

188,000 households now have their benefits capped

More than 8 in 10 are families with children, who lose more than the cost of an average food shop every week



Numbers capped increased over the pandemic

The number of households having their benefits capped has increased by **19%** over the past year (May 2020-May 2021) to 188,000 and has **more than doubled** compared to the number capped before the pandemic (78,000) in February 2020.

Capped households have their benefits limited to £20,000 a year, or £23,000 in London, and for single people without children the limit is £13,400 or £15,410 in London. This takes no account of factors like the cost of housing or size of a family.





Capped families lose out on £59 a week

The average that families with children lose every single week under the cap is £58.84. This has risen since the start of the pandemic, so that capped families now lose **more than the average UK household spends on food** each week (£58.40).



Most of those capped are families

83% of those whose benefits are capped are **families with children**. **62% (115,000 households) are lone parents**, who may face additional barriers returning to work even as the economy recovers from the pandemic.

6 in 10 are lone parents



The number of single people who are benefit capped is growing. 1 in 6 (17%) capped households live alone. In London it is 38%. The cap puts people at risk of rough sleeping: single people who cannot pay their rent may find it more difficult to access homelessness assistance.



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Budgets squeezed by cap across England

Single parent with 2 children

in 3 bedroom home

Broad Rental Market Area (BRMA) Capped Not capped Such a family would be capped everywhere in the South East, South In **7 in 10 (68%)** areas West and London and in England, a lone in most of the West parent with 2 children Midlands and East of in a modest 3 bedroom England. home would be benefit capped If a family moves to escape the cap, they face losing access to schools. childcare and a support network

Scrap the benefit cap

The cap is arbitrary and unfair and it **must be scrapped.** It forces families to make impossible choices between keeping up with the rent and paying for food and other essentials.

Sources

Numbers of households claiming Universal Credit or Housing Benefit who have their benefits capped taken from DWP, <u>'Benefit Cap Statistics: Households capped to May 2021</u>' and DWP, statxplore, accessed 27th September 2021.

Average weekly food budget for a UK household taken from ONS, <u>'Living Costs and Food Survey,</u> <u>financial year ending 2001 to financial year ending 2020</u>': Table A1 'Detailed expenditure with fullmethod standard errors', March 2021.

The map of where a lone parent family with 2 children would be benefit capped refers to a single parent claiming Universal Credit including housing element and child benefit renting a three bedroom home at the Local Housing Allowance rate in their area. Local Housing Allowance rates are taken from Valuation Office Agency, <u>'LHA Rates Tables 2021-22'</u>, January 2021. Base map of broad rental market areas in England is from Valuation Office Agency, <u>Broad Rental Market Area boundary layer for Geographical Information System (GIS)</u>, June 2020.