

Employment Relations Act 1999

1999 CHAPTER 26

Trade unions

1 Collective bargaining: recognition

- (1) The Trade Union and Labour Relations (Consolidation) Act 1992 shall be amended as follows.
- (2) After Chapter V of Part I (rights of trade union members) there shall be inserted—

"CHAPTER VA

COLLECTIVE BARGAINING: RECOGNITION

70A Recognition of trade unions

Schedule A1 shall have effect."

(3) Immediately before Schedule 1 there shall be inserted the Schedule set out in Schedule 1 to this Act.

2 Detriment related to trade union membership

Schedule 2 shall have effect.

3 Blacklists

- (1) The Secretary of State may make regulations prohibiting the compilation of lists which—
 - (a) contain details of members of trade unions or persons who have taken part in the activities of trade unions, and

- (b) are compiled with a view to being used by employers or employment agencies for the purposes of discrimination in relation to recruitment or in relation to the treatment of workers.
- (2) The Secretary of State may make regulations prohibiting—
 - (a) the use of lists to which subsection (1) applies;
 - (b) the sale or supply of lists to which subsection (1) applies.
- (3) Regulations under this section may, in particular—
 - (a) confer jurisdiction (including exclusive jurisdiction) on employment tribunals and on the Employment Appeal Tribunal;
 - (b) include provision for or about the grant and enforcement of specified remedies by courts and tribunals;
 - (c) include provision for the making of awards of compensation calculated in accordance with the regulations;
 - (d) include provision permitting proceedings to be brought by trade unions on behalf of members in specified circumstances;
 - (e) include provision about cases where an employee is dismissed by his employer and the reason or principal reason for the dismissal, or why the employee was selected for dismissal, relates to a list to which subsection (1) applies;
 - (f) create criminal offences;
 - (g) in specified cases or circumstances, extend liability for a criminal offence created under paragraph (f) to a person who aids the commission of the offence or to a person who is an agent, principal, employee, employer or officer of a person who commits the offence;
 - (h) provide for specified obligations or offences not to apply in specified circumstances;
 - (i) include supplemental, incidental, consequential and transitional provision, including provision amending an enactment;
 - (i) make different provision for different cases or circumstances.
- (4) Regulations under this section creating an offence may not provide for it to be punishable—
 - (a) by imprisonment,
 - (b) by a fine in excess of level 5 on the standard scale in the case of an offence triable only summarily, or
 - (c) by a fine in excess of the statutory maximum in the case of summary conviction for an offence triable either way.
- (5) In this section—

"list" includes any index or other set of items whether recorded electronically or by any other means, and

"worker" has the meaning given by section 13.

(6) Subject to subsection (5), expressions used in this section and in the Trade Union and Labour Relations (Consolidation) Act 1992 have the same meaning in this section as in that Act.

4 Ballots and notices

Schedule 3 shall have effect.

5 Training

In Chapter VA of Part I of the Trade Union and Labour Relations (Consolidation) Act 1992 (collective bargaining: recognition) as inserted by section 1 above, there shall be inserted after section 70A—

"70B Training

- (1) This section applies where—
 - (a) a trade union is recognised, in accordance with Schedule A1, as entitled to conduct collective bargaining on behalf of a bargaining unit (within the meaning of Part I of that Schedule), and
 - (b) a method for the conduct of collective bargaining is specified by the Central Arbitration Committee under paragraph 31(3) of that Schedule (and is not the subject of an agreement under paragraph 31(5)(a) or (b)).
- (2) The employer must from time to time invite the trade union to send representatives to a meeting for the purpose of—
 - (a) consulting about the employer's policy on training for workers within the bargaining unit,
 - (b) consulting about his plans for training for those workers during the period of six months starting with the day of the meeting, and
 - (c) reporting about training provided for those workers since the previous meeting.
- (3) The date set for a meeting under subsection (2) must not be later than—
 - (a) in the case of a first meeting, the end of the period of six months starting with the day on which this section first applies in relation to a bargaining unit, and
 - (b) in the case of each subsequent meeting, the end of the period of six months starting with the day of the previous meeting.
- (4) The employer shall, before the period of two weeks ending with the date of a meeting, provide to the trade union any information—
 - (a) without which the union's representatives would be to a material extent impeded in participating in the meeting, and
 - (b) which it would be in accordance with good industrial relations practice to disclose for the purposes of the meeting.
- (5) Section 182(1) shall apply in relation to the provision of information under subsection (4) as it applies in relation to the disclosure of information under section 181.
- (6) The employer shall take account of any written representations about matters raised at a meeting which he receives from the trade union within the period of four weeks starting with the date of the meeting.

- (7) Where more than one trade union is recognised as entitled to conduct collective bargaining on behalf of a bargaining unit, a reference in this section to "the trade union" is a reference to each trade union.
- (8) Where at a meeting under this section (Meeting 1) an employer indicates his intention to convene a subsequent meeting (Meeting 2) before the expiry of the period of six months beginning with the date of Meeting 1, for the reference to a period of six months in subsection (2)(b) there shall be substituted a reference to the expected period between Meeting 1 and Meeting 2.
- (9) The Secretary of State may by order made by statutory instrument amend any of subsections (2) to (6).
- (10) No order shall be made under subsection (9) unless a draft has been laid before, and approved by resolution of, each House of Parliament.

