



Department
for Transport

Gender Pay Gap 2018

Moving Britain Ahead



December 2018

The Department for Transport has actively considered the needs of blind and partially sighted people in accessing this document. The text will be made available in full on the Department's website. The text may be freely downloaded and translated by individuals or organisations for conversion into other accessible formats. If you have other needs in this regard please contact the Department.

Department for Transport
Great Minster House
33 Horseferry Road
London SW1P 4DR
Telephone 0300 330 3000
Website www.gov.uk/dft
General enquiries: <https://forms.dft.gov.uk>



© Crown copyright 2017

Copyright in the typographical arrangement rests with the Crown.

You may re-use this information (not including logos or third-party material) free of charge in any format or medium, under the terms of the Open Government Licence. To view this licence, visit <http://www.nationalarchives.gov.uk/doc/open-government-licence/version/3/> or write to the Information Policy Team, The National Archives, Kew, London TW9 4DU, or e-mail: psi@nationalarchives.gsi.gov.uk

Where we have identified any third-party copyright information you will need to obtain permission from the copyright holders concerned.

Contents

Introduction	4
Reflections from our Permanent Secretary	5
1. Who we are - the DfT family	7
2. Gender pay gap analysis	8
Gender pay gap	8
Gender bonus gap	10
3. Diversity and Inclusion at DfT	12
4. Closing the Gap	13
5. Conclusion	15
Declaration	15

Introduction

In 2017, the Government introduced world-leading legislation that made it statutory for organisations with 250 or more employees to report annually on their gender pay gap. Government departments are covered by the Equality Act 2010 (Specific Duties and Public Authorities) Regulations 2017 which came into force on 31 March 2017. These regulations underpin the Public Sector Equality Duty and require relevant organisations to publish their gender pay gap by 30 March annually. This includes the mean and median gender pay gaps; the mean and median gender bonus gaps; the proportion of men and women who received bonuses; and the proportions of male and female employees in each pay quartile.

The gender pay gap shows the difference in the average pay between all men and women in a workforce. If a workforce has a particularly high gender pay gap, this can indicate there may be a number of issues to deal with, and the individual calculations may help to identify what those issues are.

The gender pay gap is different to equal pay. Equal pay deals with the pay differences between men and women who carry out the same jobs, similar jobs or work of equal value. It is unlawful to pay people unequally because they are a man or a woman.

The Department for Transport supports the fair treatment and reward of all staff irrespective of gender; and is committed to being a leader on inclusion in the Civil Service.

Building a diverse and inclusive workforce that reflects the people we serve is one of the Civil Service's top workforce priorities. Our collective aim is to make the Civil Service the UK's most inclusive employer by 2020. Our Diversity & Inclusion Strategy outlines how we plan to achieve this. The Civil Service should create opportunities for all in a truly meritocratic way and reward all civil servants fairly, regardless of gender, ethnicity or any other personal characteristic.

This report analyses our gender pay gap figures in more detail, makes comparisons with our 2017 data where relevant, and sets out what we are doing to close the gender pay gap in our department.

Reflections from our Permanent Secretary



The work of the Department for Transport and its agencies is extremely diverse. The activities our people are involved in include advising Ministers on transport priorities for the country, delivering huge and complex infrastructure projects, providing a wide range of vital services to motorists and citizens across the country, and supporting maritime and aviation security across the world.

I am committed to addressing long-term gender imbalances right across the DfT family. So I'm disappointed that our mean gender pay gap remains high at 15.6% and I am determined my department is doing everything it should to narrow this gap.

However, I do not want to underplay the scale of this challenge, which is, in part, a function of DfT's diverse make-up and history. For example, DVLA has always been a significant employer of women in Swansea, providing good jobs that are vital to the local economy, but often at relatively junior grades. At the same time, much of the DfT family offers jobs in technical professions that have all too often been seen as off-limits or unattractive to women. I want to see all the jobs offered in transport made open and equally attractive to men and women. But this will take time.

In the meantime, we are making progress in many areas where we do need to change and I am proud of the initiatives underway to address the gender pay gap.

