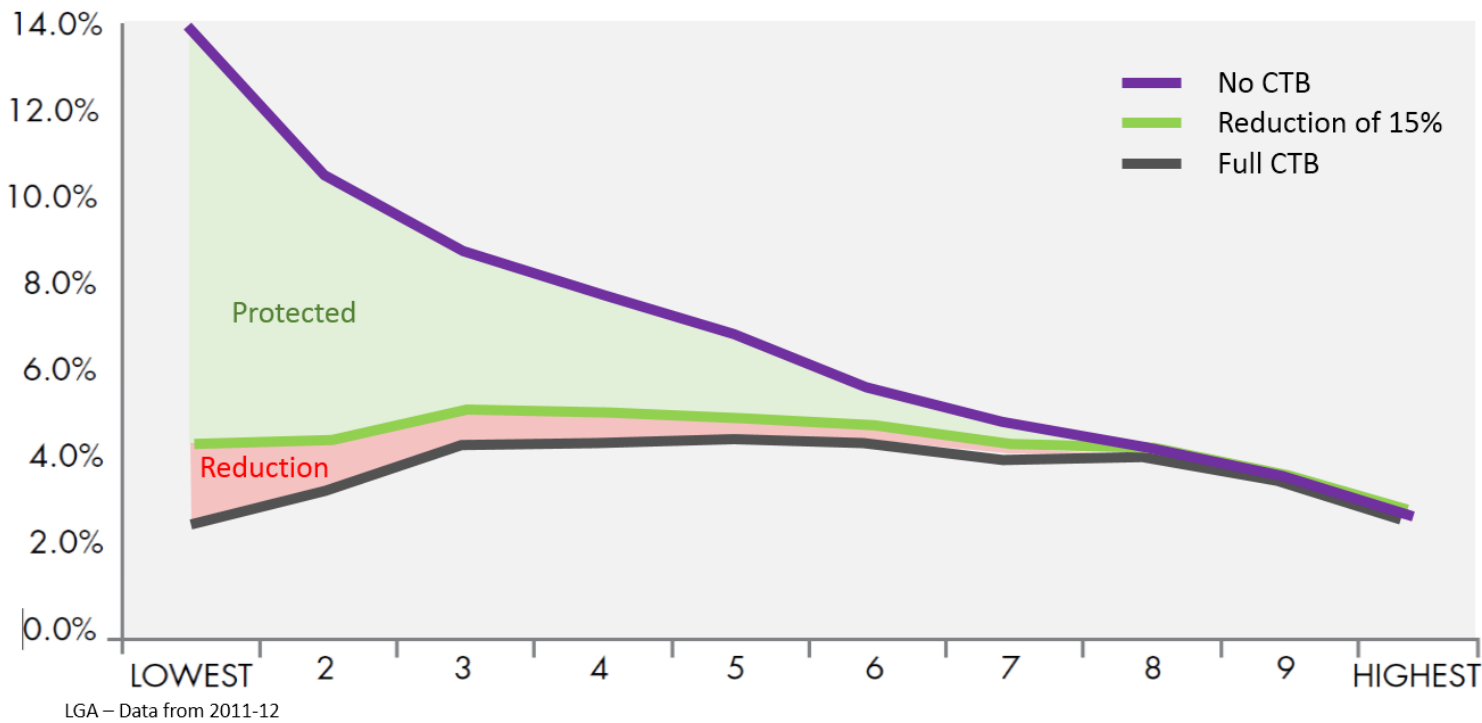


Council Tax Support and Welfare Reform Factsheet (SB1)

Council tax as a proportion of net household income after housing costs by income decile



120 homes with their benefit capped at £26,000 will see an average £2.89 a week reduction in their Council Tax Benefit (£150.28 a year)



2,035 under-occupied homes will see an average £2.61 a week reduction in their Council Tax Benefit (£135.72 a year)

Source: CCC September 2015

Impact of welfare reform on residents who are likely to claim Council Tax Benefit

Other Housing Benefit Changes

- 8,668 households**
LHA room rate change - £120 and £360 reduction a year
- 21 households**
Four bedroom cap - £947 reduction a year
- 219 households**
Abolishing the £15 excess - £780 reduction a year
- 698 households**
Extension of the shared room rate (under 35) - £1,392 reduction a year

DWP changes

- 3,528 people**
Estimated impact of Incapacity Benefit changes - £1,543 reduction a year
- 9,600 people**
Estimated impact of Employment and Support Allowance changes - £1,479 reduction a year
- 2,948 people**
Estimated impact of Disability Living Allowance changes - £3,640 reduction a year

Source: CCC estimates

Other Changes

- 1,900 households**
Non-dependant deductions - £1,121 reduction a year
- 28,500 households**
Tax credit - £812 reduction a year

Source: Sheffield Hallam

Total estimated loss

- £2.6 million**
Localisation of Council Tax Benefits
- £112 million**
Total estimated impact of pre-2015 cuts

Source: Sheffield Hallam

July 2015 Budget changes linked to those claiming CTB

- £26,000 to £20,000**
Further benefit cap reduction
- 18-21 years olds**
Housing benefit not paid automatically and a youth obligation that they 'earn or learn'

- 3,160 work-related ESA claimants**
ESA claimants on work-related activity aligned with JSA rate - noted to be a 30% cut

- Changes to Tax Credits**
27,800 families in Coventry receiving an average £6,622 in CTC and WTC - IFS estimate the loss to be £1,000 a year to working people

- Frozen**
All working age benefits frozen

The Impact of Welfare Reform on Coventry

Note: size of the circle represents the impact on the economy

