Legislative Council Public Service Panel Meeting on 15 November 1999

Starting Salaries Review

PURPOSE

This paper informs Members of the latest position on the Starting Salaries Review.

BACKGROUND

- 2. On 20 July 1999, we issued the Standing Commission on Civil Service Salaries and Conditions of Services (Standing Commission)'s Starting Salaries Review (Review) to the Staff Councils and department/grade management. A Legislative Council Brief was issued on the same day and a briefing for the Public Services Panel was held on 22 July.
- 3. As the Standing Commission's recommendations are confined to the civilian grades, the report was passed to the Standing Committee on Disciplined Services Salaries and Conditions of Service's (SCDS) to consider whether, and if so how, the results of the Starting Salaries Review should be applied to the disciplined services. SCDS's recommendations were issued to the Staff Sides and department/grade management on 7 October. An information paper on SCDS's recommendations was issued to Members on the same day. The report was also passed to the Judiciary Administrator to consider inviting the Standing Committee on Judicial Salaries and Conditions of Services to advise on the appropriateness of adjusting the salaries of Judges and Judicial Officers in line with civil service starting salaries. We are awaiting recommendations on this from the Judiciary Administrator.
- 4. We have conducted two rounds of meetings with the Central Consultative Staff Councils and the three service-wide staff associations. We have also met all department/grade management (including the disciplined services) to clarify issues and listen to their views on the recommendations arising from the Review. The Departmental

Consultative Committees of individual departments/grades also discussed the Review and passed us their comments. The deadline for submission of comments on the civilian sides was end October and we have asked for comments on the disciplined sides to reach us by mid-November.

PROPOSED BENCHMARKS AND STARTING SALARIES AND PAY MODEL FOR RECRUITS

5. The recommendations from the Standing Commission and SCDS and the main features of the new pay model for Members' reference are set out below.

Standing Commission's Recommendations

- 6. The Standing Commission has carried out a pay comparison survey to find out how the starting pay for jobs in the private sector at the entry level relates to the starting salaries for various entry ranks in the civil service on the basis of similar entry qualification. The Standing Commission's recommendations on the new benchmarks for the 13 Qualification Groups (QGs)¹ are set out in **Annex A**. In summary, except for QG 8 (*Technical*, *Supervisory and Related Grades Group I*), the benchmark for all the other QGs will be lowered from one to at most six points.
- 7. The starting salaries of majority of the civil service grades are pitched variously at one to six points above their respective benchmarks. The additional pay points were awarded in recognition of special job factors pertaining to some grades. Under this exercise, these factors are taken as given assumptions.
- 8. To ensure the continuing broad comparability between civil service pay and pay in the private sector for similar qualifications, the Standing Commission has also recommended the delinking of the benchmark/entry pay from the annual pay trend survey. To ensure the benchmark is in line with the private sector pay in future, a full benchmark review would be conducted every three to four years with annual updating carried out in the interim.

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¹ No benchmark are set for QG 3 (School Certificate Group II), QG 15 (Education Grades) and QG 16 (Other Grades). The starting salaries for grades under these QGs are set having regard to (a) internal relativity with other QGs or (b) education requirements of the grades.

SCDS's Recommendations

- 9. SCDS has made the following recommendations
 - a) some adjustment to the starting salaries of recruits entering the disciplined services would be justified in order to maintain broad comparability with the rest of the civil service; and
 - b) the pay advantage which the disciplined services now enjoy in recognition of "special factors" and "job factors" should not be reduced.
- 10. In arriving at the new starting salaries, SCDS
 - a) confined adjustment to that element of disciplined services pay based on academic qualification benchmarks;
 - b) concentrated on the two usual reference pay points, i.e. Matriculation for officers and School Certificate for the rank and file, and adjusted other entry points for recruits in step;
 - c) used the Inspector of Police and Police Constable as the reference point for the officers and rank and file respectively in adjusting the entry pay of the other six disciplined services; and
 - d) brought the salary adjustments as closely in line with existing relativities between the seven disciplined services as possible.

The proposed starting salaries of the disciplined services are set out at **Annex B**.

11. SCDS has also supported in principle the proposal to delink the benchmark from the annual pay trend adjustment and the proposed benchmark review mechanism.