70C Section 70B: complaint to employment tribunal

- (1) A trade union may present a complaint to an employment tribunal that an employer has failed to comply with his obligations under section 70B in relation to a bargaining unit.
- (2) An employment tribunal shall not consider a complaint under this section unless it is presented—
 - (a) before the end of the period of three months beginning with the date of the alleged failure, or
 - (b) within such further period as the tribunal considers reasonable in a case where it is satisfied that it was not reasonably practicable for the complaint to be presented before the end of that period of three months.
- (3) Where an employment tribunal finds a complaint under this section well-founded it—
 - (a) shall make a declaration to that effect, and
 - (b) may make an award of compensation to be paid by the employer to each person who was, at the time when the failure occurred, a member of the bargaining unit.
- (4) The amount of the award shall not, in relation to each person, exceed two weeks' pay.
- (5) For the purpose of subsection (4) a week's pay—
 - (a) shall be calculated in accordance with Chapter II of Part XIV of the Employment Rights Act 1996 (taking the date of the employer's failure as the calculation date), and
 - (b) shall be subject to the limit in section 227(1) of that Act.
- (6) Proceedings for enforcement of an award of compensation under this section—
 - (a) may, in relation to each person to whom compensation is payable, be commenced by that person, and
 - (b) may not be commenced by a trade union."

6 Unfair dismissal connected with recognition: interim relief

In sections 128(1)(b) and 129(1) of the Employment Rights Act 1996 (interim relief) after "103" there shall be inserted "or in paragraph 161(2) of Schedule A1 to the Trade Union and Labour Relations (Consolidation) Act 1992".

Leave for family and domestic reasons

7 Maternity and parental leave

The provisions set out in Part I of Schedule 4 shall be substituted for Part VIII of the Employment Rights Act 1996.

8 Time off for domestic incidents

The provisions set out in Part II of Schedule 4 shall be inserted after section 57 of that Act.

9 Consequential amendments

Part III of Schedule 4 (which makes amendments consequential on sections 7 and 8) shall have effect.

Disciplinary and grievance hearings

10 Right to be accompanied

- (1) This section applies where a worker—
 - (a) is required or invited by his employer to attend a disciplinary or grievance hearing, and
 - (b) reasonably requests to be accompanied at the hearing.
- (2) Where this section applies the employer must permit the worker to be accompanied at the hearing by a single companion who—
 - (a) is chosen by the worker and is within subsection (3),
 - (b) is to be permitted to address the hearing (but not to answer questions on behalf of the worker), and
 - (c) is to be permitted to confer with the worker during the hearing.
- (3) A person is within this subsection if he is—
 - (a) employed by a trade union of which he is an official within the meaning of sections 1 and 119 of the Trade Union and Labour Relations (Consolidation) Act 1992,
 - (b) an official of a trade union (within that meaning) whom the union has reasonably certified in writing as having experience of, or as having received training in, acting as a worker's companion at disciplinary or grievance hearings, or
 - (c) another of the employer's workers.
- (4) If—
 - (a) a worker has a right under this section to be accompanied at a hearing,

- (b) his chosen companion will not be available at the time proposed for the hearing by the employer, and
- (c) the worker proposes an alternative time which satisfies subsection (5), the employer must postpone the hearing to the time proposed by the worker.
- (5) An alternative time must—
 - (a) be reasonable, and
 - (b) fall before the end of the period of five working days beginning with the first working day after the day proposed by the employer.
- (6) An employer shall permit a worker to take time off during working hours for the purpose of accompanying another of the employer's workers in accordance with a request under subsection (1)(b).
- (7) Sections 168(3) and (4), 169 and 171 to 173 of the Trade Union and Labour Relations (Consolidation) Act 1992 (time off for carrying out trade union duties) shall apply in relation to subsection (6) above as they apply in relation to section 168(1) of that Act.

11 Complaint to employment tribunal

- (1) A worker may present a complaint to an employment tribunal that his employer has failed, or threatened to fail, to comply with section 10(2) or (4).
- (2) A tribunal shall not consider a complaint under this section in relation to a failure or threat unless the complaint is presented—
 - (a) before the end of the period of three months beginning with the date of the failure or threat, or
 - (b) within such further period as the tribunal considers reasonable in a case where it is satisfied that it was not reasonably practicable for the complaint to be presented before the end of that period of three months.
- (3) Where a tribunal finds that a complaint under this section is well-founded it shall order the employer to pay compensation to the worker of an amount not exceeding two weeks' pay.
- (4) Chapter II of Part XIV of the Employment Rights Act 1996 (calculation of a week's pay) shall apply for the purposes of subsection (3); and in applying that Chapter the calculation date shall be taken to be—
 - (a) in the case of a claim which is made in the course of a claim for unfair dismissal, the date on which the employer's notice of dismissal was given or, if there was no notice, the effective date of termination, and
 - (b) in any other case, the date on which the relevant hearing took place (or was to have taken place).
- (5) The limit in section 227(1) of the Employment Rights Act 1996 (maximum amount of week's pay) shall apply for the purposes of subsection (3) above.
- (6) No award shall be made under subsection (3) in respect of a claim which is made in the course of a claim for unfair dismissal if the tribunal makes a supplementary award under section 127A(2) of the Employment Rights Act 1996 (internal appeal procedures).

