New regulator would see people compensated for any loss they experience as a result of speaking out

24 April 2022

Camilla Turner, Sunday Telegraph

WHISTLEBLOWING legislation that could see companies fined millions of pounds for attempted cover-ups is being considered by the Government, The Sunday Telegraph has learned.

A draft Bill, which will be debated by MPs this week, would also outlaw nondisclosure agreements and set up a new tribunal where whistleblowing cases would be heard.

It is backed by several Tory MPs and at least two former ministers, including Maria Miller and John Penrose, the Government's anti-corruption tsar and chair of the Conservative Policy Forum.

The Ten Minute Rule Bill will be proposed by Mary Robinson MP on Tuesday, and if approved it would protect whistleblowers from criminal or civil action being taken against them.

It would see people compensated for any loss they experience - such as being dismissed from their job - as a result of their whistleblowing.

A new regulator, called the Office of the Whistleblower, would be set up to investigate protected disclosures, according to a proposal to be voted on by MPs this week.

The regulator would set minimum standards for workplace whistleblowing policies, monitor and enforce compliance, and bring prosecutions for whistleblowing offences.

It would also create new civil penalties - with a maximum fine set at 10 per cent of a company's turnover up to £18million - for those who fail to comply with an order from the Office of the Whistle blower, according to a copy of the document seen by The Sunday Telegraph.

A new criminal offence of subjecting a whistleblower to detriment is included in the draft Bill, which carries a maximum jail term of 18 months. The Bill has received cross-party support, including from Dame Margaret

Hodge, the veteran Labour MP, and the SNP's Dr Lisa Cameron.

If adopted, this would be the first major change to whistleblowing legislation in over two decades, since the Public Interest Disclosure Act of 1998.

Ms Robinson, the Conservative MP for Cheadle who chairs the all party parliamentary group for whistleblowing, said she has had numerous meetings over the past year to discuss the issue with the Business Secretary, Kwasi Kwarteng, and one of his ministers, Paul Scully.

She said the problem with existing legislation is that whistleblowers often end up in employment tribunals which do not address the actual claims of wrongdoing but rather focus on whether the worker was unfairly treated as a result of their disclosures.

The current whistleblowing regime enables workers to bring an employ ment tribunal claim against their organisation if they are dismissed or treated unfairly because they have made a "protected disclosure" about wrongdoing.

These protections were set up in the Public Interest Disclosure Act 1998 but Ms Robinson said these laws are now "stopping people from speaking up" because they are deterred by the cost and complexity of the system.

Ms Robinson said: "This Bill will bring about balance and put the responsibility for ensuring that people are safe with those organisations who will no longer be able to hide behind a broken system."

A Whitehall source said the Government is "completely behind" protecting whistleblowers and is "currently considering our position" on the Bill.

'Organisations will no longer be able to hide behind a broken system'