Appendix 2 - Council Tax Support – Torbay working age household analysis for 2018/19

Torbay households receiving maximum Council Tax Support (70%)	6,299	83.25%
Torbay households receiving less than 70% maximum Council Tax Support	1,267	16.75%
Total Torbay working Age households receiving Council Tax Support	7,566	100%



How a household income banded scheme would be applied to working age households claiming Council Tax Support

- Within the new banded scheme, the current maximum Council Tax Support award of 70% would be retained.
- Important All 83.25% of working age households currently receiving the maximum Council Tax award of 70% would continue to receive this award of 70% within the new banded scheme.
- Therefore, the number of working age households in receipt of Council Tax Support *potentially* affected by changing to a banded scheme is 1,267 or 16.75% see graph below

- The income bands that would be applied within the new banded scheme are calculated by analysing the current working age household incomes within their present Council Tax Support claim.
- Precise system review/modelling of the current household incomes are used to calculate the different income bands set per size of household composition. These values are aligned with income applicable amounts currently used for the assessment of Council Tax Support to maintain a consistency.
- The three other percentage awards of Council Tax Support that are below the maximum 70% award are then calculated by using the above income data of the households.
- Once the above has been completed, the system modelling process will match the 16.75% of working age households not receiving the maximum award of 70%, to calculate their new award. This new award will be as close as possible to the level of Council Tax Support they are currently receiving.
- To mitigate any potential impact experienced by the 16.75% households adversely affected by the proposed changes, we will seek to identify these household and continue to operate the Hardship Scheme which has an annual budget of £80k to support residents showing a need for additional support in their payments.