12 Detriment and dismissal

- (1) A worker has the right not to be subjected to any detriment by any act, or any deliberate failure to act, by his employer done on the ground that he—
 - (a) exercised or sought to exercise the right under section 10(2) or (4), or
 - (b) accompanied or sought to accompany another worker (whether of the same employer or not) pursuant to a request under that section.
- (2) Section 48 of the Employment Rights Act 1996 shall apply in relation to contraventions of subsection (1) above as it applies in relation to contraventions of certain sections of that Act.
- (3) A worker who is dismissed shall be regarded for the purposes of Part X of the Employment Rights Act 1996 as unfairly dismissed if the reason (or, if more than one, the principal reason) for the dismissal is that he—
 - (a) exercised or sought to exercise the right under section 10(2) or (4), or
 - (b) accompanied or sought to accompany another worker (whether of the same employer or not) pursuant to a request under that section.
- (4) Sections 108 and 109 of that Act (qualifying period of employment and upper age limit) shall not apply in relation to subsection (3) above.
- (5) Sections 128 to 132 of that Act (interim relief) shall apply in relation to dismissal for the reason specified in subsection (3)(a) or (b) above as they apply in relation to dismissal for a reason specified in section 128(1)(b) of that Act.
- (6) In the application of Chapter II of Part X of that Act in relation to subsection (3) above, a reference to an employee shall be taken as a reference to a worker.

13 Interpretation

- (1) In sections 10 to 12 and this section "worker" means an individual who is—
 - (a) a worker within the meaning of section 230(3) of the Employment Rights Act 1996,
 - (b) an agency worker,
 - (c) a home worker,
 - (d) a person in Crown employment within the meaning of section 191 of that Act, other than a member of the naval, military, air or reserve forces of the Crown, or
 - (e) employed as a relevant member of the House of Lords staff or the House of Commons staff within the meaning of section 194(6) or 195(5) of that Act.
- (2) In subsection (1) "agency worker" means an individual who—
 - (a) is supplied by a person ("the agent") to do work for another ("the principal") by arrangement between the agent and the principal,
 - (b) is not a party to a worker's contract, within the meaning of section 230(3) of that Act, relating to that work, and
 - (c) is not a party to a contract relating to that work under which he undertakes to do the work for another party to the contract whose status is, by virtue of the contract, that of a client or customer of any professional or business undertaking carried on by the individual;

and, for the purposes of sections 10 to 12, both the agent and the principal are employers of an agency worker.

- (3) In subsection (1) "home worker" means an individual who—
 - (a) contracts with a person, for the purposes of the person's business, for the execution of work to be done in a place not under the person's control or management, and
 - (b) is not a party to a contract relating to that work under which the work is to be executed for another party to the contract whose status is, by virtue of the contract, that of a client or customer of any professional or business undertaking carried on by the individual;

and, for the purposes of sections 10 to 12, the person mentioned in paragraph (a) is the home worker's employer.

- (4) For the purposes of section 10 a disciplinary hearing is a hearing which could result in—
 - (a) the administration of a formal warning to a worker by his employer,
 - (b) the taking of some other action in respect of a worker by his employer, or
 - (c) the confirmation of a warning issued or some other action taken.
- (5) For the purposes of section 10 a grievance hearing is a hearing which concerns the performance of a duty by an employer in relation to a worker.
- (6) For the purposes of section 10(5)(b) in its application to a part of Great Britain a working day is a day other than—
 - (a) a Saturday or a Sunday,
 - (b) Christmas Day or Good Friday, or
 - (c) a day which is a bank holiday under the Banking and Financial Dealings Act 1971 in that part of Great Britain.

14 Contracting out and conciliation

Sections 10 to 13 of this Act shall be treated as provisions of Part V of the Employment Rights Act 1996 for the purposes of—

- (a) section 203(1), (2)(e) and (f), (3) and (4) of that Act (restrictions on contracting out), and
- (b) section 18(1)(d) of the Employment Tribunals Act 1996 (conciliation).

15 National security employees

Sections 10 to 13 of this Act shall not apply in relation to a person employed for the purposes of—

- (a) the Security Service,
- (b) the Secret Intelligence Service, or
- (c) the Government Communications Headquarters.

Other rights of individuals

16 Unfair dismissal of striking workers

Schedule 5 shall have effect.

