EMPLOYMENT LAW – LABOUR'S CHANGES

OCTOBER 2024



EMPLOYMENT RIGHTS BILL (BECOMES ACT 2025)

- Consultation 2025
- Take effect Autumn 2026
- Not to be confused with the ERA 1996!
- Next steps to make work pay

UNFAIR DISMISSAL

- Day I Rights
- Qualifying period removed
- "Initial Period of Employment"
- i.e. probationary period of 9 months "government preference"
- Light Touch only if reason related to;
 - conduct or capability
 - statutory ban
 - SOSR related to employee
- BUT S98 (4) still applies redundancy or business reorganisation (but SRP not affected)
- Paragraph 30 next steps document minimum steps for light touch very much like previous statutory dismissal procedure

UNFAIR DISMISSAL CONTD...

- What to do now? Nothing yet but after law changes?
- Repeal qualifying 2-year period for written reasons for dismissal
- Only applies to employees (not workers as suggested)
- Promise to consult in future single worker status
- No effect on using agency (be employees of agency so their risk goes up)
- Lawful to have longer probation period longer notice/less perks?

PROTECTION FROM THIRD PARTY HARASSMENT

- Employment Rights Bill clause 16
 - Currently since 26/10/24, "reasonable steps to prevent third party harassment" s40 EquA
 - Employer must not permit third party to harass in course of employment
- New bill direct liability on employers if they fail to take ALL reasonable steps and all harassment not just sexual
- S109 EquA already has "reasonable steps defence"

PROTECTION FROM THIRD PARTY HARASSMENT CONTD...

- Practical Risk Reduction
 - i. Clear Anti-Harassment Policy
 - ii. Training for Employees and Managers
 - iii. Zero-Tolerance Approach
 - iv. Acting on Employee Suggestions
 - v. Effective Reporting Mechanisms
 - vi. Monitor High-Risk Situations
 - vii. Contractual Clauses with Third Parties
 - viii. Supportive Environment
 - ix. Swift Investigation and Response
 - x. Regular Review and Risk Assessments
 - xi. Employee Assistance Programmes

FAMILY FRIENDLY AND FLEXIBLE WORKING

- Currently 8 reasons to refuse flexible working (can be verbal)
- In future; can claim for failing to agree contract variation
- Must explain why ground applies
- No change to penalty still 8 weeks pay and can still do verbally (not very wise) and still only twice a year
- This does not match the rhetoric of flexible working by default
- Bereavement Leave no current right (except for bereaved parents of under 18 2 weeks statutory bereavement pay)
- Employment Rights Bill Clause 14 extends to all bereaved I week unpaid except if deceased is child under 18 (2 weeks bereavement pay)
- Will be automatically unfair to dismiss for taking bereavement leave

FAMILY FRIENDLY AND FLEXIBLE WORKING CONTD...

- Enhanced protection for pregnant and new mums just to say government has power to make regulations to make it automatically unfair to dismiss (currently only redundancy if not offered suitable alternative)
- Gender Pay Gap/Menopause Reporting no specifics but power to make regulations applies to employers with over 250 employees e.g. to require an equality action plan to correct gender pay gap

ZERO HOUR WORKINGS – CLAUSES 1-4

- Over a million people on Zero Hours
- New rules are <u>very</u> complicated
- Right to guaranteed hours
- Reasonable notice of shift
- Reasonable notice for shift being cancelled and compensation if not given
- All of this will apply to agency workers too

ENDING FIRE AND REHIRE

- Presently you can negotiate a contract change and if not agreed, dismiss and then re-employ on very similar terms
- In 2 years time this will be OVER. It will be <u>automatically</u> unfair to dismiss (Clause 22) if it is because an employee refused to agree a contract variation or to facilitate re-employing them or someone else to carry out substantively the same duties
- Change shift pattern
- Small amount of wriggle room if reason for variation; eliminate, prevent, significantly reduce financial difficulties causing immediate future endangerment to the business i.e. about to collapse

HOW TO MANAGE THIS

- Rely on variation clauses but tribunals only permit for minor changes
- Dismiss employees who won't agree to changes and hire agency workers because as drafted bars employing "another person".

OTHER CHANGES

- Remove "at one establishment" when judging 20 people within 90 days
- Reversing all conservative changes to union laws in favour of unions
- SSP Currently need to be off 3 days. Changing to 1 day and lower earnings threshold removed. Now £116.75 will be either £116.75 or if lower percentage of earnings
- Written statement of particulars needs a written statement to say workers have the right to join a union
- Extended definition of protected disclosure, (needed for whistleblowing) to include sexual harassment (and possibly bullying and harassment)

FUTURE CHANGES

- Review parental and carers leave
- Consider single worker status
- TUPE review (won't happen)
- Review neurodiversity awareness
- Long Covid

Any questions?

ENNA HUNTER E: jenna@hunterlaw.uk T: 01622 663355 M: 07814 751447

