
Proportion of women in leadership



Employers in male or female-dominated industries



Size



#### **The National Picture**

The WGEA median total remuneration gender pay gap is 19%.

This gender pay gap uses remuneration data for just under **5 million** employees, regardless of their industry or employer.

Salary type	Median women	Median men	Median GPG	Median GPG (%)
Base salary	\$68,071	\$79,613	\$11,542	14.5
Total remuneration	\$78,484	\$96,945	\$18,461	19.0

### Key statistics: Employer gender pay gaps

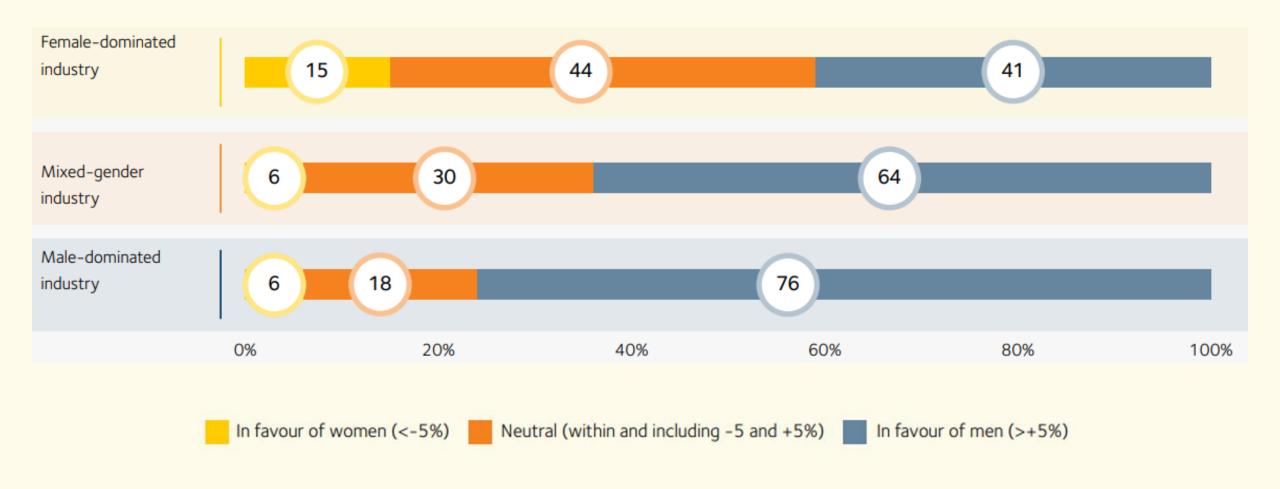
**30%** of employers have a median gender pay gap in the **target range** of within or including +/-5%

62% of median gender pay gaps are over 5% and in favour of men

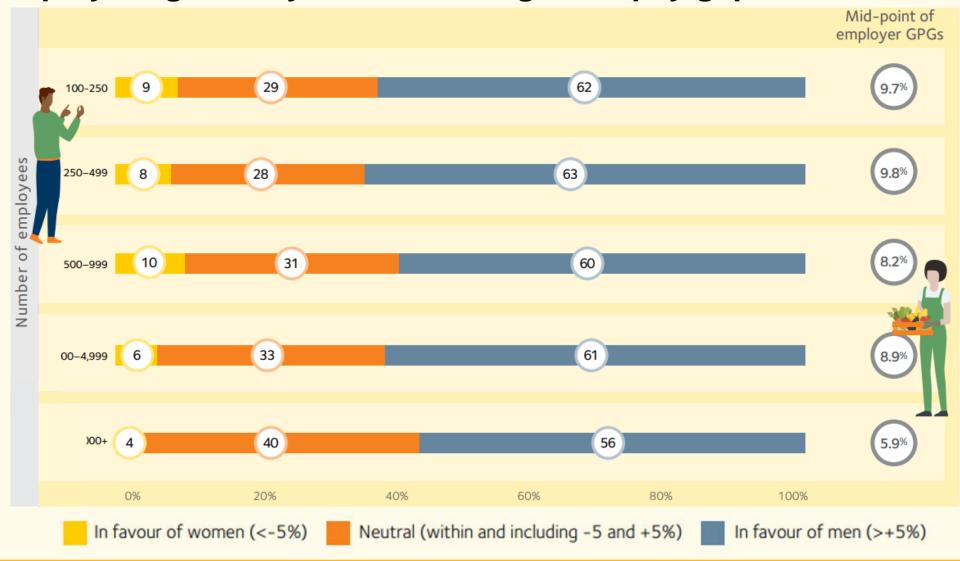
8% of employers have a median gender pay gap in favour of women