17 Collective agreements: detriment and dismissal.

- (1) The Secretary of State may make regulations about cases where a worker—
 - (a) is subjected to detriment by his employer, or
 - (b) is dismissed,

on the grounds that he refuses to enter into a contract which includes terms which differ from the terms of a collective agreement which applies to him.

- (2) The regulations may—
 - (a) make provision which applies only in specified classes of case;
 - (b) make different provision for different circumstances;
 - (c) include supplementary, incidental and transitional provision.
- (3) In this section—

"collective agreement" has the meaning given by section 178(1) of the Trade Union and Labour Relations (Consolidation) Act 1992; and

"employer" and "worker" have the same meaning as in section 296 of that Act.

- (4) The payment of higher wages or higher rates of pay or overtime or the payment of any signing on or other bonuses or the provision of other benefits having a monetary value to other workers employed by the same employer shall not constitute a detriment to any worker not receiving the same or similar payments or benefits within the meaning of subsection (1)(a) of this section so long as—
 - (a) there is no inhibition in the contract of employment of the worker receiving the same from being the member of any trade union, and
 - (b) the said payments of higher wages or rates of pay or overtime or bonuses or the provision of other benefits are in accordance with the terms of a contract of employment and reasonably relate to services provided by the worker under that contract.

18 Agreement to exclude dismissal rights

- (1) In section 197 of the Employment Rights Act 1996 (fixed-term contracts) subsections (1) and (2) (agreement to exclude unfair dismissal provisions) shall be omitted; and subsections (2) to (5) below shall have effect in consequence.
- (2) In sections 44(4), 46(2), 47(2), 47A(2) and 47B(2) of that Act—
 - (a) the words from the beginning to "the dismissal," shall be omitted, and
 - (b) for "that Part" there shall be substituted "Part X".
- (3) In section 45A(4) of that Act the words from ", unless" to the end shall be omitted.
- (4) In section 23 of the National Minimum Wage Act 1998, for subsection (4) there shall be substituted—
 - "(4) This section does not apply where the detriment in question amounts to dismissal within the meaning of—
 - (a) Part X of the Employment Rights Act 1996 (unfair dismissal), or
 - (b) Part XI of the Employment Rights (Northern Ireland) Order 1996 (corresponding provision for Northern Ireland),

except where in relation to Northern Ireland the person in question is dismissed in circumstances in which, by virtue of Article 240 of that Order (fixed term contracts), Part XI does not apply to the dismissal."

- (5) In paragraph 1 of Schedule 3 to the Tax Credits Act 1999, for sub-paragraph (3) there shall be substituted—
 - "(3) This paragraph does not apply where the detriment in question amounts to dismissal within the meaning of—
 - (a) Part X of the Employment Rights Act 1996 (unfair dismissal), or
 - (b) Part XI of the Employment Rights (Northern Ireland) Order 1996 (corresponding provision for Northern Ireland),

except where in relation to Northern Ireland the employee is dismissed in circumstances in which, by virtue of Article 240 of that Order (fixed term contracts), Part XI does not apply to the dismissal."

(6) Section 197(1) of the Employment Rights Act 1996 does not prevent Part X of that Act from applying to a dismissal which is regarded as unfair by virtue of section 99 or 104 of that Act (pregnancy and childbirth, and assertion of statutory right).

19 Part-time work: discrimination

- (1) The Secretary of State shall make regulations for the purpose of securing that persons in part-time employment are treated, for such purposes and to such extent as the regulations may specify, no less favourably than persons in full-time employment.
- (2) The regulations may—
 - (a) specify classes of person who are to be taken to be, or not to be, in part-time employment;
 - (b) specify classes of person who are to be taken to be, or not to be, in full-time employment;
 - (c) specify circumstances in which persons in part-time employment are to be taken to be, or not to be, treated less favourably than persons in full-time employment;
 - (d) make provision which has effect in relation to persons in part-time employment generally or provision which has effect only in relation to specified classes of persons in part-time employment.
- (3) The regulations may—
 - (a) confer jurisdiction (including exclusive jurisdiction) on employment tribunals and on the Employment Appeal Tribunal;
 - (b) create criminal offences in relation to specified acts or omissions by an employer, by an organisation of employers, by an organisation of workers or by an organisation existing for the purposes of a profession or trade carried on by the organisation's members;
 - (c) in specified cases or circumstances, extend liability for a criminal offence created under paragraph (b) to a person who aids the commission of the offence or to a person who is an agent, principal, employee, employer or officer of a person who commits the offence;
 - (d) provide for specified obligations or offences not to apply in specified circumstances;

