





- The Welfare Reform Act 2012 has introduced new benefit changes which will affect social tenants (existing and prospective, council & housing association tenants) from 1 April 2013
- Housing Benefit (HB) will no longer be paid to working age social tenants who under-occupy their homes (Bedroom Tax)
- The Department of Communities & Local Government has issued new guidance on social housing allocations following the implementation of the Welfare Reform 2012 & Localism Act 2011



Impact on Under-occupying Tenants

- Tenants of a working age (i.e. under 62 years as at 1 April 2013) in receipt of housing benefit and underoccupying by 1 bedroom will have their housing benefit cut by 14% of their current rent (25% if underoccupying by 2 or more bedrooms)
- Example

Tenant living in a 3 bedroom house and current weekly rent is $\pounds75.00$ and they only need 2 bedrooms according to HB rules, the HB will be reduced by 14% of the $\pounds75.00$ rent – a reduction of $\pounds10.50$ per week ($\pounds42.00$ per month)

If tenant only needs 1 bedroom HB will be reduced by £18.75 per week (£75.00 per month)



Expectant Families

 Unborn children will only be considered as part of the household for bedroom eligibility purposes after the baby is born and their birth is registered

Under-occupation

- All social under-occupiers of 4(+) bedrooms, those under-occupying by 2 bedrooms or those under-occupying 2 bedroom accommodation given Band 1 priority
- Social tenants under-occupying 3 bedroom accommodation who require 2 bedrooms will be given Band 2 priority







