

Confidential

Council Tax Reduction Review

Leaders Board Briefing – 12 June 2018

Appendix – Council Tax Reduction and Universal Credit examples

| Current scheme example - 5 bills within 5 months | | Proposed scheme - 2 bills within 5 months | |
|--|--|---|--|
| 1 June | Person on UC claims CTR, CTR claim based on UC | 1 June | Person on UC claims CTR, CTR claim based on UC |
| 7 June | Person receives CT bill | 7 June | Person receives CT bill |
| 10 June | Person does an hour's overtime UC recalculated CTR recalculated, entitlement goes down by £0.25 per week | 10 June | Person does an hour's overtime UC recalculated CTR recalculated, income within same band so no change in entitlement |
| 7 July | NEW increased CT bill | - | - |
| 15 July | Person is sick for a day and receives sick pay rather than wages UC recalculated CTR recalculated, entitlement goes up by £0.15 per week | 15 July | Person is sick for a day and receives sick pay rather than wages UC recalculated CTR recalculated, income within same band so no change in entitlement |
| 7 August | NEW decreased CT bill | - | - |
| 20 August | Person on UC receives a small tax rebate UC recalculated CTR recalculated, entitlement goes down by £0.45 per week | 20 August | Person on UC receives a small tax rebate UC recalculated CTR recalculated, income within same band so no change in entitlement |
| 7 September | NEW increased CT bill | | |
| 19 September | Person on UC receives a wage increase UC recalculated CTR recalculated, entitlement goes down by £2.25 per week | 19 September | Person on UC receives a wage increase UC recalculated CTR recalculated, change in income is sufficient to move to a lower band of entitlement |
| 7 October | NEW increased CT bill | 7 October | NEW increased CT bill |

