

Ethnicity Pay Gap Report 2023

1. Ethnicity Pay Gap

Our Vision for the University of Sheffield includes a commitment to deliver life-enhancing research, innovation and education that not only transforms the lives of our graduates, but shapes the world we live in. We believe the best way to achieve this is by fostering an ambitious, inclusive, collaborative community.

To enable us to achieve this, we are using our application for Race Equality Charter (bronze) status to reinvigorate work that has already commenced as part of our Race Equality Strategy and Action Plan and to identify further patterns of inequality associated with race and ethnicity, and design measures to tackle these inequalities.

Our commitment to publish our Ethnicity Pay Gap data annually, ahead of the legislative requirement, is an important signal of our intent to make meaningful change in this area.



2.1. Reporting

In April 2023, the government introduced guidance to support employers in calculating and monitoring their ethnicity pay gap. Publication of this data is voluntary. The methodology used to calculate ethnicity pay gaps is the same as for gender pay gap reporting, except that there are more categories. In gender pay gap reporting, average salaries of males and females are compared. In ethnicity pay gap reporting, the average salary is compared across 5 different ethnicity groups.

This report provides the outcomes of our ethnicity pay gap reporting based on 2023 data. It reports on the following across our entire workforce:

- Proportion of ethnicity groups within pay quartiles.
- Ethnicity pay gap.
- Ethnicity bonus pay gap.
- Proportion of individuals who received a bonus or recognition payment by ethnicity.

This is the first year that we have produced ethnicity pay gap and quartile data using the ethnicity categories above in line with the <u>government's new guidance</u>. The guidance is essential reading when understanding and analysing ethnicity pay gap data due to its complexities, as pay disparities amongst ethnicity groups can be due to a number of reasons.

For reference, the University's Gender Pay Gap Report can be found at: <u>https://www.sheffield.ac.uk/inclusion/gender/priorities</u>

The table below shows the number and proportion of our workforce (including casual workers) who have disclosed their ethnicity.

Table 6: Disclosure rates by ethnicity group

Ethnicity Group	Number	Percentage
Asian or Asian British	1247	11.9%
Black, black British, or Caribbean	250	2.4%
background		
Mixed or multiple ethnic groups	289	2.7%
Other ethnic group	248	2.4%
White	7704	73.2%
Not disclosed	784	7.5%
Total	10522	100.0%



2.2. Pay Quartiles

Pay quartiles show a breakdown of the percentage of individuals in ethnicity group by pay quartile – where the workforce is split into equal quarters according to level of pay:

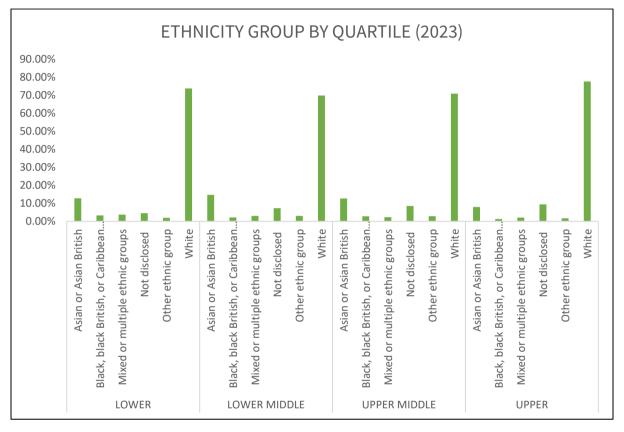


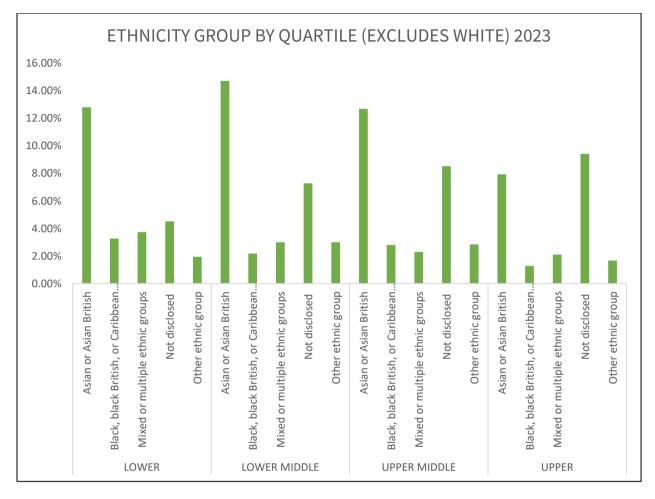
Chart 2: Percentage of individuals within each ethnicity group by pay quartile