- (e) make provision about notices or information to be given, evidence to be produced and other procedures to be followed;
- (f) amend, apply with or without modifications, or make provision similar to any provision of the Employment Rights Act 1996 (including, in particular, Parts V, X and XIII) or the Trade Union and Labour Relations (Consolidation) Act 1992:
- (g) provide for the provisions of specified agreements to have effect in place of provisions of the regulations to such extent and in such circumstances as may be specified;
- (h) include supplemental, incidental, consequential and transitional provision, including provision amending an enactment;
- (i) make different provision for different cases or circumstances.
- (4) Without prejudice to the generality of this section the regulations may make any provision which appears to the Secretary of State to be necessary or expedient—
 - (a) for the purpose of implementing Council Directive 97/81/EC on the framework agreement on part-time work in its application to terms and conditions of employment;
 - (b) for the purpose of dealing with any matter arising out of or related to the United Kingdom's obligations under that Directive;
 - (c) for the purpose of any matter dealt with by the framework agreement or for the purpose of applying the provisions of the framework agreement to any matter relating to part-time workers.
- (5) Regulations under this section which create an offence—
 - (a) shall provide for it to be triable summarily only, and
 - (b) may not provide for it to be punishable by imprisonment or by a fine in excess of level 5 on the standard scale.

20 Part-time work: code of practice

- (1) The Secretary of State may issue codes of practice containing guidance for the purpose of—
 - (a) eliminating discrimination in the field of employment against part-time workers:
 - (b) facilitating the development of opportunities for part-time work;
 - (c) facilitating the flexible organisation of working time taking into account the needs of workers and employers;
 - (d) any matter dealt with in the framework agreement on part-time work annexed to Council Directive 97/81/EC.
- (2) The Secretary of State may revise a code and issue the whole or part of the revised code.
- (3) A person's failure to observe a provision of a code does not make him liable to any proceedings.
- (4) A code—
 - (a) is admissible in evidence in proceedings before an employment tribunal, and
 - (b) shall be taken into account by an employment tribunal in any case in which it appears to the tribunal to be relevant.

21 Code of practice: supplemental

- (1) Before issuing or revising a code of practice under section 20 the Secretary of State shall consult such persons as he considers appropriate.
- (2) Before issuing a code the Secretary of State shall—
 - (a) publish a draft code,
 - (b) consider any representations made to him about the draft,
 - (c) if he thinks it appropriate, modify the draft in the light of any representations made to him.
- (3) If, having followed the procedure under subsection (2), the Secretary of State decides to issue a code, he shall lay a draft code before each House of Parliament.
- (4) If the draft code is approved by resolution of each House of Parliament, the Secretary of State shall issue the code in the form of the draft.
- (5) In this section and section 20(3) and (4)—
 - (a) a reference to a code includes a reference to a revised code,
 - (b) a reference to a draft code includes a reference to a draft revision, and
 - (c) a reference to issuing a code includes a reference to issuing part of a revised code.

22 National minimum wage: communities

The following shall be inserted after section 44 of the National Minimum Wage Act 1998 (exclusions: voluntary workers)—

"44A Religious and other communities: resident workers

- (1) A residential member of a community to which this section applies does not qualify for the national minimum wage in respect of employment by the community.
- (2) Subject to subsection (3), this section applies to a community if—
 - (a) it is a charity or is established by a charity,
 - (b) a purpose of the community is to practise or advance a belief of a religious or similar nature, and
 - (c) all or some of its members live together for that purpose.
- (3) This section does not apply to a community which—
 - (a) is an independent school, or
 - (b) provides a course of further or higher education.
- (4) The residential members of a community are those who live together as mentioned in subsection (2)(c).
- (5) In this section—
 - (a) "charity" has the same meaning as in section 44, and
 - (b) "independent school" has the same meaning as in section 463 of the Education Act 1996 (in England and Wales), section 135 of the Education (Scotland) Act 1980 (in Scotland) and Article 2 of the

Education and Libraries (Northern Ireland) Order 1986 (in Northern Ireland).

- (6) In this section "course of further or higher education" means—
 - (a) in England and Wales, a course of a description referred to in Schedule 6 to the Education Reform Act 1988 or Schedule 2 to the Further and Higher Education Act 1992;
 - (b) in Scotland, a course or programme of a description mentioned in or falling within section 6(1) or 38 of the Further and Higher Education (Scotland) Act 1992;
 - (c) in Northern Ireland, a course of a description referred to in Schedule 1 to the Further Education (Northern Ireland) Order 1997 or a course providing further education within the meaning of Article 3 of that Order."

23 Power to confer rights on individuals

- (1) This section applies to any right conferred on an individual against an employer (however defined) under or by virtue of any of the following—
 - (a) the Trade Union and Labour Relations (Consolidation) Act 1992;
 - (b) the Employment Rights Act 1996;
 - (c) this Act;
 - (d) any instrument made under section 2(2) of the European Communities Act 1972.
- (2) The Secretary of State may by order make provision which has the effect of conferring any such right on individuals who are of a specified description.
- (3) The reference in subsection (2) to individuals includes a reference to individuals expressly excluded from exercising the right.
- (4) An order under this section may—
 - (a) provide that individuals are to be treated as parties to workers' contracts or contracts of employment;
 - (b) make provision as to who are to be regarded as the employers of individuals;
 - (c) make provision which has the effect of modifying the operation of any right as conferred on individuals by the order;
 - (d) include such consequential, incidental or supplementary provisions as the Secretary of State thinks fit.
- (5) An order under this section may make provision in such way as the Secretary of State thinks fit, whether by amending Acts or instruments or otherwise.
- (6) Section 209(7) of the Employment Rights Act 1996 (which is superseded by this section) shall be omitted.
- (7) Any order made or having effect as if made under section 209(7), so far as effective immediately before the commencement of this section, shall have effect as if made under this section.

