

Complying with the new duty to prevent sexual harassment at work

8 October 2024



Speakers



Nick Wilcox Partner



Julia Gargan Associate



What are we going to cover today?

Why this matters

What is the current position?

What is changing?

What are the consequences of breaching the duty?

How can employers discharge the new duty?

Our top tips for getting started



Why this matters

Risks for the business

- Grievances and disciplinaries to deal with
- Legal claims
- Reputational damage
- Regulatory / EHRC / criminal processes

Risks for the victim

- Trauma and mental health impact
- Victimisation
- Reputational impact
- Legal costs

Risks for the alleged perpetrator

- Disciplinary sanction
- Legal claims
- Regulatory sanction
- Criminal process
- Reputational/personal consequences



A RECAP OF THE CURRENT POSITION



What is sexual harassment?

Unwanted

conduct of a sexual nature

which has the purpose or effect

of violating dignity or creating a hostile etc environment



Employer's vicarious liability and the "all reasonable steps" defence

Vicarious liability for harassment by employees in the course of employment

Defence available if all reasonable steps taken to prevent it from happening

No vicarious liability for harassment committed by third parties



WHAT IS CHANGING ON 26 OCTOBER 2024?



What is the new duty to prevent?

An ongoing duty to take <u>some</u> (but not all) reasonable steps to prevent sexual harassment in the course of employment

Employers must:

- 1. **Anticipate** situations where workers might be exposed to sexual harassment and take steps in advance to prevent it
- 2. **Respond** to situations where sexual harassment occurs by taking steps to prevent it from happening again



Does the new duty extend to sexual harassment by third parties?

- Yes even though the employer cannot be held vicariously liable
- What is a "third party"? Anyone outside the organisation e.g.

Contractors

Clients

Customers

Service users

Family and friends of colleagues

Professional contacts

Delegates at a conference

Others in a shared working space

Members of the public



But there will be challenges in practice – an example

Verity works for an ad agency and is assigned to work on a very important client account

A star employee from the client company sexually harasses Verity on the way home from an evening work event

She reports it to her employer and is removed from the account while it decides what to do

The agency eventually decides not to raise it with the client for fear of upsetting them

Verity is taken off the account for good and a decision is made to allocate only male employees to that client to prevent it from happening again



What are the risks with this approach?



WHAT ARE THE CONSEQUENCES OF BREACHING THE DUTY?



Uplift to Tribunal compensation

If an employee succeeds in a claim of harassment, which includes sexual harassment "to any extent" and compensation is to be awarded...



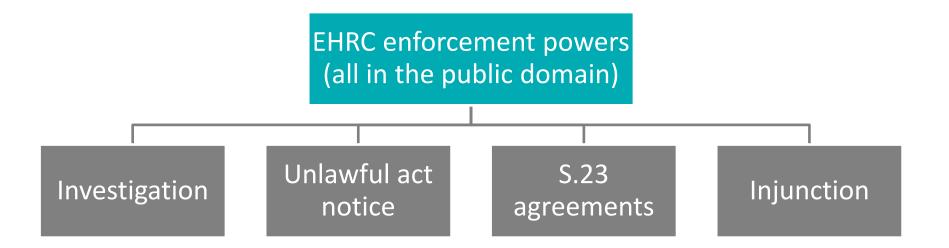
...the Tribunal MUST consider whether, and to what extent, the employer has breached the duty...



...and if the duty has been breached, the Tribunal <u>MAY</u> uplift compensation by up to 25%



Action by the Equality and Human Rights Commission





HOW CAN EMPLOYERS DISCHARGE THE NEW DUTY?



How to approach the new duty

1. <u>Assess the risks</u> of sexual harassment occurring in the course of employment

2. <u>Identify</u> the possible steps that could reduce those risks

3. <u>Decide</u> which steps would be reasonable for you to take by reference to relevant factors (see next slide)

4. **Implement** the steps that are deemed reasonable



Which factors are relevant to whether a step is "reasonable"?

Your size and resources The likelihood of a step working Type of working environment Time, cost and potential disruption Have concerns already been raised? Your sector Your specific risks Compliance with regulatory standards Type of contact with 3rd parties Whether steps already taken have worked



What kinds of steps will most employers be expected to take?

