



Dear Colleague

PAY AND CONDITIONS FOR NHS STAFF COVERED BY THE AGENDA FOR CHANGE AGREEMENT

Summary

1. This circular updates the two year pay settlement for Agenda for Change staff in NHS Scotland previously set out in [PCS\(AFC\)2025/5](#). This is necessary because the inflation guarantee which was part of that deal has been triggered.
2. Under the agreement, Agenda for Change staff in Scotland were due a 4.25% increase in pay in 2025-26 and a 3.75% increase in pay in 2026-27. However, the settlement also contains a guarantee that the increase in pay in each year will be at least one percentage point above the average CPI inflation for the calendar year of the uplift (see **Annex A** for further information).
3. CPI inflation in the 2025 calendar year has now been confirmed as 3.4%, meaning pay rates and all relevant payments will need to be adjusted by 0.15%. The headline settlement for 2025-26 is therefore now 4.4%.
4. Staff should notice this change in their February salaries, with the majority of arrears occasioned by this change paid in March.
5. This update to 2025-26 rates creates a new baseline for 2026-2027 and the 3.75% settlement in 2026-27 will be adjusted accordingly.

Revised Pay Rates

6. **Annex B** sets out the new pay rates for 2025-26 and 2026-27 and **Annex C** sets these in the context of individual pay journeys.

23 January 2026

Addressees

For action

Chief Executives,
Directors of Finance, Directors
of Human Resources:
NHS Boards and Special Health
Boards, NHS National Services
Scotland (Common Services
Agency) and Healthcare
Improvement Scotland

For information

Members, Scottish Partnership
Forum
Members, Scottish Terms and
Conditions Committee
Members, Scottish Workforce and
Governance Committee

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E-mail:

[hwfpaytermsandconditions
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Scottish Living Wage

7. NHS Scotland is a Living Wage employer and, as such, the lowest salary available as part of the 2025-26 element of this settlement (£25,597) translates into an hourly rate of £13.27 per hour, which is above the Real Living Wage rate of £12.60 per hour in place when the settlement was agreed. The new lowest salary as part of the 2026-27 settlement (£26,557) translates into an hourly rate of £14.15 per hour, which will be above the new Real Living Wage of £13.45 per hour which has been announced.

On-Call Availability Allowance

8. In line with paragraph 7.2 of [PCS\(AFC\)2015/3](#), the On-Call Availability Allowance now needs to be increased from 1 April 2025 by 4.4% meaning the rate payable from that date is £26.51, rather than the original rate of £26.47. This will entail a small amount of arrears for those who have worked on-call in the intervening period. On 1 April 2026, this rate will increase by 3.75%, meaning the new rate from that date will be £27.51 per session.

Pay Protection

9. Staff on organisational change pay protection as at 1 April 2025 should have their protected earnings levels increased as if the 4.4% uplift had been applied from 1 April 2025. Staff on organisational change pay protection as at 1 April 2026 should have their protected earnings levels increased by 3.75%, as before. Staff not at the top of their Band remain eligible for any incremental progression on their protected pay scale and this will need to be adjusted to take account of the rates set out in Annex B and C. The adjustments indicated above will entail payment of arrears, as appropriate.

Recruitment and Retention Premia (RRP)

10. Any RRP which increase in line with pay uplifts should have that increase adjusted to 4.4%% from 1 April 2025, as opposed to the previous 4.25%, with arrears paid accordingly. A further 3.75% should be applied from 1 April 2026.

Cabinet Secretary Approval

11. The provisions of this circular have been approved by Scottish Ministers under Regulations 2 and 3 of the National Health Service (Remuneration and Conditions of Service) (Scotland) Regulations 1991 (SI 1991 No 537). A copy of the formal approval is attached.

Action

12. NHS Boards and Special Health Boards should ensure that the new rates are paid from 1 April 2025 and 1 April 2026 as indicated.

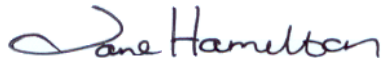
Enquiries

13. Employees should direct their personal enquiries to their employing NHS Board or Special Health Board.

14. This circular can be found online at:

www.publications.scot.nhs.uk

Yours sincerely

A handwritten signature in blue ink that reads "Jane Hamilton". The signature is written in a cursive style with a large initial 'J'.

JANE HAMILTON

Deputy Director

Health Workforce: Culture, Pay and Partnership Division



**NATIONAL HEALTH SERVICE
APPROVAL OF REMUNERATION AND CONDITIONS OF SERVICE**

In accordance with regulations 2 and 3 of the National Health Service (Remuneration and Conditions of Service) (Scotland) Regulations 1991 (S.I. 1991/537) the remuneration and conditions of service set out in the attached Scottish Government Health Workforce Directorate circular of 23 January 2026 – PCS(AFC)2026/1 – in respect of salary for NHS Scotland staff covered by the Agenda for Change agreement are hereby approved for the purposes of the said Regulations.

