Universal Credit – experimental official statistics to August 2014

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Information Exploitation and Security Directorate Department for Work and Pensions

Telephone:

Press Office: 0203 267 5129 Out of hours: 0203 267 5144

Website: www.gov.uk

Twitter www.twitter.com/dwppressoffice

Statistician:

Mark Burley
Information Exploitation and
Security Directorate
Department for Work and Pensions
Kings Court
Hanover Way
Sheffield
S3 7UF

Telephone: 0114 209 8214

Email:

mark.burley1@dwp.gsi.gov.uk

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If you have any comments or suggestions regarding this publication, please contact DWP via <u>stats-consultation@dwp.gsi.gov.uk</u>.

Introduction

Universal Credit has started to replace six existing benefits and tax credits with a single monthly payment. Universal Credit will eventually replace:

- Income-based Jobseeker's Allowance
- Income-related Employment and Support Allowance
- Income Support
- Working Tax Credit
- Child Tax Credit
- Housing Benefit

The main differences between Universal Credit and the current welfare system are:

- Universal Credit is available to people who are in work and on a low income, as well as to those who are out-of-work
- most people will apply online and manage their claim through an online account
- Universal Credit will be responsive as people on low incomes move in and out
 of work, they'll get ongoing support
- most claimants on low incomes will still be paid Universal Credit when they first start a new job or increase their part-time hours
- claimants will receive a single monthly household payment, paid into a bank account in the same way as a monthly salary
- support with housing costs will usually go direct to the claimant as part of their monthly payment

Key findings

Please note that this release contains finalised data for starters up to the second Thursday in August and finalised caseload data for each month from May 2013 to July 2014 based on a count date of the second Thursday of each month. Provisional caseload figures are also available for August 2014 (again, based on a 'count date' of the second Thursday of the month). This is an improvement of approximately six weeks, for finalised starters and provisional caseload figures and two weeks for finalised caseload figures, on the timeliness of the official statistics previously published.

Provisional figures will be finalised within the next monthly release.

Starters

- Between April 2013 and August 2014¹, a total of **13,260** people have started Universal Credit.
- The majority of starters to Universal Credit were males, nearly 70%, and most, over 60% were under 25 years old.

Caseload

- Provisional caseload figures show that as at August 2014¹, a total of 11,070 people were on the Universal Credit
- Over 80% of the Universal Credit caseload were from Jobcentre Offices in the North West

¹ Statistics relate to the 14th August 2014 - please see the **Methodology** section

In this Summary

There are some changes to the reporting periods in this release – please see the <u>Methodology</u> section for more details. These changes align reporting periods with the reporting periods for the Office for National Statistics (ONS) Claimant Count statistical series, and allow more timely statistics to be released.

This Summary contains statistics on Universal Credit covering the period to 14th August 2014 (the 'count date') covering the 39 Jobcentre Offices and 10 Jobcentre Districts who had implemented Universal Credit up to this date (see **Section 5 – Further Roll Out** for more details). These have been developed and released in accordance with the Code of Practice for statistics and its supporting principles. **This report contains two measures:**

- A starter to Universal Credit is defined as an individual who has completed the Universal Credit claim process and accepted their Claimant Commitment². The reporting month in relation to starts to Universal Credit relates to a period from the second Friday in the previous month to the second Thursday in the current month, e.g. for August 2014 the starts recorded relate to the period 11th July 2014 to 14th August 2014.
- The **caseload** of Universal Credit claimants includes those who have started Universal Credit (as above) and have not had a termination recorded for this spell, up to the 'count date'. A termination would be recorded either at the request of the individual or if their entitlement to Universal Credit ends, for example, they no longer satisfy the financial conditions to receive Universal Credit as they have capital over £16,000, or increased earnings which reduce their award to zero for six consecutive months. The latest overall Universal Credit caseload figure reported in this release relates to the second Thursday in August, i.e. 14th August. Please note that this figure is provisional and will be finalised in the next release (although the expectation is that the provisional figure will be within one per cent of the final figure).

It is important to note that although new claims for Universal Credit were initially restricted to single, unemployed people without children these statistics include all people claiming Universal Credit, both those people in work and out-of-work. People on Universal Credit who are in employment may or may not be receiving a Universal Credit payment. Work is being undertaken within DWP to publish statistics that distinguish between these two groups by Autumn 2014.

The ONS they have already begun to produce an adjusted version of the Claimant Count³, which is a measure of the number of people who are claiming benefits principally for the reason of being unemployed, using information contained within this publication.

