

Appendix 2

How the calculation methods of the schemes differ

*These tables also show the impact of non-dependent charges and the simplification of them

Current scheme

Excess income of claimant	£0	£6	£21	£36
Equivalent to	Band 1	Band 2	Band 3	Band 4
Number of non-dependents	1	2	1	0
My weekly Council Tax bill is	£25	£25	£25	£25
My non-dependent deduction is	£4.05	£8.10	£12.45	£0
My maximum CTRS is	£20.95	£16.90	£12.55	£25
My excess income is	£0	£6	£21.00	£36
Taper amount my support is reduced by (20% of my excess income)	£0	£1.20	£4.20	£7.20
Amount of Council Tax support I'm entitled to (discounted off Council Tax charge)	£20.95	£15.70	£8.35	£17.80
Minimum payment 10% (or 8.5%) I have to make - known as baseline reduction	£2.10	£1.57	£0.84	£1.78
Amount of Council Tax I have to pay a week	£6.15	£10.87	£17.49	£8.98

Model 1 Simplified banded scheme

Excess income of claimant	£0	£6	£21	£36
Equivalent to	Band 1	Band 2	Band 3	Band 4
Number of non-dependents	1	2	1	0
bill is	£25	£25	£25	£25
My non-dependent deduction (Standard £5, can be multiple if multiple non depts)	£5	£10	£5	£0
My maximum CTRS (before excess income taken into consideration)	£20	£15	£20	£25
My excess income is	£0	£6	£21	£36
% of Council Tax reduction I get based on my band	100	90	78	66
Amount of Council Tax support I'm entitled to (discounted off Council Tax charge)	£20	£13.50	£15.60	£16.50
Amount of Council Tax I have to pay a week	£5	£11.50	£9.40	£8.50

Model 2 Simplified scheme (retaining taper)

Excess income of claimant	£0	£6	£21	£36
Equivalent to	Band 1	Band 2	Band 3	Band 4
Number of non-dependents	1	2	1	0
My base weekly council charge	£25	£25	£25	£25
My non-dependent deduction (Standard £5, can be multiple if multiple non depts)	£5	£10	£5	£0
My maximum CTRS (before excess income taken into consideration)	£20	£15	£20	£25
My excess income	£0	£6	£21	£36
Taper amount my support is reduced by (20% of my excess income)	£0	£1.20	£4.20	£7.20
Amount of Council Tax support I'm entitled to (discounted off Council Tax charge)	£20	£13.80	£15.80	£17.80
Amount of Council Tax I need to pay	£5	£11.20	£9.20	£7.20