A handwritten signature in purple ink that reads "Jane Hamilton".

JANE HAMILTON

Deputy Director
Health Workforce: Culture, Pay and
Partnership Division
23 January 2026

AGENDA FOR CHANGE: 2025-26 AND 2026-27 PAY SETTLEMENT – INFLATION GUARANTEE

As part of the 2025-26 and 2026-27 pay settlement there is a guarantee that each year of this pay deal will be 1 percentage point higher than average CPI inflation. **The pay deal is 4.25% in 2025-26, and 3.75% in 2026-27. This is a cumulative increase of 8.16%.**

Any payment under the inflation guarantee will be referred to for the purposes of this agreement as “the inflation guarantee payment”.

To ensure any uplift to salaries can be made within the relevant pay period, average CPI inflation, as defined by the Office of National Statistics (ONS) will be calculated over the calendar year. For the 2025-26 pay period, average inflation will be calculated from January to December 2025. For the 2026-27 pay period average inflation will be calculated from January 2026 to December 2026.

For 2025-26 the pay settlement is 4.25%, therefore if CPI inflation in 2025 averages higher than 3.25% over the period January 2025 – December 2025, then pay will be adjusted by the inflation guarantee payment to ensure the uplift over the period is 1 percentage point above average CPI inflation.

For 2026-27 the pay settlement is 3.75%, therefore if CPI inflation in 2026 averages higher than 2.75% over the period January 2026 – December 2026, then pay will be adjusted by the inflation guarantee payment to ensure the uplift over the period is 1 percentage point above average CPI inflation.

The table below sets out what the cumulative pay award will be relative to different rates of cumulative CPI inflation over the corresponding period.

2025-26 pay uplift of 4.25%

% Pay Award 2025-26	Average CPI Inflation January to December 2025	Inflation Guarantee Payment applied in March 2026
4.25%	3.2%	0.00%
4.25%	3.3%	0.05%
4.25%	3.5%	0.25%
4.25%	4.0%	0.75%
4.25%	4.5%	1.25%
4.25%	5.0%	1.75%
4.25%	5.5%	2.25%
4.25%	6.0%	2.75%

- CPI inflation is defined and published monthly by ONS to 1 decimal point.
- The above table provides a series of examples for illustrative purposes and does not cover every scenario. See the Examples at the end of the agreement for more detailed information on how the inflation guarantee payment would be applied.

2026-27 pay uplift of 3.75%

% Pay Award 2026-27	Average CPI Inflation January to December 2026	Inflation Guarantee Payment Applied in March 2027
3.75%	2.7%	0.00%
3.75%	2.8%	0.05%
3.75%	3.0%	0.25%
3.75%	3.5%	0.75%
3.75%	4.0%	1.25%
3.75%	4.5%	1.75%
3.75%	5.0%	2.25%
3.75%	5.5%	2.75%
3.75%	6.0%	3.25%

- CPI inflation is defined and published monthly by ONS to 1 decimal point.
- The above table provides a series of examples for illustrative purposes and does not cover every scenario. See the Examples at the end of the agreement for more detailed information on how the inflation guarantee payment would be applied.

Notes

1. Average CPI inflation will be calculated over the periods January 2025 to December 2025, and January 2026 to December 2026 respectively.
2. Published ONS data will be the basis for CPI inflation calculation.
3. Monthly figures will be tracked, reported to and agreed by STAC.
4. STAC will publish an Inflation Guarantee statement each year no later than 31 January which will confirm whether the inflation guarantee payment is to be made
5. For the purposes of this agreement we will take the 12 monthly CPI figures from January 2025 to December 2025 as published by the ONS and divide the total number by 12 to give the agreed average CPI inflation. The same process will apply in 2026 using the period January 2026 to December 2026.
6. Should an increase be triggered in either year, the inflation guarantee payment will be paid as a one off consolidated pensionable payment in March 2026 and March 2027 respectively. The inflation guarantee payment will be calculated on the pre uplift salary as at 31 March 2025 or 31 March 2026
7. Should an increase be triggered in either year, employees who have benefited from promotion or increments will be entitled to the full in year value based upon their pay journey (i.e. in a year if an additional 1.5% inflation guarantee payment is due, a Band 6 who has been promoted to Band 7 on 14 July would receive the additional payment based on their Band 6 salary until 13 July and on their new Band 7 salary from 14 July for the rest of the year. The same principle will apply for staff moving up an increment in year).
8. Any increase applied will be permanent and apply to all AfC pay points, leads and allowances which increase in line with pay uplifts.

