

A director's guide to accelerating Workplace Gender Equality

About this guide

Boards have a key role to play in accelerating progress on workplace gender equality. This resource provides context, practical insights, and questions for boards and directors on this persistent issue that is in greater focus from 2023, particularly in the context of <u>legislative reform</u>.

Background

Under the *Workplace Gender Equality Amendment (Closing the Gender Pay Gap) Act 2023* employers that report to the Workplace Gender Equality Agency (WGEA) must share with their board or governing body:

- The WGEA reporting Executive Summary the key results of your submission to 'WGEA's annual Gender Equality Census, as required under the Workplace Gender Equality Act 2012.
- The Industry Benchmark Report a comparative summary from your submission to WGEA reporting of an Industry Comparison Group generated by the Australian and New Zealand Standard Industrial Classification (ANZSIC) industry class or division and group size.

In addition, from early 2024, WGEA will publish on its website private sector employer gender pay gaps by median and the gender composition and average remuneration per pay quartile.

Guidance for Directors

Boards play a critical role in accelerating change on workplace gender equality. The leadership of the board in relation to its own gender and other diversity, its role in organisational strategy, CEO KPIs, and governance of progress toward outcomes is key to setting expectations for and governing progress.

The guidance below is informed by the evidence-based direction from WGEA on strategies and policies that work to achieve change and is aligned with the AHRC guidance on compliance with positive duty on preventing and responding to sexual harassment at work.

Gender equality is a complex issue related to societal norms and with causes and consequences at an organisational level. It is the board's responsibility to understand the state and drivers of gender equality in their organisation and to demand and monitor progress on action to achieve workplace gender equality.

Board priority	Prompts for action	Questions
Start with the board	 Do all directors have a good understanding of what is driving the organisation's gender pay gap? If not, ask management to conduct and share the results of a gender pay gap analysis. Guidance is available on the WGEA website. Is a strategic focus on gender equality reflected in which committee will lead on workplace gender equality? Are the board and are committees gender balanced? If not, what action is being taken to address this, , for example: Setting targets (e.g., 40:40:20) Seeking gender balanced candidate pools Director term limits to promote board renewal Gender-informed board renewal, committee appointment and succession planning? Is the board aware of new requirements to report sexual harassment prevention and response information to WGEA? This is nimportant in the context of ew positive duty on employers to prevent workplace sexual harassment, sex discrimination and victimisation. 	 How is the board thinking about gender and other diversity? In the context of directors' roles to prevent sexual harassment under Positive Duty, how does the board model a culture of psychological safety and inclusion; an important enabler for reporting of sexual harassment?
Manage reputational risks and identify opportunities	→ What is the organisation's communication – externally and internally to employees – about the organisation's gender pay gap, in the context of increased public scrutiny that will come with the publishing of employer gender pay gaps on 27 th February+ 2024? Guidance is available on the WGEA website.	How are you seizing the opportunity created by increased focus on gender equality to accelerate change in your organisation? Is this articulated in your (voluntary) <u>employer</u> <u>statement that can be</u> <u>published alongside</u> your gender pay gap?
Set expectations	 What expectation is the board setting of management on how quickly and 	 Does management need support or

	 ambitiously to improve gender equality? → Does your Employer Statement reflect your commitment to and goals in relation to workplace gender equality? → How are gender equality outcomes reflected in CEO, executive and managers KPIs? 	 development to enable them to understand and take action on the causes of your gender pay gap? Is line management accountable for delivering gender equality outcomes (e.g. equal uptake of flexible work or parental leave) s, or is it delegated to Human Resources?
Monitor progress	 Did your organisation conduct a pay gap analysis this year? Guidance is available on the WGEA website. What were the insights and resulting actions? Do your regular reports, e.g., quarterly, include key gender equality metrics, for example: Gender equality strategy implementation progress Gender pay gap Women in leadership and key management roles Promotion to management roles Promotion to management roles, by gender Complaints of sexual harassment and other harmful conduct in the workplace covered by the positive duty Men's take up of paid parental leave, 	 How does your organisation compare with similar organisations in terms of workplace gender equality? The WGEA Industry Benchmark Report provides insight, as do comparisons possible on the WGEA <u>Data</u> <u>Explorer</u>.

Additional resources

- → Get future ready: A guide to understanding changes to WGEA's legislation
- → Gender pay gap analysis guide
- → Gender Pay Gap Employer Statement Guide
- → <u>Get Future Ready: Communications 10 Point Guide</u>
- → WGEA's Data Explorer