CAC, ACAS, Commissioners and Certification Officer

24 CAC: members

In section 260 of the Trade Union and Labour Relations (Consolidation) Act 1992 (members of the Committee) these subsections shall be substituted for subsections (1) to (3)—

- "(1) The Central Arbitration Committee shall consist of members appointed by the Secretary of State.
- (2) The Secretary of State shall appoint a member as chairman, and may appoint a member as deputy chairman or members as deputy chairmen.
- (3) The Secretary of State may appoint as members only persons experienced in industrial relations, and they shall include some persons whose experience is as representatives of employers and some whose experience is as representatives of workers.
- (3A) Before making an appointment under subsection (1) or (2) the Secretary of State shall consult ACAS and may consult other persons."

25 CAC: proceedings

- (1) The Trade Union and Labour Relations (Consolidation) Act 1992 shall be amended as follows.
- (2) In section 263 (proceedings of the Committee) this subsection shall be inserted after subsection (6)—
 - "(7) In relation to the discharge of the Committee's functions under Schedule A1—
 - (a) section 263A and subsection (6) above shall apply, and
 - (b) subsections (1) to (5) above shall not apply."
- (3) This section shall be inserted after section 263—

"263A Proceedings of the Committee under Schedule A1

- (1) For the purpose of discharging its functions under Schedule A1 in any particular case, the Central Arbitration Committee shall consist of a panel established under this section.
- (2) The chairman of the Committee shall establish a panel or panels, and a panel shall consist of these three persons appointed by him—
 - (a) the chairman or a deputy chairman of the Committee, who shall be chairman of the panel;
 - (b) a member of the Committee whose experience is as a representative of employers;
 - (c) a member of the Committee whose experience is as a representative of workers.
- (3) The chairman of the Committee shall decide which panel is to deal with a particular case.

- (4) A panel may at the discretion of its chairman sit in private where it appears expedient to do so.
- (5) If—
 - (a) a panel cannot reach a unanimous decision on a question arising before it, and
 - (b) a majority of the panel have the same opinion, the question shall be decided according to that opinion.
- (6) If—
 - (a) a panel cannot reach a unanimous decision on a question arising before it, and
 - (b) a majority of the panel do not have the same opinion, the chairman of the panel shall decide the question acting with the full powers of an umpire or, in Scotland, an oversman.
- (7) Subject to the above provisions, a panel shall determine its own procedure."
- (4) In section 264 (awards of the Committee)—
 - (a) in subsection (1) after "award" there shall be inserted ", or in any decision or declaration of the Committee under Schedule A1,";
 - (b) in subsection (2) after "of the Committee," there shall be inserted "or of a decision or declaration of the Committee under Schedule A1,".

26 ACAS: general duty

In section 209 of the Trade Union and Labour Relations (Consolidation) Act 1992 (ACAS' general duty) the words from ", in particular" to the end shall be omitted.

27 ACAS: reports

- (1) In section 253(1) of the Trade Union and Labour Relations (Consolidation) Act 1992 (ACAS: annual report) for "calendar year" there shall be substituted "financial year".
- (2) In section 265(1) of that Act (ACAS: report about CAC) for "calendar year" there shall be substituted "financial year".

28 Abolition of Commissioners

- (1) These offices shall cease to exist—
 - (a) the office of Commissioner for the Rights of Trade Union Members;
 - (b) the office of Commissioner for Protection Against Unlawful Industrial Action.
- (2) In the Trade Union and Labour Relations (Consolidation) Act 1992 these provisions shall cease to have effect—
 - (a) Chapter VIII of Part I (provision by Commissioner for the Rights of Trade Union Members of assistance in relation to certain proceedings);
 - (b) sections 235B and 235C (provision of assistance by Commissioner for Protection Against Unlawful Industrial Action of assistance in relation to certain proceedings);

- (c) section 266 (and the heading immediately preceding it) and sections 267 to 271 (Commissioners' appointment, remuneration, staff, reports, accounts, etc.).
- (3) In section 32A of that Act (statement to members of union following annual return) in the third paragraph of subsection (6)(a) (application for assistance from Commissioner for the Rights of Trade Union Members) for the words from "may" to "case," there shall be substituted "should".

29 The Certification Officer

Schedule 6 shall have effect.

Miscellaneous

30 Partnerships at work

- (1) The Secretary of State may spend money or provide money to other persons for the purpose of encouraging and helping employers (or their representatives) and employees (or their representatives) to improve the way they work together.
- (2) Money may be provided in such way as the Secretary of State thinks fit (whether as grants or otherwise) and on such terms as he thinks fit (whether as to repayment or otherwise).