In the last 12 months:

- we have improved the diversity of our most senior leaders. In 2017/18, 43% of our Senior Civil Servants (SCS) are women compared to 37% a year earlier. This includes four Directors General, plus two of our four Agency Chief Executives.
- We appointed our Directors General for Rail, Ruth Hannant and Polly Payne, as our Gender Champions. They are the first DG level job-share partnership in government and are a great example to others – showing that flexible working can work at all levels.
- We have implemented the recommendations from our Harvard Business School review into improving gender diversity in our recruitment practices, particularly around the use of language in job adverts, and have seen an increase to over four times the number of female applicants to surveyors' roles at the Maritime and Coastguard Agency.
- Our staff networks have gone from strength to strength and continue to build our inclusive culture through innovative workshops and practical support for people right across DfT. In the last month, we have launched a charter to help managers

support people who may be suffering from domestic abuse – an initiative started by our Gender Equality network.

- In addition, DVLA, based in Swansea, has been recently awarded silver status in Chwarae Teg's (a charity leading gender equality in Wales) FairPlay benchmark.

But we know we must do more. That is why we are working with the Government Equalities Office and The Behavioural Insights Team to understand what works in creating gender parity in organisations.

As government, we also need to do more to encourage women to extend their study in technical disciplines and then to embrace the careers in engineering and construction that are so important to the transport industry. I am particularly proud therefore, of my department's work in leading a highly successful campaign across the economy to make 2018 the Year of Engineering, which includes the aim of inspiring women and girls to become our engineers of the future. Early results suggest this is helping many more children to consider engineering as a career.

Year of Engineering partners have collectively delivered more than 750,000 direct experiences of engineering for young people throughout the year so far, and as we work towards our target of one million experiences, we are already seeing an encouraging shift in perceptions of engineering careers among young people.

We also continue to work across the transport sector to build engineering and technical apprenticeships as part of the Transport Infrastructure Skills Strategy (TISS) launched in January 2016. The TISS sets out ambitions for at least 20% of new entrants to engineering apprenticeships in the transport sector to be women by 2020, and achieve parity within the working population by 2030.

I am absolutely committed to making DfT an inclusive, flexible and diverse organisation that gives women both the confidence and the environment in which they can progress and succeed. I am one of those women, and I believe that through our gender pay gap action plan and our range of initiatives to champion women in transport, we will make a difference in years to come.




Bernadette Kelly
Permanent Secretary

1. Who we are - the DfT family

DfT comprises a core ministerial department and four executive agencies. We have a diverse workforce, working across Britain in a wide range of roles, from policy developers to critical front-line services such as the air, marine and rail accident investigation branches, driving examiners, coastguards, engineers and marine surveyors. Across the department we have over 25 professions in a range of grades both in our Senior Civil Service and the grades below.¹

The DfT family consists of:

Department for Transport (Central)



**Department
for Transport**

Part of DfT(c)

Accident Investigation Branches
Small highly specialised teams of accident investigation specialists, with a combine budget of around £16 million in 2013/14.

Office for Low Emission Vehicles
Works across government to support the early market for ultra-low emission vehicle

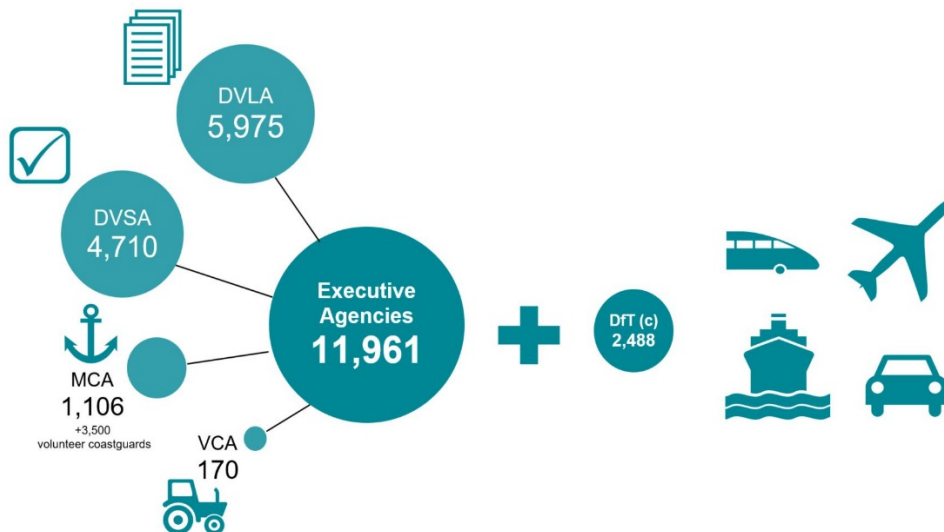
Government Car Service
Provides a high-quality, secure car service for ministers in government departments