Future Releases

The next release of Universal Credit statistics will be on 15 October 2014 and will contain data to 11 September 2014.

DWP plans to expand the range of statistics included in future editions of this release as their reliability is confirmed.

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https://www.gov.uk/government/publications/universal-credit-and-your-claimant-commitment-quick-guide

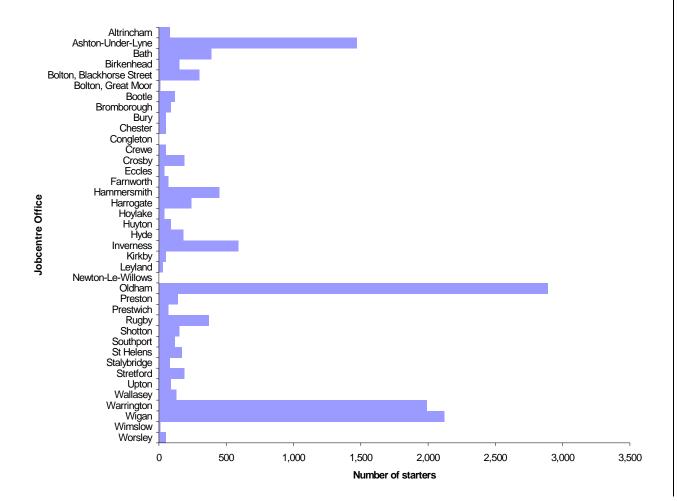
http://www.ons.gov.uk/ons/guide-method/method-quality/specific/labour-market/claimant-count/indicative-representation-of-the-claimant-count-including-universal-credit-caseload-guidance-document.pdf

Section 1. Official statistics and commentary

** Further breakdowns are available for some of the charts below in the accompanying Excel tables.

1a. Analysis of starters

Chart 1.1 Universal Credit starters, cumulative to 14th August 2014, by Jobcentre Office



Key messages

- Between 29th April 2013 and 14th August 2014, a total of 13,260 people have started on Universal Credit;
- Over 60% of new claims are for people aged under 25 and reflect the initial take-on for Universal Credit, of single, non home owning, unemployed people without children;
- Nearly **70%** of starters to Universal Credit were males.

Table 2.1 and **Supplementary Table 1.1** show a time series of monthly starts to Universal Credit, split by Jobcentre district.

- These show that the number of new on-flows has increased over the last 3 months with a significant increase in the latest month. This is mainly due to number of offices which have now implemented Universal Credit however the numbers have also risen in offices where Universal Credit was in operation prior to this point.
- By August 2014 the highest number of new starters in that month, were in Greater Manchester East and West followed by Merseyside.

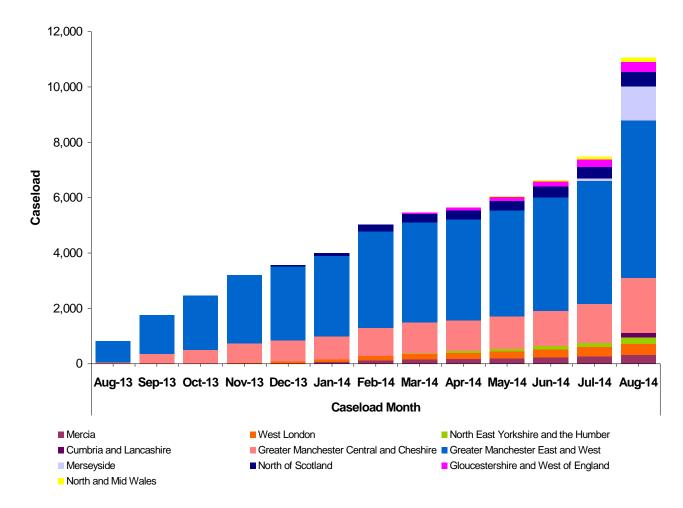
Chart 1.1, Table 2.2 and Supplementary Tables (1.2 to 1.4) show the cumulative number of new starters. During the period April 2013 to August 2014 13,260 people started on the benefit. The majority of new starters were from offices in the four districts in the North West (Greater Manchester East and West, Greater Manchester Central and Cheshire, Merseyside and Cumbria and Lancashire) which had more than one office where Universal Credit was live. The other six districts had only one office in operation which is the main reason why the numbers for these areas were lower.

