

# **Staff Severance Policy**

May 2024

# **History of Changes**

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eview period changed from 2 ears to 3 years	D Kerr	27.11.13
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#### 1. Introduction

In cases of severance due to redundancy or premature retirement, Borders College will apply the following policy to all staff, taking account of both the statutory position and individual contracts of employment. This general policy statement should therefore be read in conjunction with the member of staff's contract of employment and, where appropriate, the College's Redundancy Policy.

# 2. Scope

This policy applies to all employees of the College.

## 3. Key Principles

#### **Premature Retirement**

Borders College as employer does not have a general early release policy but can exercise the employer's discretion and allow premature retirement. Each application will be considered on its merits. Regard will be had to both the circumstances of the member of staff and to whether the proposed premature retirement is in the College's financial or operational interests.

#### Premature Retirement due to III-Health

In cases of ill health retirement, the appropriate superannuation scheme rules will be followed. Further information is available from the People Services Department.

#### **Premature Retirement by Reason of Redundancy**

Any individual who is liable to be affected by a redundancy situation will be dealt with in accordance with the procedures detailed in the College's Redundancy Policy, taking into account the rules under the relevant superannuation scheme.

### **Compulsory Retirement**

This will be treated as a dismissal under the College's Disciplinary Policy and Procedure or the Performance Improvement Policy and Procedure.

#### **Voluntary Redundancy**

In situations where the College invites applicants for voluntary redundancy, payment to the member of staff will be calculated by reference to statutory redundancy pay, plus additional payment where financial circumstances allow.

### **Compulsory Redundancy**

Any compulsory redundancies will be governed by the College's Redundancy Policy.

#### **Administration of Severance Arrangements**

Termination arrangements will be in accordance with current employment law and guidance from the Scottish Funding Council.

Any severance package proposed in accordance with this severance policy is subject to ratification by the Regional Board. Any package not wholly in accordance with the policy will require to be formally approved by the Board of Management. In accordance with the Financial Memorandum severance packages must be reported to the Funding Council.

The Principal, as the College's Chief Accounting Officer, will notify the Funding Council if they consider that the College or Regional Board plans a course of action that is in conflict with or would infringe this policy. In any severance settlement for Senior Staff the settlement must be reviewed by the College's external auditors.

## 4. Responsibilities

- 4.1 The Regional Board is responsible for approving this policy and for overseeing compliance with its principles.
- 4.2 The SLT and Director of People Services are responsible for the implementation of this policy.
- 4.3 All staff are responsible for ensuring compliance with this policy.

#### 5. Related Documents

Redundancy Policy and Procedure
Disciplinary Policy and Procedure
Performance Improvement Policy and Procedure
Scottish Public Pensions Agency
Local Government Pension Scheme

#### 6. Review

This policy will be reviewed every three years or more frequently if necessary.

Status: Agreed by JCCP

Policy Dated: May 2024

Author: Director of People Services

Review Date: May 2027 Equality Impact Assessed: March 2021