Centre for Connected & Autonomous Vehicles
Policy unit which ensures that the UK remains a world leader in developing and testing connected and autonomous vehicles. Joint with BEIS.

Executive Agencies:

 <p>Driver & Vehicle Licensing Agency</p>	<p>DVLA keeps complete and accurate records of drivers and vehicles. Also responsible for Vehicle Excise Duty and helping to ensure the public is protected from uninsured vehicles and drivers.</p>	 <p>Driver & Vehicle Standards Agency</p>	<p>DVSA improves road safety by setting standards for driving and making sure road users understand and follow standards. Created by the merger of the Driving Standards Agency (DSA) and the Vehicle Operating Standards Agency (VOSA)</p>
 <p>Vehicle Certification Agency</p>	<p>VCA is the UK approval authority for new types of road vehicle, tractors and off-road vehicles, providing testing and certification for vehicles.</p>	 <p>Maritime & Coastguard Agency</p>	<p>MCA facilitates international maritime trade through development and delivery of Government's maritime safety strategy as well as security and environmental standards. Headquarters in Southampton with operational sites across the UK coastline with 3500 volunteers supplementing the workforce</p>

Collectively we have around **14,400** staff and **3,500** volunteer coastguards:



¹ The staff figures in this section are accurate at March 2018 and may vary from other staff data presented in this report.

2. Gender pay gap analysis

Gender pay gap

The gender pay gap shows the difference in average (mean and median) hourly pay between all men and women in a workforce. An hourly rate comparison is used to look at the pay gap because this takes into account part time workers.

Our Departmental family **mean gender pay gap** has **decreased by 1.3%** since 2017, **from 16.9% to 15.6%**.

Our Departmental family **median gender pay gap** has **decreased by 7%** since 2017 from **22.6% to 15.6%**.

Fig 2. What are our gender pay gaps (hourly rate)?



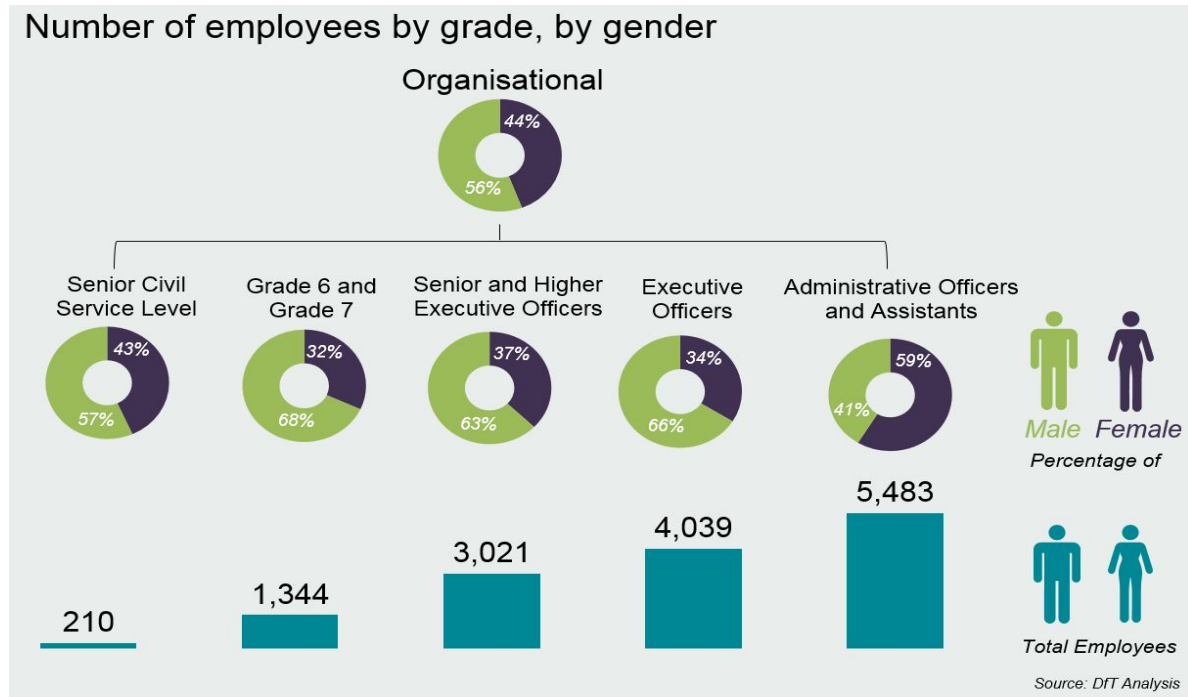
Why do we still have a gender pay gap?