New Pay Model

- 12. Having regard to the new starting salaries, we have proposed a new pay package for recruits with the following main new features
 - a) the benchmark/entry pay will be delinked from the annual pay trend survey; and

- b) increment dates will be standardized for recruits and staff on transfer to 1 April of each year.
- 13. We propose to apply the new starting salaries and pay model to recruits and serving staff on transfer.

FEEDBACK FROM STAFF COUNCILS AND DEPARTMENT/ GRADE MANAGEMENT

14. Both staff and management have remarked on the fact that the Review was conducted at a time when Hong Kong's economy was at its worst. The broadbanding Education Qualification Method adopted by the Standing Commission which disregard job factors has also been criticised by the staff in that the job factors unique to the civil service and individual grades have been ignored. They are very concerned that different starting salaries would result in a split in the civil service. There are also concerns from department/grade management that some grades may face recruitment difficulties with the entry pay lowered. They argue that this will particularly be the case for grades which, under the old scale, will receive housing benefits within a few years or immediately on appointment. Other issues that have attracted considerable discussion among staff are the arrangements for assistant/student/training rank, the disruption of pay relativity, in particular between some supervisory and subordinate grades, the delinking of entry pay from the annual pay trend survey, the benchmark review mechanism, the salary on transfer formula and the proposal to standardise incremental date. Some grade-specific issues were also raised during our consultation (e.g. whether a particular academic qualification should continue to be the qualification requirement for a particular grade).

CONCLUSION

15. The results of the consultation on the Starting Salaries Review are now being analysed. We are still awaiting further comments from staff and management on the revised starting salaries and pay package for recruits to the disciplined services and recommendations from the Judiciary Administrator. In the weeks ahead, we will analyse carefully the feedback we have received before we finalise the new benchmarks

and starting salaries. We aim to implement the revised starting salaries when the current freeze in civil service recruitment is lifted. As for issues relating to the future adjustment mechanism and the delinking arrangement, we will continue the dialogue with the Staff Sides as we develop these issues.

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Proposed Benchmarks for Civilian Grades

QG	Qualification Groups			Proposed Benchmark	Reduction	
1	Grades not requiring a full School Certificate	Bailiff's Assistant, Clerical Assistant, Data Processor, Postman, Telephone Operator, Typist, Water Sampler	MPS 1 (\$8,625)	MPS 0 (\$8,125)	-1 point (-5.8%)	
	School Certificate Grades					
2	Group I	Calligraphist, Clerical Officer, Land Inspector, Personal Secretary, Supplies Supervisor, Welfare Worker	MPS 3 (\$9,785)	MPS 2 (\$9,180)	-1 point (-6.2%)	
3	Group II	Confidential Assistant, Labour Inspector, Tax Inspector, Trade Controls Officer	N/A	Starting salaries to be determined having regard to internal relativity with QG2		
	Higher Diploma, Diploma and Related Grades					
4	Group I	Dental Therapist, Health Inspector, Occupational Therapist, Radiographer, Registered Nurse	MPS 13 (\$18,140)	MPS 11 (\$16,095)	-2 points (-11.3%)	
5	Group II	Aeronautical Communications Officer, Audiology Technician, Dispenser, Explosives Officer, Laboratory Technician, Printing	MPS 10 (\$15,160)	MPS 6 (\$11,820)	-4 points (-22.0%)	

