

## Examples of Current Council Tax Support Calculations

In all examples the Council Tax is based on Band B Council Tax charge  
(after single person discount has been applied)  
Council Tax £826.64 per year or £15.90 per week

<b>Example 1:</b> Customer is single and looking for work Receiving Job Seeker's Allowance (Income Based)	
Income: Job Seeker's Allowance (aged over 25)	£73.10
No means test Currently entitled to full <b>Council Tax Support £15.90</b> per week Under the new scheme if we reduced maximum entitlement by 10% Entitlement to <b>Council Tax Support will be £14.31</b>	
<b>Example 2:</b> Customer is single, disabled and looking for work Receiving Employment and Support Allowance (Income Related)	
Income: Employment & Support Allowance (aged over 25)	£73.10
Work related activity component	<u>£29.05</u>
	£102.15
No means test Currently entitled to full <b>Council Tax Support of £15.90</b> per week Under the new scheme if we reduced maximum entitlement by 10% Entitlement to <b>Council Tax Support will be £14.31 (£15.90 with disabled protection)</b>	
<b>Example 3:</b> Customer is single and in work Receiving no welfare benefits	
Income: Wages (net earnings working part time)	£99.15
Less earnings disregard	<u>-£5.00</u>
	£94.15
<b>Means test:</b>	
Personal allowance (single person over 25)	<u>-£73.10</u>
Excess income (income higher than personal allowance)	£21.05
Income taper (20% of excess income)	£4.21
Council Tax liability £15.90 per week less £4.21 income taper = £11.69	
Currently entitled to <b>Council Tax Support of £11.69</b> per week Under the new scheme if we reduced maximum entitlement by 10% Entitlement to <b>Council Tax Support will be £10.10</b>	

**Example 4:** Customer is single, disabled and unable to work  
Receiving Employment and Support Allowance (Income Related) and DLA

Income: Employment & Support Allowance (aged over 25)	£73.10
Support component	£36.20
Disability Living Allowance Mobility (lower)	£21.80
Disability Living Allowance Care (highest)	<u>£82.30</u>
	£213.40

No means test

Currently entitled to full **Council Tax Support of £15.90** per week

Under the new scheme if we reduced maximum entitlement by 10%

Entitlement to **Council Tax Support will be £14.31 (£15.90 with disabled protection)**

**Example 5:** Customer is single and in work  
Receiving no welfare benefits

Income: Wages (net earnings working full time)	£203.05
Less earnings disregard (single person)	<u>-£5.00</u>
	£198.05

**Means test:**

Personal allowance (single person over 25)	<u>-£73.10</u>
Excess income (income higher than personal allowance)	£124.95
Income taper (20% of excess income)	£24.99

Council Tax liability £15.90 per week (less than excess income taper)

**Nil entitlement to Council Tax Support**

**Example 6:** Customer is single working (earning National Minimum Wage 20 hours)  
Receiving no welfare benefits

Income: Wages (net earnings working part time)	£130.00
Less earnings disregard (single person)	<u>-£5.00</u>
	£125.00

**Means test:**

Personal allowance (single person over 25)	<u>-£73.10</u>
Excess income (income higher than personal allowance)	£51.90
Income taper (20% of excess income)	£10.38

Council Tax liability £15.90 per week less £10.38 income taper = £5.52

Currently entitled to **Council Tax Support of £5.52** per week

Under the new scheme if we reduced maximum entitlement by 10%

Entitlement to **Council Tax Support will be £3.93**