Examples

- a) If from January 2025 to December 2025 average CPI inflation is 2.5%, no adjustment would be made as the pay award is 1.75 percentage points above average CPI inflation.
- b) As another example, if from January 2025 to December 2025 average CPI inflation is 3.5%, an adjustment would be made with a 0.25% pay uplift to all pay points as the pay award is only 0.75 percentage points above average CPI inflation, and therefore below the one percentage point threshold.
- c) As another example, if from January 2025 to December 2025 average CPI inflation is 5.2%, an adjustment would be made with a 1.95% pay uplift to all pay points as the pay award is 0.95 percentage points lower than average CPI inflation, therefore below the one percentage point threshold. If then in January 2026 to December 2026 inflation averaged 8.2%, an adjustment would be made with a 5.45% pay uplift to all pay points as the pay award is 3.95 percentage points lower than average CPI inflation, and therefore again it is below the one percentage point threshold.

NHS SCOTLAND AGENDA FOR CHANGE PAY RATES FROM 1 APRIL 2025

Band	Pt	2024-25 Rates	2025/26 Rates with Original 4.25% Uplift	2025/26 Rates with New 4.4% Uplift	Difference to Original Rate	Revised Uplift £	Hourly Rate
Band 1	1	£24,518	£25,560	£25,597	£37	£1,079	£13.27
Band 2	1	£24,647	£25,694	£25,731	£37	£1,084	£13.34
	2	£26,763	£27,900	£27,941	£41	£1,178	£14.48
Band 3	1	£26,869	£28,011	£28,051	£40	£1,182	£14.54
	2	£28,998	£30,230	£30,274	£44	£1,276	£15.69
Band 4	1	£29,116	£30,353	£30,397	£44	£1,281	£15.76
	2	£31,670	£33,016	£33,063	£47	£1,393	£17.14
Band 5	1	£31,892	£33,247	£33,295	£48	£1,403	£17.26
	2	£34,077	£35,525	£35,576	£51	£1,499	£18.44
	3	£39,735	£41,424	£41,483	£59	£1,748	£21.50
Band 6	1	£39,912	£41,608	£41,668	£60	£1,756	£21.60
	2	£41,670	£43,441	£43,503	£62	£1,833	£22.55
	3	£48,635	£50,702	£50,775	£73	£2,140	£26.32
Band 7	1	£48,788	£50,861	£50,935	£74	£2,147	£26.40
	2	£50,651	£52,804	£52,880	£76	£2,229	£27.41
	3	£56,747	£59,159	£59,244	£85	£2,497	£30.71
Band 8A	1	£60,126	£62,681	£62,772	£91	£2,646	£32.54
	2	£64,906	£67,665	£67,762	£97	£2,856	£35.12
Band 8B	1	£70,986	£74,003	£74,109	£106	£3,123	£38.41
	2	£75,937	£79,164	£79,278	£114	£3,341	£41.09
Band 8C	1	£83,837	£87,400	£87,526	£126	£3,689	£45.37
	2	£89,866	£93,685	£93,820	£135	£3,954	£48.63
Band 8D	1	£99,534	£103,764	£103,913	£149	£4,379	£53.86
	2	£103,795	£108,206	£108,362	£156	£4,567	£56.17
Band 9	1	£117,732	£122,736	£122,912	£176	£5,180	£63.71
	2	£122,831	£128,051	£128,236	£185	£5,405	£66.47

NHS SCOTLAND AGENDA FOR CHANGE PAY RATES FROM 1 APRIL 2026

Band	Point	2025-26 Rates	2026/27 Rates 3.75% Uplift	Uplift £	Hourly Rate
Band 1	1	£25,597	£26,557	£960	£14.15
Band 2	1	£25,731	£26,696	£965	£14.22
	2	£27,941	£28,988	£1,047	£15.44
Band 3	1	£28,051	£29,103	£1,052	£15.50
	2	£30,274	£31,409	£1,135	£16.73
Band 4	1	£30,397	£31,537	£1,140	£16.80
	2	£33,063	£34,303	£1,240	£18.27
Band 5	1	£33,295	£34,544	£1,249	£18.40
	2	£35,576	£36,911	£1,335	£19.66
	3	£41,483	£43,039	£1,556	£22.93
Band 6	1	£41,668	£43,231	£1,563	£23.03
	2	£43,503	£45,135	£1,632	£24.04
	3	£50,775	£52,679	£1,904	£28.06
Band 7	1	£50,935	£52,845	£1,910	£28.15
	2	£52,880	£54,863	£1,983	£29.23
	3	£59,244	£61,466	£2,222	£32.74
Band 8A	1	£62,772	£65,125	£2,353	£34.69
	2	£67,762	£70,303	£2,541	£37.45
Band 8B	1	£74,109	£76,888	£2,779	£40.96
	2	£79,278	£82,251	£2,973	£43.82
Band 8C	1	£87,526	£90,808	£3,282	£48.38
	2	£93,820	£97,338	£3,518	£51.85
Band 8D	1	£103,913	£107,810	£3,897	£57.43
	2	£108,362	£112,426	£4,064	£59.89
Band 9	1	£122,912	£127,521	£4,609	£67.93
	2	£128,236	£133,044	£4,808	£70.88