There are factors contributing to our gender pay gap:

- **Different levels of gender representation across all grades and across different locations.** Overall, the DfT family has an employee population made up of 44% women and 56% men. However, we have different levels of gender representation across all our grades, with higher levels of women at the lower grades. DVLA, who are the largest employer in DfT with just under 6,000 employees, have large numbers of women at lower grades. This brings the

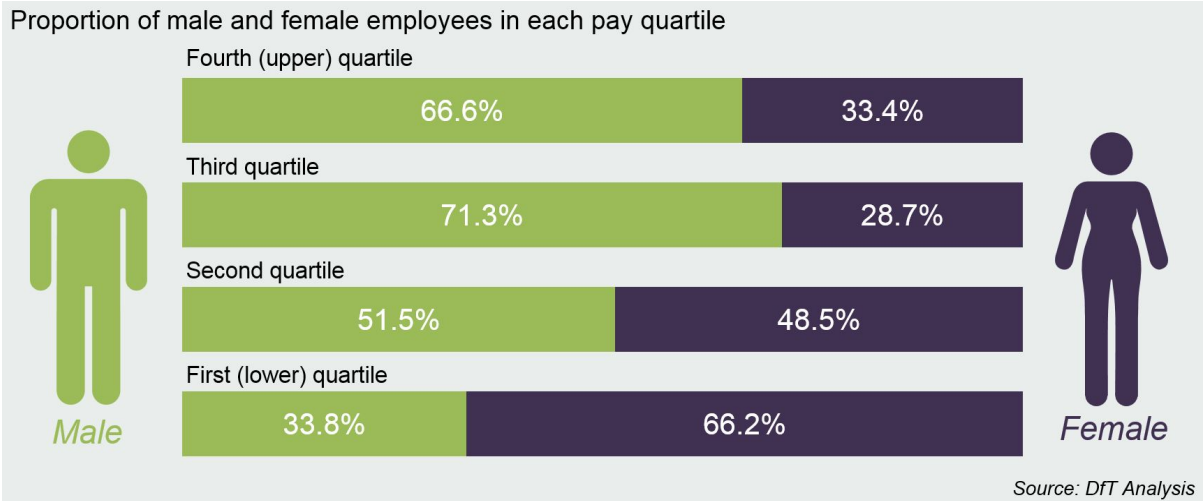
average hourly rate for women down. This population is also paid based on our national pay bands, which are lower than London pay bands to reflect the difference in living costs. The relatively high representation of women in our Senior Civil Service (43%) and on our board (71% of our executive are women) does not mitigate the gender imbalance across all grades in the DfT family.

