

**Tamworth Borough Council's Banding Scheme Option 1**

**Current Scheme Expenditure £4,082,941**

**Proposed Cost £4,613,937 (includes current spend – Pensioner scheme @ £2,168,224)**

**Overspend £530,996**

Income bands

Weekly income levels					
Band	Discount	Single Person	Couple with no children or young person	Couple or lone parent with one child/young person	Couple or lone parent with two or more children/young persons
1	100%	Passported Benefit			
		£0 - £79.99	£0 - £119.99	£0 - £179.99	£0 - £239.99
2	75%	£80 – £129.99	£120 - £169.99	£180 - £229.99	£240 – £299.99
3	50%	£130 - £179.99	£170 - £219.99	£230 – £279.99	£300 - £349.99
4	25%	£180 - £259.99	£220 - £299.99	£280 - £379.99	£350 - £449.99
5	0%	£260 +	£300 +	£380 +	£450 +

Scheme basics

- The maximum discount that can be paid is 100%. Anyone with savings above £16,000 will not qualify.
- Applicants will receive a discount of 100%, 75%, 50%, 25% or no discount, depending on the level of their income and the income band they fall into.
- People on a Passported benefit – ie Income Support, Jobseekers Allowance (IB) or Employment Support Allowance (IR) will automatically be placed into Band 1 (ie 100% discount).
- Net weekly income is used.
- £25 per week disregard from net earnings.
- DLA, PIP, War Pensions, Child Benefit, Child Maintenance, ESA Support Component and Carers Allowance are disregarded in full.
- Extra disregards apply if disabled (ie SDP) and/or a child receives DLA/PIP.
- Minimum award of £1.00 per week.

3 Do not qualify – due to income.

76 lose average £351 pa. (1 loses £1200 (due to income of £830 per week).

1811 gain

653 no change to current entitlement

Of the claims that lose entitlement:

76 Non-passported – ave loss £351 pa.

(ie all Passported claims under this scheme will gain from 75% to 100%)

## Tamworth Borough Council's Banding Scheme Option 2

Cost £4,108,821

Overspend £25,880

Income bands

Weekly income levels					
Band	Discount	Single Person	Couple with no children or young person	Couple or lone parent with one child/young person	Couple or lone parent with two or more children/young persons
1	80%	Passported Benefit			
		£0 - £79.99	£0 - £119.99	£0 - £179.99	£0 - £239.99
2	60%	£80 - £129.99	£120 - £169.99	£180 - £229.99	£240 - £299.99
3	40%	£130 - £179.99	£170 - £219.99	£230 - £279.99	£300 - £349.99
4	20%	£180 - £259.99	£220 - £299.99	£280 - £379.99	£350 - £449.99
5	0%	£260 +	£300 +	£380 +	£450 +

Scheme basics

- The maximum discount that can be paid is 80%. Therefore everyone will have to contribute a minimum of 20% council tax.
- Anyone with savings above £6,000 will not qualify.
- Applicants will receive a discount of 80%, 60%, 40%, 20% or no discount, depending on the level of their income and the income band they fall into.
- People on a Passported benefit – ie Income Support, Jobseekers Allowance (IB) or Employment Support Allowance (IR) will automatically be placed into Band 1 (ie 80% discount).
- Net weekly income is used.
- £25 per week disregard from net earnings.
- DLA, PIP, War Pensions, Child Benefit, Child Maintenance, ESA Support Component and Carers Allowance are disregarded in full.
- Extra disregards apply if disabled (ie SDP) and/or a child receives DLA/PIP.

13 do not qualify due to capital limit reduction from £16,000 to £6,000.

**Recalculated changing the capital limit to £16K = Overspend £35,995 (additional £10,075).**

3 do not qualify – due to income.

762 lose average £213 pa. (5 lose £1000 - £1300 (due to income – ranges from £800-£950 per week).  
1778 gain

Of the claims that lose entitlement:

474 Passported – ave loss £188 pa (these are

288 Non-passported – ave loss £254 pa.

## Tamworth Borough Council's Banding Scheme Option 3

Cost £4,055,937

Saving £27,003

Income bands

Weekly income levels					
Band	Discount	Single Person	Couple with no children or young person	Couple or lone parent with one child/young person	Couple or lone parent with two or more children/young persons
1	90%	Passported Benefit			
		£0 - £73.34	£0 - £115.13	£0 - £199.48	£0 - £266.38
2	75%	£73.35 – £133.34	£115.14 - £175.13	£199.49 - £259.48	£266.39 – £326.38
3	50%	£133.35 - £163.34	£175.14 - £205.13	£259.49 – £289.48	£326.38 - £356.38
4	25%	£163.35 - £193.34	£205.14 - £235.13	£289.49 - £319.48	£356.39 - £386.38
5	0%	£193.35 +	£235.14 +	£319.49 +	£386.39 +

Scheme basics

- The maximum discount that can be paid is 90%. Therefore everyone will have to contribute a minimum of 10% council tax.
- Anyone with savings above £6,000 will not qualify.
- Applicants will receive a discount of 90%, 75%, 50%, 25% or no discount, depending on the level of their income and the income band they fall into.
- People on a Passported benefit – ie Income Support, Jobseekers Allowance (IB) or Employment Support Allowance (IR) will automatically be placed into Band 1 (ie 90% discount).
- Net weekly income is used.
- £25 per week disregard from net earnings.
- DLA, PIP, War Pensions, Child Benefit, Child Maintenance and Carers Allowance are disregarded in full.
- Extra disregards apply of £64.19 if a child receives DLA/PIP and £65.85 if disabled (ie SDP).

172 DNQ – due to income (14 DNQ due to capital limit reduction) = 186.

1104 lose average £253 pa. (14 claims lose £1000 - £1700 (due to income – ranges from £475-£950 per week).

1257 gain

179 no change

Of the claims that lose entitlement:

474 Passported – ave loss £99 pa

630 Non-passported – ave loss £369 pa.

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