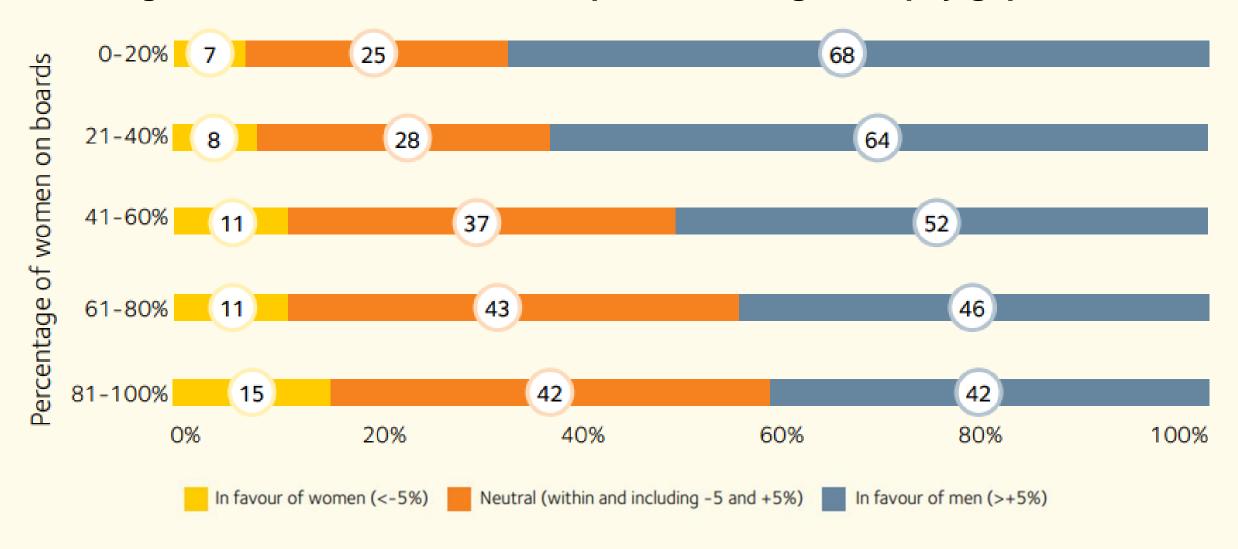
#### Employers in female-dominated industries have smaller gender pay gaps



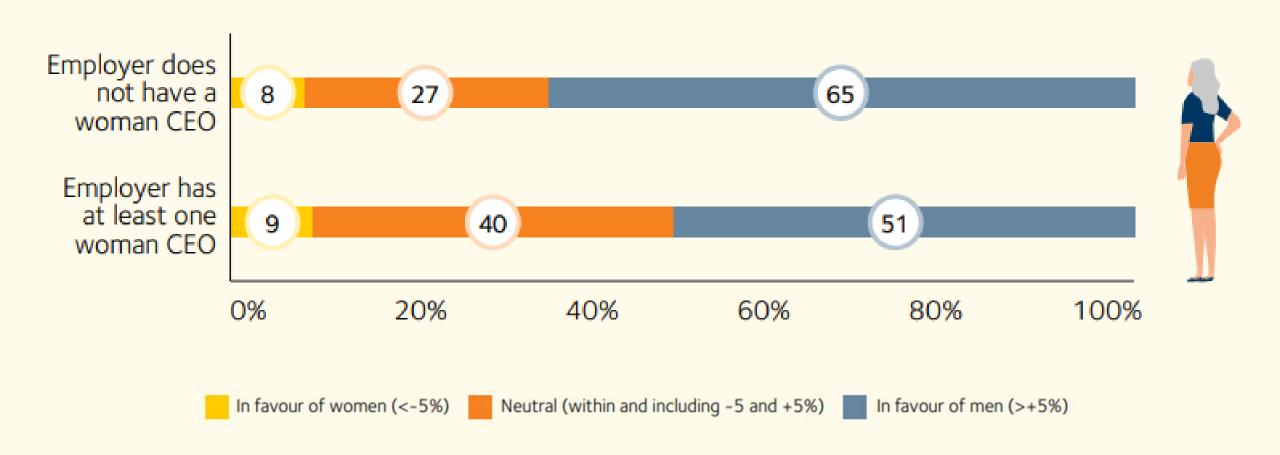
#### Larger employers generally have smaller gender pay gaps