Table 2.2 and Supplementary Tables 1.2 and 1.4 show the proportion of the cumulative Universal Credit starters by gender, in the period looked at by this release you can see that nearly **70%** were males.

1b: Analysis of caseload

Figures for August 2014 are provisional figures and will be finalised within the next monthly release.

Chart 1.3: Universal Credit caseload, as at end of month, by Jobcentre District: Aug-13 to Aug-14



Key messages

- On the 14th August 2014, the total caseload of Universal Credit claimants was **11,070** people;
- Nearly 60% of the Universal Credit caseload on 14th August 2014 are younger people, under the age of 25.Chart 1.3, Table 3.1 and Supplementary Table 2.1 show the time series of the monthly caseloads of Universal Credit. The highest caseload as at August 2014 is in Greater Manchester East and West followed by Greater Manchester Central and Cheshire.
- The caseload has shown a similar pattern to the figures for starters in that there has been a significant increase in the latest month.

Chart 1.4, Table 3.1 and Supplementary Table 2.1 show the percentage of August 2014's caseload of Universal Credit, split by age. These show that over 60% of claimants of Universal Credit in the latest month were under 25.

Table 3.2, Table 3.3 and Supplementary Tables (2.2 to 2.7) break the Universal Credit caseload, at 14th August 2014, down by further geographies (based on the latest held address of the claimant)

For further details of the Jobcentre Offices and Districts that have now implemented Universal Credit please see <u>Section 5</u> – Further Roll Out.

Section 2. Tables on Universal Credit starters

The following definitions and conventions are used in the next two sections

Figures are rounded to the nearest ten.

Totals may not sum due to rounding.

Local Authorities and Parliamentary Constituencies are assigned by matching the claimant's postcode against the relevant postcode directory and may therefore differ to those given by Jobcentre District/Office.

Table 2.1 Monthly numbers of starters to Universal Credit, Mar-14 to Aug-14

| | | Start Month | | | | | |
|----------|---|-------------|--------|--------|--------|--------|--------|
| | | Mar-14 | Apr-14 | May-14 | Jun-14 | Jul-14 | Aug-14 |
| Total | | 780 | 620 | 540 | 630 | 880 | 3,650 |
| Gender | Male | 560 | 440 | 390 | 450 | 560 | 2,420 |
| Gender | Female | 230 | 180 | 160 | 190 | 330 | 1,220 |
| | 16-24 | 460 | 360 | 310 | 350 | 580 | 2,190 |
| Age | 25-49 | 290 | 230 | 200 | 240 | 270 | 1,240 |
| | 50+ | 40 | 40 | 30 | 30 | 40 | 220 |
| | Mercia | 50 | 30 | 20 | 40 | 40 | 60 |
| | West London | 50 | 30 | 40 | 40 | 40 | 80 |
| | North East Yorkshire and the Humber | 20 | 40 | 30 | 40 | 30 | 70 |
| | Cumbria and Lancashire | | | | | | 170 |
| District | Greater Manchester Central and Cheshire | 160 | 100 | 90 | 100 | 170 | 580 |
| DISTRICT | Greater Manchester East and West | 390 | 300 | 260 | 290 | 380 | 1,270 |
| | Merseyside | | | | | 70 | 1,170 |
| | North of Scotland | 70 | 50 | 30 | 40 | 60 | 80 |
| | Gloucestershire and West of England | 40 | 60 | 50 | 60 | 70 | 110 |
| | North and Mid Wales | | - | 20 | 30 | 40 | 60 |

Table 2.2 Cumulative numbers of starters to Universal Credit, Mar-14 to Aug-14

| | | Start Month | | | | | |
|----------|---|-------------|--------|--------|--------|--------|--------|
| | | Mar-14 | Apr-14 | May-14 | Jun-14 | Jul-14 | Aug-14 |
| Total | | 6,940 | 7,560 | 8,100 | 8,730 | 9,610 | 13,260 |
| Gender | Male | 4,840 | 5,280 | 5,660 | 6,110 | 6,660 | 9,090 |
| Gender | Female | 2,100 | 2,280 | 2,440 | 2,620 | 2,950 | 4,170 |
| | 16-24 | 4,490 | 4,850 | 5,160 | 5,510 | 6,090 | 8,270 |
| Age | 25-49 | 2,180 | 2,410 | 2,610 | 2,850 | 3,120 | 4,350 |
| | 50+ | 260 | 300 | 340 | 370 | 410 | 630 |
| | Mercia | 180 | 220 | 240 | 280 | 310 | 370 |
| | West London | 230 | 260 | 290 | 330 | 370 | 450 |
| | North East Yorkshire and the Humber | 20 | 70 | 100 | 140 | 170 | 240 |
| | Cumbria and Lancashire | | | | | | 170 |
| District | Greater Manchester Central and Cheshire | 1,400 | 1,500 | 1,590 | 1,690 | 1,860 | 2,440 |
| DISTRICT | Greater Manchester East and West | 4,740 | 5,040 | 5,300 | 5,590 | 5,970 | 7,230 |
| | Merseyside | | | | | 70 | 1,230 |
| | North of Scotland | 330 | 380 | 410 | 450 | 510 | 590 |
| | Gloucestershire and West of England | 40 | 100 | 150 | 210 | 270 | 390 |
| | North and Mid Wales | | - | 20 | 50 | 90 | 150 |

