



Hinckley & Bosworth Borough Council

Forward timetable of consultation and decision making

Scrutiny Commission
Wards affected:

22 January 2026
All wards

Pay Policy Statement 2026/27

Report of Deputy Chief Executive

1. Purpose of report

- 1.1 To present the HBBC Pay Policy Statement for 2026/27.

2. Recommendation

- 2.1 That members note that the pay gap between the top and median average earner is 4.18.1 which has remained the same as the previous year. This is positive as the gap has not widened.
- 2.2 That members note the minor increase in the gender pay gap which was 4.4% on 31 March 2025 (previously reported as 4.3%). In terms of benchmarking, it is still significantly lower than the national average which reports a pay gap of 11.2%.
- 2.3 That the HBBC Pay Policy Statement for 2026/27 is endorsed by this committee for approval at Council in February.

3. Background to the report

- 3.1 Section 38 of the Localism Act 2011 requires local authorities in England and Wales to produce a Pay Policy Statement for each financial year, which must be approved by Council. The act requires local authorities to prepare pay policy statements setting out the authority's own policies regarding the remuneration of its staff, particularly its senior staff (or 'chief officers') and its lowest paid employees.
- 3.2 The legislation provides that the pay policy statement must set out the council's policies for the financial year relating to:

- The remuneration of its chief officers
- The remuneration of its lowest paid employees
- The relationship between the remuneration of its chief officers and its employees who are not chief officers

3.3 The Council is required to publish the Pay Policy Statement for 2026/27 on or before 1 April 2026.

Summary of the statement

3.4 The Pay Policy Statement **Appendix A** sets out:

- a. The council's approach to job evaluation and grading of posts
- b. Additional payments
- c. The 'pay multiple' - the ratio between the highest paid salary and the median average salary of the Council's workforce, the ratio between the highest paid salary and the median average salary of the Council's workforce is 4.18:1 (last year was 4.18:1). The multiplier is monitored each year and the gap between the top earner and the median average earner has remained the same compared to this time last year.
- d. That there is no distinction between chief officers and other employees in relation to pension entitlements and severance payments
- e. The council's approach to the re-engagement of former senior employees.

3.5 As highlighted in 3.4(c) the pay gap between the top and median average earner has remained the same compared to last year. This is because the national pay award given to staff this year was identical across all pay groups.

3.6 For staff below senior management level, annual pay awards are negotiated at a national level by the National Joint Council (NJC) which represent the Employers side and the Trade Unions. The pay award for 2025/26 was agreed in August 2025 (backdated to April 2025) with an increase of 3.2% across all grades. The pay award is reflected in the statement and appendices.

3.7 The pay award for Chief Officers and Chief Executives, negotiated by the Joint Negotiating Committee for Chief Officers and Chief Executives (JNC) is also agreed, with the award comprising an increase of 3.2%.

3.8 At the time of writing the report, negotiations have not yet started to discuss the cost of living pay award for 2026/27 (the period of this Pay Policy).

Local Government Transparency Code

3.9 Local authorities are also required under the Local Government Transparency Code 2015 to publish data required under the regulations and this is set out within the pay policy statement to meet the requirements of the code. The code requires councils to publish:

- An organisation chart covering staff in the top three levels of the organisation
- Information about senior employees whose salary is above £50,000 in addition to that already required under the Accounts and Audit (England) Regulations 2015
- The council has interpreted 'senior employees' as those employed on the top three tiers of the council: Chief Executive, Director and Assistant Director (including Shared Head of Service)
- The pay multiple (as defined in 3.4)

Gender Pay Gap Reporting

3.10 The Equality Act 2010 (Gender Pay Gap Information) Regulations 2017 introduced gender pay gap reporting, which is a requirement for employers with more than 250 employees at a snapshot date of 31 March each year. Employers should publish specific figures about their gender pay gap on their own website and on the government's online reporting service, in particular:

- The mean and median gender pay gap
- The mean and median bonus
- The proportion of males and females receiving a bonus payment and
- The proportion of males and females in each quartile pay band

HBBC Pay Gap

3.11 On 31 March 2025 the council's gender pay gap was 4.4% (4.3% on 31 March 2024). The gap is calculated using the mean hourly rate for female employees on 31 March 2025 which is £17.12 and lower compared to male employees which is £17.91. This is a difference of 79 pence per hour. The calculation is set out below:

$$0.79/£17.91 \times 100 = \text{gap of } 4.3\%$$

3.12 In terms of benchmarking, it is lower than the national pay gap reported as 11.2%. In terms of local comparisons, council pay gaps reported in Leicestershire so far are quite varied and set out below (minus means that it is a reverse gender pay gap, meaning women on average are earning more than men):

Hinckley and Bosworth Borough Council	4.4%
Leicestershire County Council	7%
Leicester City Council	-2.6%
Rutland County Council	-1.41%

North West Leicestershire District Council -1.33%

Charnwood Borough Council 13.2%

3.13 The gender pay gap should be published no later than 31 March 2026.

4. Exemptions in accordance with the Access to Information procedure rules

4.1 The report to be taken in open session.

5. Financial implications [DW]

5.1 None.

6. Legal implications [ST]

6.1 Set out in the report.

7. Corporate Plan implications

7.1 The publication of the Pay Policy Statement ensures transparency and accountability and is a legal requirement.

8. Consultation

8.1 All pay decisions at national level, have undergone full consultation with the recognised trade unions.

9. Risk implications

9.1 It is the council's policy to proactively identify and manage significant risks which may prevent delivery of business objectives.

9.2 It is not possible to eliminate or manage all risks all of the time and risks will remain which have not been identified. However, it is the officer's opinion based on the information available, that the significant risks associated with this decision / project have been identified, assessed and that controls are in place to manage them effectively.

9.3 The following significant risks associated with this report / decisions were identified from this assessment:

None.

10. Knowing your community – equality and rural implications

10.1 By publishing the Pay Policy Statement will ensure greater transparency regarding how pay is determined thus ensuring accountability to citizens within the borough. The pay policy statement also sets out how the authority,

through its robust pay policy, endeavours not to discriminate against any groups of staff within the protected characteristics as contained within the Equality Act 2010.

11. Climate implications

11.1 N/A

12. Corporate implications

12.1 By submitting this report, the report author has taken the following into account:

- Community safety implications
- Environmental implications
- ICT implications
- Asset management implications
- Procurement implications
- Human resources implications
- Planning implications
- Data protection implications
- Voluntary sector

Background papers:

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