NHS SCOTLAND AGENDA FOR CHANGE PAY RATES FROM 1 APRIL 2025: FULL PAY JOURNEY

Band 1	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£24,518	£25,597

Band 2	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£24,647	£25,731
	2	£24,647	£25,731
	3	£26,763	£27,941

Band 3	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£26,869	£28,051
	2	£26,869	£28,051
	3	£28,998	£30,274

Band 4	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£29,116	£30,397
	2	£29,116	£30,397
	3	£29,116	£30,397
	4	£31,670	£33,063

Band 5	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£31,892	£33,295
	2	£31,892	£33,295
	3	£34,077	£35,576
	4	£34,077	£35,576
	5	£39,735	£41,483

Band 6	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£39,912	£41,668
	2	£39,912	£41,668
	3	£41,670	£43,503
	4	£41,670	£43,503
	5	£41,670	£43,503
	6	£48,635	£50,775

Band 7	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£48,788	£50,935
	2	£48,788	£50,935
	3	£50,651	£52,880
	4	£50,651	£52,880
	5	£50,651	£52,880
	6	£56,747	£59,244

Band 8A	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£60,126	£62,772
	2	£60,126	£62,772
	3	£60,126	£62,772
	4	£60,126	£62,772
	5	£60,126	£62,772
	6	£64,906	£67,762

Band 8B	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£70,986	£74,109
	2	£70,986	£74,109
	3	£70,986	£74,109
	4	£70,986	£74,109
	5	£70,986	£74,109
	6	£75,937	£79,278

Band 8C	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£83,837	£87,526
	2	£83,837	£87,526
	3	£83,837	£87,526
	4	£83,837	£87,526
	5	£83,837	£87,526
	6	£89,866	£93,820

Band 8D	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£99,534	£103,913
	2	£99,534	£103,913
	3	£99,534	£103,913
	4	£99,534	£103,913
	5	£99,534	£103,913
	6	£103,795	£108,362

Band 9	Yearly Increment	2024/25 Rates	2025/26 Rates
	1	£117,732	£122,912
	2	£117,732	£122,912
	3	£117,732	£122,912
	4	£117,732	£122,912
	5	£117,732	£122,912
	6	£122,831	£128,236

**NHS SCOTLAND AGENDA FOR CHANGE PAY RATES FROM 1 APRIL 2026:
FULL PAY JOURNEY**

Band 1	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£25,597	£26,557

Band 2	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£25,731	£26,696
	2	£25,731	£26,696
	3	£27,941	£28,988

Band 3	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£28,051	£29,103
	2	£28,051	£29,103
	3	£30,274	£31,409

Band 4	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£30,397	£31,537
	2	£30,397	£31,537
	3	£30,397	£31,537
	4	£33,063	£34,303

Band 5	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£33,295	£34,544
	2	£33,295	£34,544
	3	£35,576	£36,911
	4	£35,576	£36,911
	5	£41,483	£43,039

Band 6	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£41,668	£43,231
	2	£41,668	£43,231
	3	£43,503	£45,135
	4	£43,503	£45,135
	5	£43,503	£45,135
	6	£50,775	£52,679

Band 7	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£50,935	£52,845
	2	£50,935	£52,845
	3	£52,880	£54,863
	4	£52,880	£54,863
	5	£52,880	£54,863
	6	£59,244	£61,466

Band 8A	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£62,772	£65,125
	2	£62,772	£65,125
	3	£62,772	£65,125
	4	£62,772	£65,125
	5	£62,772	£65,125
	6	£67,762	£70,303

Band 8B	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£74,109	£76,888
	2	£74,109	£76,888
	3	£74,109	£76,888
	4	£74,109	£76,888
	5	£74,109	£76,888
	6	£79,278	£82,251

Band 8C	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£87,526	£90,808
	2	£87,526	£90,808
	3	£87,526	£90,808
	4	£87,526	£90,808
	5	£87,526	£90,808
	6	£93,820	£97,338

Band 8D	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£103,913	£107,810
	2	£103,913	£107,810
	3	£103,913	£107,810
	4	£103,913	£107,810
	5	£103,913	£107,810
	6	£108,362	£112,426

Band 9	Yearly Increment	2025/26 Rates	2026/27 Rates
	1	£122,912	£127,521
	2	£122,912	£127,521
	3	£122,912	£127,521
	4	£122,912	£127,521
	5	£122,912	£127,521
	6	£128,236	£133,044