		Officer, Social Work Assistant, Statistical Officer			
6	Group III	Computer Operator, Dental Hygienist, Enrolled Nurse, Midwife	MPS 7 (\$12,595)	MPS 3 (\$9,785)	-4 points (-22.3%)
7	Technical Inspectorate and Related Grades	Air-Conditioning Inspector, Building Supervisor, Clerk of Works, Electronics Inspector, Force Armourer, Marine Controller, Motor Vehicle Examiner	MPS 13 (\$18,140)	MPS 11 (\$16,095)	-2 points (-11.3%)
	Technician, Supervisory and Related Grades				
8	Group I	Amenities Assistant, Armourer, Butcher, Foreman, Launch Master, Mortuary Technician, Printing Technician, Sailor	MPS 6 (\$11,820)	MPS 6 (\$11,820)	-
9	Group II	Artisan, Cook, Darkroom Technician, Domestic Servant, Leading Sewerman, Motor Driver	MPS 6 (\$11,820)	MPS 5 (\$11,115)	-1 point (-6.0%)
10	Matriculation Grades	Amenities Officer, Assistant Registrar, Court Prosecutor, Housing Manager, Judicial Clerk, Land Executive, Liaison Officer, Social Security Officer	MPS 10 (\$15,160)	MPS 4 (\$10,420)	-6 points (-31.3%)
11	Professional and Related Grades Group I	Architect, Assessor, Auditor, Building Surveyor, Government Counsel, Dental Officer, Electrical Engineer, Insurance Officer, Medical and Health Officer, Solicitor	MPS 27 (\$35,285)	MPS 22 (\$28,075)	-5 points (-20.4%)
12	Group II	Administrative Officer, Agricultural Officer, Cartographer, Chemist, Economist, Forestry Officer, Pharmacist, Physicist	MPS 27 (\$35,285)	MPS 22 (\$28,075)	-5 points (-20.4%)
13	Degree and	Accounting Officer, Chinese Language Officer, Executive	MPS 16	MPS 11	-5 points (-23.4%)

	Related Grades	Officer, Hospital Administrator, Labour Officer, Librarian, Social Work Officer, Trade Officer	(\$21,010)	(\$16,095)	
14	Model Scale 1 Grades	Workman II, Car Park Attendant II, Ganger, Lift Operator, Ward Attendant	MOD1 (\$9,785)	MOD0 (\$8,615)	-1 point (-12.0%)
15	Education Grades	Certificated Master/Mistress, Education Officer, Inspector (Graduate), Primary School Master/Mistress	N/A	Starting salaries to be determined having regard to established relativity with QG 4 and QG 13	N/A
16	Other Grades	Air Traffic Control Officer, Chauffeur, Chef, Driving Examiner, Domestic Staff, Legal Aid Assistant, Photographer, Proof Reader, Protocol Officer, Traffic Warden	N/A	Starting salaries to be determined by reference to (a) traditional relativities with other QGs and (b) where such relativities are not available, the relevant educational attainment stipulated in the appointment requirements	N/A

Proposed Starting Salaries for Disciplined Services I. Officer Grades

Dept	Basic Rank	Entry Qualification	Existing Sta	arting Salary	Recommended Starting Salary		Actual Decrease	
			Pay Point	\$	Pay Point	\$	\$	%
CSD C&ED FSD	Officer Inspector of Customs & Excise Station Officer (Operational)	Degree	GDS(O)10	30,585	GDS(O)7	26,075	4,510	14.75
		Higher Diploma	GDS(O)9	29,080	GDS(O)6	24,605	4,475	15.39
		2A 3O/Diploma	GDS(O)8	27,570	GDS(O)5	23,095	4,475	16.23
		5Es in HKCEE/ Higher Certificate/ Technical Diploma	GDS(O)6	24,605	GDS(O)3	20,765	3,840	15.61
CSD	Industrial Officer (Correctional Services)	Degree	GDS(O)10	30,585	GDS(O)7	26,075	4,510	14.75
		Higher Diploma	GDS(O)9	29,080	GDS(O)6	24,605	4,475	15.39
		2A 3O	GDS(O)8	27,570	GDS(O)5	23,095	4,475	16.23
		1A 3O	GDS(O)6	24,605	GDS(O)3	20,765	3,840	15.61
	Technical Instructor (Correctional Services)	Apprenticeship + Experience (not less than 10 years)	GDS(O)5	23,095	GDS(O)2	19,730	3,365	14.57
FSD ImmD	Station Officer(Control) Ambulance Officer Immigration Officer	Degree	GDS(O)8	27,570	GDS(O)5	23,095	4,475	16.23
ImmD	Immigration Officer							
		Higher Diploma	GDS(O)7	26,075	GDS(O)4	21,795	4,280	16.41
		2A 3O	GDS(O)6	24,605	GDS(O)3	20,765	3,840	15.61
		5Es in HKCEE	GDS(O)4	21,795	GDS(O)1	18,885	2,910	13.35
GFS	Air Crewman	2A 3O	GDS(O)1	18,885	GDS(O)1d	15,850	3,035	16.07
		5Es in HKCEE	GDS(R)9	16,725	GDS(R)4	14,100	2,625	15.70
	Aircraft Engineer	An aircraft maintenance engineer's licence plus 5 years' experience, or 10 years' experience in the operation, repair and servicing of aircraft	GDS(O)22	50,980	GDS(O)17	42,895	8,085	15.86