31 Employment agencies

Schedule 7 shall have effect.

32 Employment rights: employment outside Great Britain

- (1) In section 285(1) of the Trade Union and Labour Relations (Consolidation) Act 1992 (employment outside Great Britain) for "Chapter II (procedure for handling redundancies)" there shall be substituted "sections 193 and 194 (duty to notify Secretary of State of certain redundancies)".
- (2) After section 287(3) of that Act (offshore employment) there shall be inserted—
 - "(3A) An Order in Council under this section shall be subject to annulment in pursuance of a resolution of either House of Parliament.".
- (3) Section 196 of the Employment Rights Act 1996 (employment outside Great Britain) shall cease to have effect; and in section 5(1) for "sections 196 and" there shall be substituted "section".
- (4) After section 199(6) of that Act (mariners) there shall be inserted—
 - "(7) The provisions mentioned in subsection (8) apply to employment on board a ship registered in the register maintained under section 8 of the Merchant Shipping Act 1995 if and only if—
 - (a) the ship's entry in the register specifies a port in Great Britain as the port to which the vessel is to be treated as belonging,

- (b) under his contract of employment the person employed does not work wholly outside Great Britain, and
- (c) the person employed is ordinarily resident in Great Britain.
- (8) The provisions are—
 - (a) sections 8 to 10,
 - (b) Parts II, III and V,
 - (c) Part VI, apart from sections 58 to 60,
 - (d) Parts VII and VIII,
 - (e) sections 92 and 93, and
 - (f) Part X."

33 Unfair dismissal: special and additional awards

- (1) The following provisions (which require, or relate to, the making of special awards by employment tribunals in unfair dismissal cases) shall cease to have effect—
 - (a) sections 117(4)(b), 118(2) and (3) and 125 of the Employment Rights Act 1996 (and the word "or" before section 117(4)(b));
 - (b) sections 157 and 158 of the Trade Union and Labour Relations (Consolidation) Act 1992.
- (2) In section 117(3)(b) of the Employment Rights Act 1996 (amount of additional award) for "the appropriate amount" there shall be substituted "an amount not less than twenty-six nor more than fifty-two weeks' pay"; and subsections (5) and (6) of section 117 shall cease to have effect.
- (3) In section 14 of the Employment Rights (Dispute Resolution) Act 1998—
 - (a) subsection (1) shall cease to have effect, and
 - (b) in subsection (2) for "that Act" substitute "the Employment Rights Act 1996".

34 Indexation of amounts, &c

- (1) This section applies to the sums specified in the following provisions—
 - (a) section 31(1) of the Employment Rights Act 1996 (guarantee payments: limits);
 - (b) section 120(1) of that Act (unfair dismissal: minimum amount of basic award);
 - (c) section 124(1) of that Act (unfair dismissal: limit of compensatory award);
 - (d) section 186(1)(a) and (b) of that Act (employee's rights on insolvency of employer: maximum amount payable);
 - (e) section 227(1) of that Act (maximum amount of a week's pay for purposes of certain calculations);
 - (f) section 156(1) of the Trade Union and Labour Relations (Consolidation) Act 1992 (unfair dismissal: minimum basic award);
 - (g) section 176(6) of that Act (right to membership of trade union: remedies).
- (2) If the retail prices index for September of a year is higher or lower than the index for the previous September, the Secretary of State shall as soon as practicable make an order in relation to each sum mentioned in subsection (1)—
 - (a) increasing each sum, if the new index is higher, or
 - (b) decreasing each sum, if the new index is lower,

by the same percentage as the amount of the increase or decrease of the index.

- (3) In making the calculation required by subsection (2) the Secretary of State shall—
 - (a) in the case of the sum mentioned in subsection (1)(a), round the result up to the nearest 10 pence,
 - (b) in the case of the sums mentioned in subsection (1)(b), (c), (f) and (g), round the result up to the nearest £100, and
 - (c) in the case of the sums mentioned in subsection (1)(d) and (e), round the result up to the nearest £10.
- (4) For the sum specified in section 124(1) of the Employment Rights Act 1996 (unfair dismissal: limit of compensatory award) there shall be substituted the sum of £50,000 (subject to subsection (2) above).
- (5) In this section "the retail prices index" means—
 - (a) the general index of retail prices (for all items) published by the Office for National Statistics, or
 - (b) where that index is not published for a month, any substituted index or figures published by that Office.
- (6) An order under this section—
 - (a) shall be made by statutory instrument,
 - (b) may include transitional provision, and
 - (c) shall be laid before Parliament after being made.

35 Guarantee payments

For section 31(7) of the Employment Rights Act 1996 (guarantee payments: limits) there shall be substituted—

- "(7) The Secretary of State may by order vary—
 - (a) the length of the period specified in subsection (2);
 - (b) a limit specified in subsection (3) or (4)."

