

Appendix B

Non-dependant deductions changes

Option 2

Simplifying non-dependant charges to have either an **£8 or £20** non-dependant charge based on whether non-dependant is in work or out of work.

Explanation:

2 ND charges only. Simplify administration and remove the need to verify income for non-dependants where CTS only claim.

Savings:

Applying this option would reduce the overall the cost of the scheme by **£697,513.59**

Explanation	Current ND charge	*Proposed ND charges	Households with a non-dependant (3163 total)
Not working	5	8	1866
Earning Up to £150	10	20	220
Earning £150-£200	15	20	308
Earning £200+	20	20	769

Scenario 3 – Single Parent not working, Band D, 2 children, passported, non-dependant working (£100 per week).

Under this proposal, this would mean an increase to their council tax owed per week of £10.00 / £520.00 per annum

<u>Current Scheme</u>		<u>Proposed Scheme</u>	
Weekly council tax liability	£29.29	Weekly council tax liability	£29.29
Weekly CTR entitlement	£19.29	Weekly CTR entitlement	£9.29
Weekly council tax to pay	£10.00	Weekly council tax to pay	£20.00

Scenario 4 – Couple, Band D, 2 children, passported. 1 non-dependant not-working.

Under this proposal, this would mean an increase to their council tax owed per week of £3.00 / £156.00 per annum

<u>Current Scheme</u>		<u>Proposed Scheme</u>	
Weekly council tax liability	£39.05	Weekly council tax liability	£39.05
Weekly CTR entitlement	£34.05	Weekly CTR entitlement	£31.05
Weekly council tax to pay	£5.00	Weekly council tax to pay	£8.00