See: EHRC's 8-step guide to preventing sexual harassment at work





Step 1 – Policies



- Devise a stand-alone policy for sexual harassment (or have it clearly delineated from other types of harassment)
- Cover the law, reporting, investigation process, consequences of breach and 3rd party harassment
- Ensure it coheres with other relevant policies / rules/ codes of conduct

• Conduct an annual health check



Step 2 – Engagement with staff

 Give policies to staff when onboarded and at other intervals and communicate your approach in other ways

- Consult directly with your staff about risks e.g.
 - 1-2-1s / performance reviews / return-to-work meetings
 - Trade unions / employee representative groups
 - Staff surveys
 - Exit interviews





Step 3 – Assessing risk



Assessing the specific risks is an **essential step** in discharging the duty



Consider different sources of information to conduct this assessment



Produce an action plan

Common risk factors:

- Power imbalances
- Lone / night working
- Alcohol
- Lack of diversity
- Insecure roles / groups
- External events
- Customer-facing duties



Step 4 – Reporting sexual harassment

Explain to staff how to report incidents in policies and training Offer different methods of reporting e.g. in person, online, telephone, anonymously Store information securely and in a way which permits the identification of trends or red flags



Step 5 – Training



Training for all staff on law and procedure

More in-depth training for managers and HR

High quality and refreshed on a regular basis



Step 6 – Responding to reports

Confidential investigation

Take steps to prevent further harassment or victimisation

Provide support

If upheld, take disciplinary action against perpetrator

Disclosures to a regulator and/or the police

Reflect on learning points



Step 7 – Dealing with 3rd party harassment

Factor 3rd
party
harassment
into your risk
assessment

Empower staff to report incidents

Tell 3rd parties of your stance

Devise a protocol on what you will do if it happens



Step 8 – Monitoring and evaluation

Wash ups after complaints and consider trends

Ongoing staff consultation

Foster a speak up culture

Refresh policies and training

Consider impact of workforce changes



Impact on settlements

Settlement agreements may not gag employees from blowing the whistle to a regulator

The EHRC is the prescribed body for whistleblowing about breaches or suspected breaches of equality law

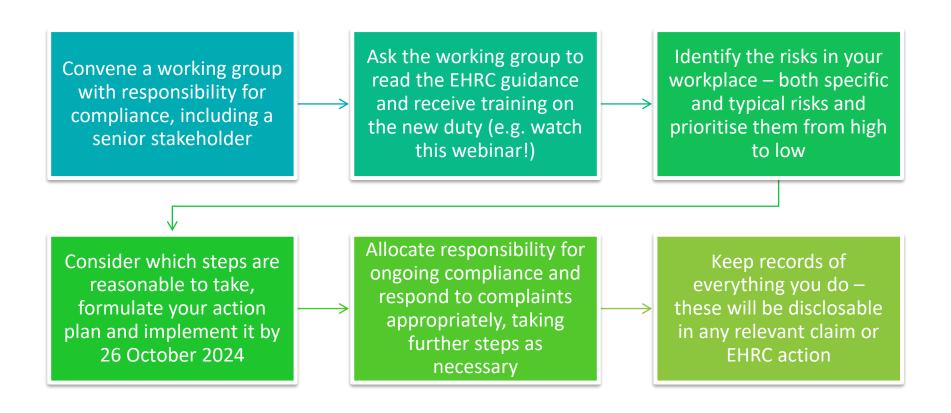
Even after a settlement agreement is signed, an individual will remain entitled to blow the whistle about a breach or suspected breach of duty to the EHRC

Any clause intended to prevent or dissuade such reports (e.g. a warranty and clawback provision) could not be signed off by a solicitor acting on <u>either</u> side



OUR TOP TIPS FOR GETTING STARTED







Our contact details



Nick Wilcox
Partner
Tel: 020 3828 0356
nickwilcox@bdbf.co.uk



Julia Gargan
Associate
Tel: 020 3828 0359
juliagargan@bdbf.co.uk





Putting experience to work

Kings House, 36 King Street, London EC2V 8BB

Office: +44 (0)20 3828 0350

www.bdbf.co.uk