^{**} Further breakdowns of statistics in the tables below are available in the accompanying Excel tables **

[&]quot;-" Nil or Negligible;

[&]quot;." Not applicable;

Section 3. Tables on Universal Credit caseload

Figures for August 2014 are provisional figures and will be finalised within the next monthly release.

Table 3.1 Caseload of Universal Credit, Mar-14 to Aug-14

| | | Caseload Month | | | | | |
|----------|---|----------------|--------|--------|--------|--------|--------|
| | | Mar-14 | Apr-14 | May-14 | Jun-14 | Jul-14 | Aug-14 |
| Total | | 5,450 | 5,640 | 6,060 | 6,630 | 7,460 | 11,070 |
| Gender | Male | 3,830 | 3,950 | 4,240 | 4,650 | 5,160 | 7,570 |
| Gender | Female | 1,620 | 1,690 | 1,810 | 1,980 | 2,300 | 3,500 |
| | 16-24 | 3,430 | 3,500 | 3,690 | 4,000 | 4,510 | 6,610 |
| Age | 25-49 | 1,800 | 1,900 | 2,080 | 2,320 | 2,600 | 3,880 |
| | 50+ | 210 | 240 | 280 | 310 | 350 | 580 |
| | Mercia | 160 | 180 | 200 | 240 | 270 | 320 |
| | West London | 200 | 220 | 250 | 280 | 330 | 400 |
| | North East Yorkshire and the Humber | 20 | 60 | 90 | 130 | 160 | 230 |
| | Cumbria and Lancashire | | | | | - | 170 |
| District | Greater Manchester Central and Cheshire | 1,110 | 1,110 | 1,170 | 1,260 | 1,410 | 1,990 |
| DISTRICT | Greater Manchester East and West | 3,630 | 3,660 | 3,840 | 4,110 | 4,450 | 5,690 |
| | Merseyside | | | | | 70 | 1,230 |
| | North of Scotland | 290 | 310 | 340 | 380 | 430 | 510 |
| | Gloucestershire and West of England | 40 | 100 | 140 | 190 | 260 | 370 |
| | North and Mid Wales | | - | 20 | 50 | 90 | 150 |
| | Up to 3 months | 2,550 | 2,500 | 2,090 | 1,790 | 2,050 | 5,050 |
| Duration | 3 - 6 months | 1,780 | 1,630 | 2,080 | 2,330 | 2,400 | 1,860 |
| | More than 6 months | 1,110 | 1,510 | 1,880 | 2,510 | 3,010 | 4,170 |

Table 3.2 Universal Credit Caseload by Local Authority: 14th August 2014

| Local Authority | Caseload | Local Authority | Caseload |
|----------------------------|----------|------------------------------------|----------|
| Oldham | 2,240 | Bury | 140 |
| Wigan | 1,560 | Knowsley | 130 |
| Warrington | 1,480 | Preston | 110 |
| Tameside | 1,250 | Salford | 90 |
| Highland (Islands) | 500 | Cheshire East | 60 |
| Wirral | 490 | South Ribble | 60 |
| Sefton | 440 | Cheshire West and Chester | 50 |
| Bolton | 360 | West Lancashire | 20 |
| Hammersmith & Fulham | 360 | Kensington & Chelsea | 20 |
| Bath & North East Somerset | 350 | Manchester | 20 |
| Rugby | 310 | Halton | 10 |
| Trafford | 260 | Rochdale | 10 |
| Harrogate | 220 | Birmingham | 10 |
| St. Helens | 200 | Other local authority ⁵ | 200 |
| Flintshire | 140 | ' | |