Note: The quartiles broadly equate to our grade structure (lower G1-4, lower middle G4-7, upper middle G7-8, upper G8+) but this is variable given that pay is based on gross pay after salary sacrifice, so individuals who are in salary sacrifice schemes may be in a lower pay quartile than we would expect for their grade.

Due to the low proportions of other ethnicity groups compared to the white group, it is clearer to show the quartile proportions excluding the white group as chart 3 below.



Chart 3: Percentage of individuals within each ethnicity group (excluding white) by pay quartile:



The distribution of ethnicity groups across each pay quartile varies according to the group. For example, the proportion of 'Asian or Asian British' is highest in the lower middle quartile and the proportion of 'other ethnic group' is highest in the upper middle quartile. Most groups have lower representation in the upper quartile. To make better sense of these patterns, we need to compare against the ethnicity pay gap.



2.3. Ethnicity Pay Gaps

The ethnicity pay gap shows the difference between the average (mean or median) earnings of individuals in each ethnicity group, across the whole workforce, expressed as a percentage of the earnings of the individuals within the white ethnicity group.

Table 7:	Mean and	Median	Pay Gaps
----------	----------	--------	----------

Ethnicity Pay Gap	Legislative Snapshot	
Snapshot		
Data Group	 Based on the entire workforce (includes clinical academics and zero hours' employees and workers paid in March) Excludes individuals who were on reduced/nil pay due to absence Includes additional pay such as allowances Based on pay after salary sacrifice deductions 	
	MEAN %	MEDIAN %
Asian or Asian British	8.5%	4.4%
Black, black British, or		
Caribbean background	12.2%	4.4%
Mixed or multiple		
ethnic groups	10.3%	5.2%
Other ethnic group	-8.1%	2.7%

Note: gap calculated against white ethnicity group

Our pay gap data shows that the pay gap is largest for the 'black, black British' group, when compared with the white group. The median figures show there is little variability between median pay of some ethnic groups.

Summary data from Universities who have begun to publish their ethnicity gaps show similar trends to the University, including a higher pay gap for the Black, black British or Caribbean background. Some Universities have reported a decrease in their ethnicity pay gaps since they have begun to monitor it and some have reported pay gaps in favour of ethnic groups.



2.4. Ethnicity Bonus Gap

The ethnicity bonus gap shows the difference between the average (mean or median) bonus received by individuals within each ethnicity group across the whole workforce, compared with the white ethnicity group. A positive bonus gap shows that individuals within the white ethnicity group have received, on average, a higher bonus value than individuals within the other ethnicity group.

As with gender pay gap reporting, our bonus gap figures for 2022-2023 are based on bonus, incentive and recognition payments from our standard reward schemes (listed on page 4) paid from April to March.

Table 8: Mean and Median Bonus Gaps

Ethnicity Group	Mean	Median
Asian or Asian British	-49.7%	16.7%
Black, black British, Caribbean or	-240.7%	16.7%
African		
Mixed or multiple ethnic groups	58.6%	-33.3%
Other ethnic group	37.6%	16.7%

Table 10: Proportion of workforce by ethnicity group who received a bonus award

Ethnicity Group	Proportion receiving bonus (as % of total ethnicity group)
Asian or Asian British	15.0%
Black, black British, Caribbean or	
African	18.7%
Mixed or multiple ethnic groups	21.9%
Not disclosed	25.7%
Other ethnic group	13.9%
White	33.7%

We know from the gender bonus gap data, that the overall bonus gap data is not useful or reliable as the extreme positive or negative pay gaps are an effect of calculating a single bonus gap figure from a combination of very different bonus schemes. The bonus gaps for separate schemes have not been calculated due to the small data sizes in some of the schemes (senior and CEA).

The proportion data is more useful, showing us that the white group proportionally receives more bonus payments than any other group.