Fig 3. Number of employees by grade, by gender - DfT and the agencies



- High number of male-dominated specialist and technical roles.** Hourly rates used to calculate gender pay include retention and technical allowances that are paid to employees with specialist, technical skills and expertise. The workforces in DVSA, MCA and VCA demonstrate heavy skewing towards men in roles such as driving examiners, vehicle examiners and maritime surveyors. Most of these roles require technical qualifications, or prior experience as a mechanic, engineer, pilot or ship's captain, which drives recruitment towards a narrow, mostly male pool - for example, 95% of engineers in VCA, 77% of driving examiners, 99% of Vehicle Examiners in DVSA and 96% of Marine Surveyors in MCA. Many of these roles also attract additional allowances due to market shortages, unsociable working hours or travel. These roles reflect a wider pattern across the transport sector.

Fig 4. What are the proportions of male and female employees in each quartile?

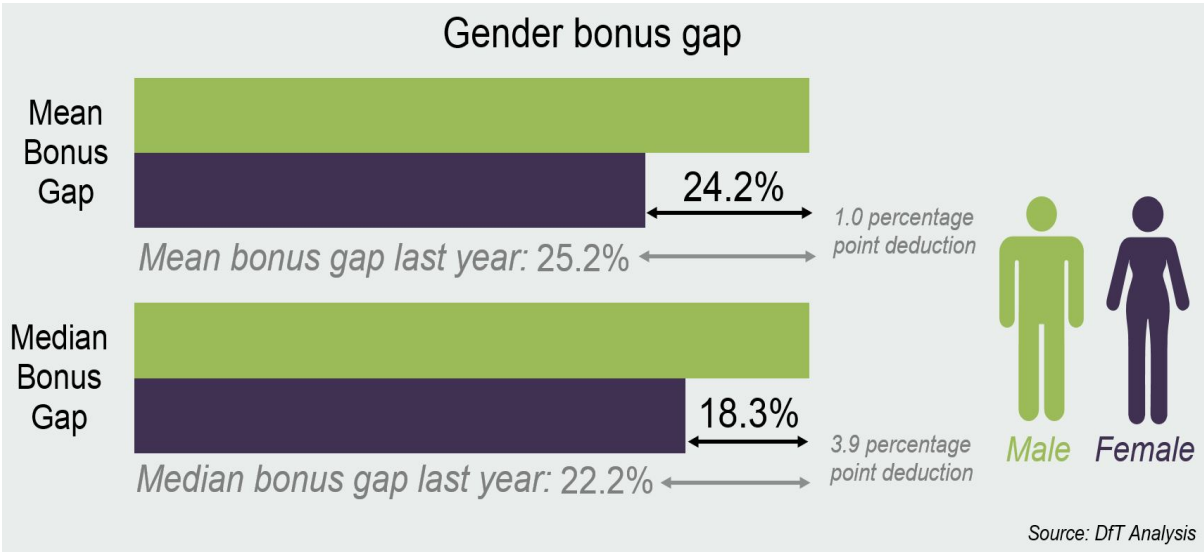


Gender bonus gap

The **mean bonus pay gap** has **decreased by 1%**, from **25.2%** to **24.2%**.

The **median bonus pay gap** has **decreased by 3.9%** from **22.22%** to **18.3%**.