Table 3.2 Universal Credit Caseload by Parliamentary Constituency: 14th August 2014

| Parliamentary Constituency | Caseload | Parliamentary Constituency | Caseload |
|---|----------|---|----------|
| Oldham West and Royton | 1,170 | Preston | 80 |
| Ashton-under-Lyne | 950 | Altrincham and Sale West | 80 |
| Wigan | 930 | Wirral South | 70 |
| Oldham East and Saddleworth | 900 | Worsley and Eccles South | 60 |
| Warrington North | 780 | Bolton West | 50 |
| Warrington South | 710 | South Ribble | 40 |
| Makerfield | 610 | Bury North | 40 |
| Inverness, Nairn, Badenoch and Strathspey | 460 | City of Chester | 40 |
| Hammersmith | 360 | Crewe and Nantwich | 40 |
| Rugby | 300 | Skipton and Ripon | 40 |
| Denton and Reddish | 240 | Ross, Skye and Lochaber | 40 |
| Bootle | 240 | Salford and Eccles | 30 |
| Bath | 230 | Ribble Valley | 20 |
| Stalybridge and Hyde | 230 | Wyre and Preston North | 20 |
| Birkenhead | 190 | Wythenshawe and Sale East | 20 |
| Bolton South East | 180 | Kensington | 20 |
| Harrogate and Knaresborough | 180 | West Lancashire | 20 |
| Stretford and Urmston | 160 | Congleton | 10 |
| Wallasey | 150 | Leigh | 10 |
| Alyn and Deeside | 140 | Tatton | 10 |
| Bolton North East | 130 | Weaver Vale | 10 |
| North East Somerset | 120 | Eddisbury | 10 |
| St Helens North | 120 | Manchester Central | 10 |
| Knowsley | 110 | Rochdale | 10 |
| St Helens South and Whiston | 110 | Blackley and Broughton | 10 |
| Sefton Central | 110 | Ellesmere Port and Neston | 10 |
| Bury South | 100 | 0 Manchester, Withington | |
| Southport | 90 | Selby and Ainsty | |
| Wirral West | 80 | Other Parliamentary Constituency ⁵ | 220 |

⁵Note the "Other" categories will contain claimants that were originally based in Universal Credit areas when their claim started but have since moved to another area.

Section 4. Methodology

4a. Data Source

These official statistics have been compiled using data from systems within local offices and records of Universal Credit benefit payments made by the Department.

This and other new data sources will, in time, allow a progressively wider range of breakdowns to be published as the new IT systems are introduced. The methodology used and definitions of the official statistics will be updated within subsequent releases, along with information on the impact of any changes to the time series already released.

These statistics have been developed using guidelines set out by the UK Statistics Authority, and are new official statistics undergoing evaluation. They have therefore been badged as being Experimental Statistics⁶. Users are invited to comment on the development and relevancy of these statistics at this stage.

4b. Definitions used

A starter to Universal Credit is defined as an individual who has completed the Universal Credit claim process and accepted their Claimant Commitment. This reflects the number of individuals who have actually started Universal Credit.

Figures show the first successful claim per individual. Subsequent claims by the same individual will not be counted in this release. Work is currently ongoing to identify and include these cases in future publications. The number of individuals with multiple starts to Universal Credit, up to the reporting point, is negligible.

A Universal Credit claimant is recorded as being on the caseload if they have started Universal Credit and are not recorded (up to the reporting point) as having terminated their Universal Credit spell. A termination would be recorded either at the request of the individual or if their entitlement to Universal Credit ends, for example, they no longer satisfy the financial conditions to receive Universal Credit as they have capital over £16,000, or increased earnings which reduce their award to zero.

Previous releases of official statistics on Universal Credit related to a 'count date' of the last day of the month (for example, 31st May 2014). For this release, and future releases, the count date will relate to the second Thursday of the month. This aligns the count date used by the ONS Claimant Count statistics, and also enables more timely information to be released on Universal Credit.

The reporting month in relation to **starts** to Universal Credit relates to a period from the second Friday in the previous month to the second Thursday in the current month, e.g. for August 2014 the starts recorded relate to the period 11th July 2014 to 14th August 2014.

The reporting month for **caseload** figures relates to the second Thursday in that month i.e. for August 2014 it will be the number of people on the Universal Credit caseload as at 14th August 2014.