	Aircraft Technician	Apprenticeship	GDS(R)5	14,500	GDS(R)3	13,710	790	5.45
	Cadet Pilot	2A 3O	GDS(O)1	18,885	GDS(O)1d	15,850	3,035	16.07
HKPF	Inspector of Police	Degree	PPS27	32,380	PPS21	26,955	5,425	16.75
		Higher Diploma	PPS26	30,975	PPS20	26,245	4,730	15.27
		2A 3O	PPS25	30,050	PPS19	25,580	4,470	14.88
		5Es in HKCEE	PPS23	28,295	PPS17	24,175	4,120	14.56
ICAC	Commission Against Corruption Officer (Lower)	Degree	ICAC15	31,195	ICAC11	25,895	5,300	16.99
		Higher Diploma	ICAC14	29,870	ICAC11a	25,220	4,650	15.57
		2A 3O	ICAC13	28,555	ICAC10	24,540	4,015	14.06
		Lower than 2A 3O	ICAC11	25,895	ICAC8	21,915	3,980	15.37
ICAC	Commission Against Corruption Controller	Degree			ICAC11	25,895	-	-
		Higher Diploma	ICAC11	25,895	ICAC11a	25,220	-	-
		2A 3O			ICAC10	24,540	-	-
		Lower than 2A 3O			ICAC8	21,915	-	-

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II. Rank and File Grades

Dept	Basic Rank	Entry Qualification	Existing Starting Salary		Recommended Starting Salary		Actual Decrease	
			Pay Point	\$	Pay Point	\$	\$	%
CSD C&ED FSD	Assistant Officer II Customs Officer Ambulanceman Fireman	5Es in HKCEE including English	GDS(R)4	14,100	GDS(R)3	13,710	390	2.77
		3Es in HKCEE	GDS(R)3	13,710	GDS(R)2	13,305	405	2.95
		Up to completion of F.5	GDS(R)2	13,305	GDS(R)1	12,940	365	2.74
CSD	Instructor (Correctional Services)	5 years of experience or Apprenticeship in various trades	GDS(R)3	13,710	GDS(R)2	13,305	405	2.95
FSD	Senior Fireman (Control) Senior Fireman (Canteen Supervisor)	5 Es in HKCEE including English	GDS(R)14	19,535	GDS(R)13	18,965	570	2.92
ImmD	Immigration Assistant	5 Es in HKCEE including English	GDS(R)3	13,710	GDS(R)2	13,305	405	2.95
		3Es in HKCEE	GDS(R)2	13,305	GDS(R)1	12,940	365	2.74
		Up to completion of F.5	GDS(R)1	12,940	GDS(R)1a	12,585	355	2.74
HKPF	Police Constable	5Es in HKCEE including English	PPS3	15,995	PPS2	15,520	475	2.97
		3Es in HKCEE	PPS2	15,520	PPS1	15,065	455	2.93
		Up to completion of F.5	PPS1	15,065	PPS1a	14,625	440	2.92
ICAC	Assistant Commission Against Corruption Officer	5Es in HKCEE	ICAC2	14,500	ICAC2a	13,970	530	3.66
		Lower than 5Es in HKCEE	ICAC1	13,440	ICAC1a	12,950	490	3.65
	Commission Against Corruption Investigator (Main Stream)	5Es in HKCEE	ICAC2	14,500	ICAC2a	13,970	530	3.66
		Lower than 5Es in HKCEE	ICAC1	13,440	ICAC1a	12,950	490	3.65
	Commission Against Corruption Investigator (Attendant Stream)	5Es in HKCEE	ICAC2	14,500	ICAC2a	13,970	530	3.66
		Lower than 5Es in HKCEE	ICAC1	13,440	ICAC1a	12,950	490	3.65

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