#### Boosting women on boards could help reduce the gender pay gap



#### Employers with more women in management had lower gender pay gaps





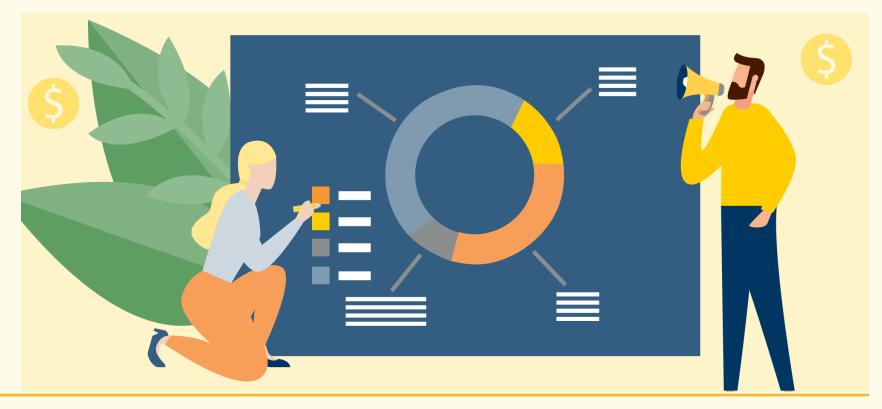




#### **Penelope Cottrill**

Executive Manager, Education and Research, WGEA

In Australia it's illegal to pay men and women different salaries for the same work, so why do employers still have a gender pay gap?



Will there be any changes to gender pay gap publishing, this year?



In addition to median gender pay gaps and gender composition by pay quartile, WGEA will also publish:

- 1) Average **base salary** and **total remuneration** pay gaps
- 2) Average total remuneration by pay quartile
- 3) Gender pay gaps of **any company** with **80** or more employees, with its own ABN, including within a corporate group
- 4) Gender pay gaps for **all corporate groups**, including for those who submit their data as a part of multiple submission groups.

WGEA will include CEO remuneration in gender pay gap calculations this year. How will the inclusion of CEO remuneration affect an employer's gender pay gaps?







## Where to next?



Taking action, Reporting, and Compliance

## **Conducting a Gender Pay Gap Analysis**

- 1 Choose a snapshot date
- 2 Collect the data
- 3 Clean the data
- 4 Analyse the drivers
- Create a summary of your findings



#### Where to next to take action?

- Conduct a gender pay gap analysis using our <u>Gender Pay Gap Analysis Guide</u>
- Develop an action plan
- Share your findings with your leadership and more broadly, drawing on our <u>Get</u> <u>Future Ready: Communications 10 Point</u> <u>Guide</u>
- Attend a WGEA <u>Masterclass on</u> pay gap analysis

Read more on WGEA's website <a href="https://www.wgea.gov.au">www.wgea.gov.au</a> (including the **Take action** section)



## Reporting for 2023-24 is underway: reminders

Reporting for 2023-24 has opened. There are changes to the Workplace Profile, Questionnaire and Reporting process.

#### **Workplace Profile**

#### **Mandatory:**

- Year of birth
- Primary workplace location
- Remuneration of CEO, Heads of Business, and casually employed managers

#### **Questionnaire**

#### **Mandatory:**

- Term limits of the governing body
- Targets to address gender equality
- Sexual harassment, harassment on the ground of sex or discrimination policies/training
- Employees' access to employer-funded parental leave

#### **Voluntary:**

Paid family and domestic violence leave

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Reporting for 2023-24 has opened. There are changes to the Workplace Profile, Questionnaire and Reporting process.

#### Reporting process

- The Reporting Overview is replaced by the Executive Summary.
- Each subsidiary company that report 80+ employees will receive their own Executive Summary and Benchmark Report.
- Each subsidiary company will confirm an industry that will be used for benchmarking.

## In 2024, reporting timelines will be enforced

- A relevant employer must submit their report in the period 1 April to 31
   May 2024 or seek an extension and submit a report to be compliant (and receive a Compliance Certificate)
- Extensions must be lodged with WGEA prior to 31 May and will be automatically approved for a period of 4 weeks (to 30 June). Where a longer extension is required for extenuating circumstances, these will require a formal assessment by WGEA
- Extensions can be submitted by lodging a support case under 'general enquiry', with the heading 'Application for extension' or by contacting <a href="mailto:support@wgea.gov.au">support@wgea.gov.au</a>.







## Thank you

- in Workplace Gender Equality Agency
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