The table below shows the Universal Credit caseload figures using both count dates from the beginning of 2014, so that users can assess the impact of this change.

| Reporting Month | Previously published figures | Published figures (second |
|-----------------|------------------------------|---------------------------|
| | (last day of the month) | Thursday of the month) |
| Jan-14 | 4,690 | 4,010 |
| Feb-14 | 5,230 | 5,020 |
| Mar-14 | 5,580 | 5,450 |
| Apr-14 | 6,000 | 5,640 |
| May-14 | 6,570 | 6,060 |
| Jun-14 | Not Available | 6,630 |

⁶ For further details of experimental statistics, see: http://www.statisticsauthority.gov.uk/news/assessment-and-designation-of-experimental-statistics.html

Section 5. Further roll out

Universal Credit, which is already available in a number of areas⁷ across England, Scotland and Wales, continued its roll out across the North West of England from 23rd June 2014. From 30th June 2014 Universal Credit also expanded to include claims from couples

Universal Credit will continue its roll out to Jobcentres in the North West until the whole region is covered. In total 90 Jobcentres, or 1 in 8 Jobcentres in Britain, will offer the service once the North West expansion has been completed. There were a total of 39 offices delivering Universal Credit in the period in which these statistics cover.

Further information can be found in the table below and at:

https://www.gov.uk/government/news/north-west-universal-credit-expansion

https://www.gov.uk/government/news/universal-credit-to-take-the-first-new-claims-for-couples

Table 5.1 Universal Credit Jobcentre Office and District by implementation date: 29th April 2013 to 14th August 2014

| Jobcentre Office | Jobcentre District | Implementation Date |
|---------------------------|---|--------------------------------|
| Ashton-Under-Lyne | Greater Manchester East and West | 29 th April 2013 |
| Wigan | Greater Manchester East and West | 1 st July 2013 |
| Warrington | Greater Manchester Central and Cheshire | 29 th July 2013 |
| Oldham | Greater Manchester East and West | 29 th July 2013 |
| Hammersmith | West London | 28 th October 2013 |
| Rugby | Mercia | 25 th November 2013 |
| Inverness | North of Scotland | 25 th November 2013 |
| Harrogate | North East Yorkshire and the Humber | 24 th February 2014 |
| Bath | Gloucestershire and West of England | 24 th February 2014 |
| Shotton | North and Mid Wales | 7 th April 2014 |
| Hyde | Greater Manchester East and West | 23 rd June 2014 |
| Stalybridge | Greater Manchester East and West | 23 rd June 2014 |
| Stretford | Greater Manchester Central and Cheshire | 23 rd June 2014 |
| Altrincham | Greater Manchester Central and Cheshire | 23 rd June 2014 |
| Southport | Merseyside | 30 th June 2014 |
| Crosby | Merseyside | 30 th June 2014 |
| Bootle | Merseyside | 30 th June 2014 |
| Bolton, Great Moor Street | Greater Manchester East and West | 30 th June 2014 |
| Bolton, Blackhorse Street | Greater Manchester East and West | 30 th June 2014 |
| Farnworth | Greater Manchester East and West | 30 th June 2014 |
| Birkenhead | Merseyside | 7 th July 2014 |
| Bromborough | Merseyside | 7 th July 2014 |
| Hoylake | Merseyside | 7 th July 2014 |
| Upton | Merseyside | 7 th July 2014 |
| Wallasey | Merseyside | 7 th July 2014 |
| Leyland | Cumbria and Lancashire | 14 th July 2014 |
| Preston | Cumbria and Lancashire | 14 th July 2014 |
| Bury | Greater Manchester East and West | 14 th July 2014 |
| Prestwich | Greater Manchester East and West | 14 th July 2014 |
| Eccles | Greater Manchester Central and Cheshire | 21 st July 2014 |
| Worsley | Greater Manchester Central and Cheshire | 21 st July 2014 |
| Huyton | Merseyside | 21 st July 2014 |
| Kirkby | Merseyside | 21 st July 2014 |
| St Helens | Merseyside | 21 st July 2014 |
| Newton-Le-Willows | Merseyside | 21 st July 2014 |
| Chester | Greater Manchester Central and Cheshire | 28 th July 2014 |
| Congleton | Greater Manchester Central and Cheshire | 28 th July 2014 |
| Crewe | Greater Manchester Central and Cheshire | 28 th July 2014 |
| Wilmslow | Greater Manchester Central and Cheshire | 28 th July 2014 |

⁷ https://www.gov.uk/jobcentres-where-you-can-claim-universal-credit

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