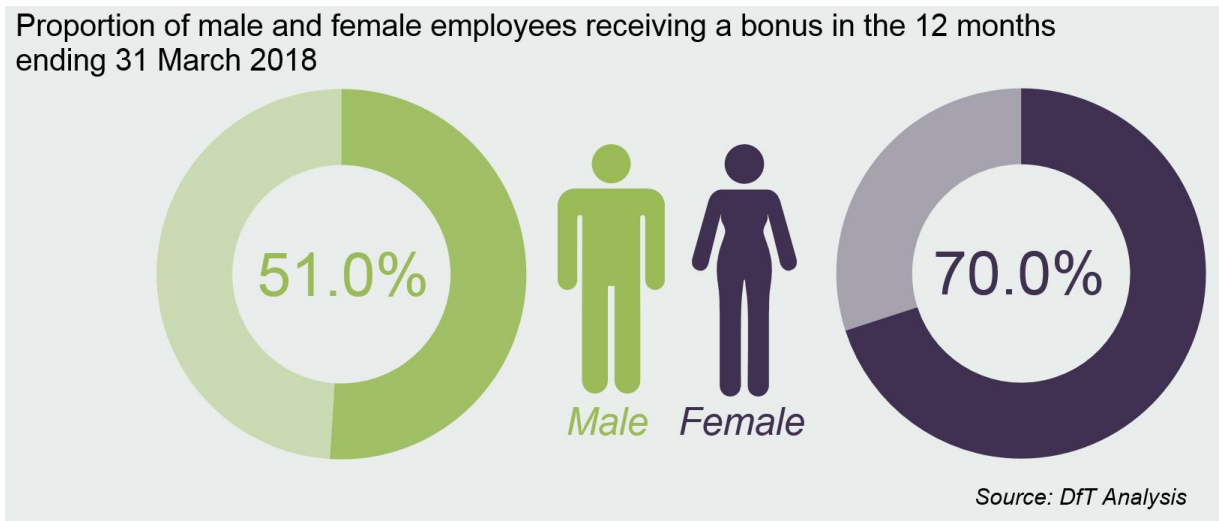
Fig 5. What are our gender bonus gaps?



However, 70% of women in DfT received a bonus payment in the last 12 months.

Fig 6. What proportions of male and female employees received a bonus?

Proportion of male and female employees receiving a bonus in the 12 months ending 31 March 2018



To understand why the bonus gap exists, we need to note that:

- non-consolidated end year bonus payments are pro-rated in accordance with the number of hours worked. As a result, people working part-time, of whom the majority in DfT are women, will receive a lower bonus when compared to full-time employees.
- The value of our non-consolidated bonuses increases with seniority of grade. There is a greater representation of male employees in the more senior grades, so the average bonus for men will be higher than that for women.

Why is the bonus gap larger than the pay gap?

The bonus pay gap does not use an hourly rate, and therefore is affected by the larger number of female part-time workers who would get a smaller bonus due to working fewer hours.

3. Diversity and Inclusion at DfT

At DfT, we recognise the importance of having a truly diverse workforce and an inclusive culture not only because it is the right thing to do but because we need to both reflect the public we serve and draw on the biggest talent pool possible to achieve the significant transport opportunities that lie ahead.

We published our diversity and inclusion strategy, [Different People. One Team](#) in 2017 in parallel with the diversity and inclusion strategy for the Civil Service². Our strategy is based on five goals with associated outcomes that we want to achieve by 2021:

Our Five Goals:

- We are one of the most inclusive departments in the Civil Service.
- We attract, recognise and nurture diverse talent.
- We better reflect local working populations in all grades, roles and professions.
- Our staff networks are amongst the best in the Civil Service and transport sector.
- We understand the importance of diversity and inclusion and how we all play a part in making it happen.

Each of these broader themes, has a role to play in closing the gender pay gap as well as creating an inclusive environment for our people – current and future.

Our D&I strategy also specifies some gender related outcomes which we have committed to:

- making progress towards gender parity in all grades and locations;
- strengthening our female talent pipeline (Grades 6 & 7) and senior leadership cadre;
- increasing the number of women in roles and professions where they are underrepresented.

These also inform our approach to closing the gender pay gap in [section 4](#).

² <https://www.gov.uk/government/publications/a-brilliant-civil-service-becoming-the-uks-most-inclusive-employer>

4. Closing the Gap

Our gender pay gap plans are overseen and challenged by our Group People Committee. Our gender champions, Ruth Hannant and Polly Payne are the first Director General job-share partnership in government. They support our dynamic and influential gender network and are role models for our commitment to flexible working across all levels.