36 Sections 33 to 35: consequential

- (1) The following provisions (which confer power to increase sums) shall cease to have effect—
 - (a) sections 120(2), 124(2), 186(2) and 227(2) to (4) of the Employment Rights Act 1996;
 - (b) sections 159 and 176(7) and (8) of the Trade Union and Labour Relations (Consolidation) Act 1992.
- (2) Section 208 of the Employment Rights Act 1996 (review of limits) shall cease to have effect.
- (3) An increase effected, before section 34 comes into force, by virtue of a provision repealed by this section shall continue to have effect notwithstanding this section (but subject to section 34(2) and (4)).

37 Compensatory award etc: removal of limit in certain cases

- (1) After section 124(1) of the Employment Rights Act 1996 (limit of compensatory award etc) there shall be inserted—
 - "(1A) Subsection (1) shall not apply to compensation awarded, or a compensatory award made, to a person in a case where he is regarded as unfairly dismissed by virtue of section 100, 103A, 105(3) or 105(6A)."
- (2) Section 127B of that Act (power to specify method of calculation of compensation where dismissal a result of protected disclosure) shall cease to have effect.

38 Transfer of undertakings

- (1) This section applies where regulations under section 2(2) of the European Communities Act 1972 (general implementation of Treaties) make provision for the purpose of implementing, or for a purpose concerning, a Community obligation of the United Kingdom which relates to the treatment of employees on the transfer of an undertaking or business or part of an undertaking or business.
- (2) The Secretary of State may by regulations make the same or similar provision in relation to the treatment of employees in circumstances other than those to which the Community obligation applies (including circumstances in which there is no transfer, or no transfer to which the Community obligation applies).
- (3) Regulations under this section shall be subject to annulment in pursuance of a resolution of either House of Parliament.

39 Minimum wage: information

- (1) Information obtained by a revenue official in the course of carrying out a function of the Commissioners of Inland Revenue may be—
 - (a) supplied by the Commissioners of Inland Revenue to the Secretary of State for any purpose relating to the National Minimum Wage Act 1998;
 - (b) supplied by the Secretary of State with the authority of the Commissioners of Inland Revenue to any person acting under section 13(1)(b) of that Act;
 - supplied by the Secretary of State with the authority of the Commissioners of Inland Revenue to an officer acting for the purposes of any of the agricultural wages legislation.

(2) In this section—

"revenue official" means an officer of the Commissioners of Inland Revenue appointed under section 4 of the Inland Revenue Regulation Act 1890 (appointment of collectors, officers and other persons), and

"the agricultural wages legislation" has the same meaning as in section 16 of the National Minimum Wage Act 1998 (agricultural wages officers).

40 Dismissal of school staff

(1) In paragraph 27(3)(b) of Schedule 16 to the School Standards and Framework Act 1998 (dismissal of staff: representations and appeal) for "for a period of two years or more (within the meaning of the Employment Rights Act 1996)" there shall be substituted ", within the meaning of the Employment Rights Act 1996, for a period at

least as long as the period for the time being specified in section 108(1) of that Act (unfair dismissal: qualifying period)".

(2) In paragraph 24(4)(b) of Schedule 17 to the School Standards and Framework Act 1998 (dismissal of staff: representations and appeal) for "for a period of two years or more (within the meaning of the Employment Rights Act 1996)" there shall be substituted ", within the meaning of the Employment Rights Act 1996, for a period at least as long as the period for the time being specified in section 108(1) of that Act (unfair dismissal: qualifying period)".

41 National security

Schedule 8 shall have effect.

General

42 Orders and regulations

- (1) Any power to make an order or regulations under this Act shall be exercised by statutory instrument.
- (2) No order or regulations shall be made under section 3, 17, 19 or 23 unless a draft has been laid before, and approved by resolution of, each House of Parliament.

43 Finance

There shall be paid out of money provided by Parliament—

- (a) any increase attributable to this Act in the sums so payable under any other enactment;
- (b) any other expenditure of the Secretary of State under this Act.

44 Repeals

The provisions mentioned in Schedule 9 are repealed (or revoked) to the extent specified in column 3.

45 Commencement

- (1) The preceding provisions of this Act shall come into force in accordance with provision made by the Secretary of State by order made by statutory instrument.
- (2) An order under this section—
 - (a) may make different provision for different purposes;
 - (b) may include supplementary, incidental, saving or transitional provisions.

46 Extent

- (1) Any amendment or repeal in this Act has the same extent as the provision amended or repealed.
- (2) An Order in Council under paragraph 1(1)(b) of Schedule 1 to the Northern Ireland Act 1974 (legislation for Northern Ireland in the interim period) which contains a

statement that it is made only for purposes corresponding to any of the purposes of this Act—

- (a) shall not be subject to paragraph 1(4) and (5) of that Schedule (affirmative resolution of both Houses of Parliament), but
- (b) shall be subject to annulment in pursuance of a resolution of either House of Parliament.
- (3) Apart from sections 39 and 45 and subject to subsection (1), the preceding sections of this Act shall not extend to Northern Ireland.

47 Citation

This Act may be cited as the Employment Relations Act 1999.