We have already taken action including:

- using gender balanced selection panels - an expectation in our recruitment strategy.
- Name blind sifting for all recruitment campaigns (including for the SCS).
- Using specialist technology to screen job adverts and candidate packs to ensure we are using inclusive language.
- Leading the way in the Civil Service by using strengths based interviewing (focusing on potential rather than previous track record).
- Putting into practice what we have learnt from our collaboration with Harvard Business School in 2017 to understand how to improve gender diversity in our recruitment processes. This includes showcasing women's success stories to attract more women into traditionally male roles and using social media more effectively.
- Recruitment changes implemented by MCA have led to a four-fold increase in female surveyor applications in the two years following our collaboration with Harvard Business School.
- Increasing our proportion of women in Senior Civil Service roles from 37% in 2017 to 43% in 2018.
- Successfully recruiting our first female IT apprentices in DVLA.
- Appointing two women in specialist engineering roles (Type Approval Engineers) in VCA in 2018.
- Holding Open Days with HM Coastguard for all potential applicants - this has helped MCA to combat some of the perceptions that may be deterring women from applying.
- Establishing a small Digital and Technology recruitment team focused on proactively sourcing a diverse set of Digital candidates.
- Working across the transport sector to build engineering and technical skills for the future through the Transport Infrastructure Skills Strategy with the ambition that women should make up 20% of new engineering apprenticeships by 2020 - achieving parity with the working population by 2030.
- Leading the 2018 Year of Engineering to encourage women and girls to consider a career in engineering.

Going forward we want to do more. Recent research by the Government Equalities Office (GEO) and the Behavioural Insights Team (BIT) ³ has focused on evidence based actions, tested in the real world, to help employers improve gender equality practices in the workplace. The research focuses on improving outcomes for women by scrutinising bias in recruitment, pay and progression, and emphasising the importance of flexible working, networking, and sponsorship on women's progression in the workplace.

Using this emerging research, and following consultation with our gender staff networks and our senior leaders, we will develop specific gender pay gap action plans for each DfT organisation, focusing on three broad themes:

- **Recruitment and attraction.**
- **Supporting women to develop and progress.**
- **Minimising the impact of the 'family penalty' and creating a culture where women can thrive.**

Specific future actions will include:

- implementing the recommendations from the Clear Company⁴ review of DfT's recruitment approach (due by December 2018) to improve women's experience throughout the recruitment and selection process.
- DVSA linking with universities, their feeder schools and FE colleges who have signed up to the Athena Swan Charter, which champions the advancement of women in science, technology, engineering and maths (STEM).
- VCA launching an engineering apprenticeship starting at level 3 but giving apprentices scope to qualify as Chartered Engineers. VCA want to attract a diverse pool of applicants with a strong focus on encouraging women to apply.
- DVLA running an annual 'Code Challenge' with over 50 local schools and community groups; and now increasing its outreach to 7-11 year old children as well as 11 to 14 year old pupils, to encourage both boys and girls to take up an IT career. The challenge will encourage pupils to develop their problem solving, communication and teamwork skills through computer programming projects.
- MCA will continue to work with the maritime sector to encourage more women to consider careers in maritime and coastguard professions.
- Appointing a "sourcer" to our Digital and Technology recruitment team who will be responsible for attracting more women into our Digital and Technology profession.
- Launching a new sponsorship programme for women focusing on the feeder grades to the Senior Civil Service. Sponsors will act as advocates for individuals, and will provide them access to networks.

³ https://gender-pay-gap.service.gov.uk/public/assets/pdf/Evidence-based_actions_for_employers.pdf

⁴ <http://www.theclearcompany.co.uk/>

- Continuing to build our inclusive culture by introducing staff-led 'Fair Treatment Ambassadors' in the central department who will help all our people, including women, feel welcome, able to be themselves and safe to challenge unacceptable behaviours.
- Reducing the 'family penalty' by better supporting people returning from maternity leave; encouraging take up of shared parental leave and supporting carers.

5. Conclusion

We welcome the spotlight that gender pay gap reporting shines on the progress of women in the workplace and we want to make a sustainable difference over the longer term. We will continue to review and amend our plans and will share our ideas and learn from others, both in and outside our sector, to achieve the best outcome for our people, and the people we serve.

Declaration

I confirm that data reported by the Department for Transport is accurate and has been calculated according to the requirements and methodology set out in the Equality Act 2010 (Specific Duties and Public Authorities) Regulations 2017.



DfT Permanent Secretary

Bernadette Kelly