Universal Credit – experimental official statistics to January 2014

Published: 16th April 2014

Frequency: Monthly

Coverage: Great Britain

Theme: People and Places



Issued by:

Information, Governance 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, Governance 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

Next publication: 14th May 2014

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

Introduction

Universal Credit is a new benefit that 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

Universal Credit was launched as a Pathfinder in areas of the North West commencing in April 2013. The four initial Pathfinder offices were Ashton-under-Lyne, Oldham, Warrington, and Wigan. Six further sites are rolling out between October and spring 2014, which started with Hammersmith on 28 October, followed by Rugby and Inverness on 25 November, Harrogate and Bath on 24 February and Shotton on 7 April.

Key findings

Starters

- Between April 2013 and 31st January 2014, a total of 5,250 people have started on Universal Credit.
- Gender breakdowns of starters to Universal Credit show that the majority are males, with a male to female ratio around 7:3.
- The majority of new claims are for unemployed people aged under 25;

Caseload

- On the 31st January 2014, a total of 4,640 people were on the Universal Credit caseload
- Nearly 7 in 10 of the Universal Credit caseload on 31st January 2014 are younger people, under the age of 25.

In this Summary

This Summary contains data on Universal Credit on the benefits starters and caseload to 31st January 2014. 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, attended a Universal Credit interview with a work coach, and has received at least one Universal Credit payment. The reporting month in relation to starts to Universal Credit relates to the calendar month, i.e. the first day of the month up to and including the last day of the month.
- 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 reporting point. The reporting month in relation to the caseload on Universal Credit relates to the last day of the month, e.g. for November 2013, the measure is Universal Credit claimants on the 30th November 2013.

This report covers the period up to 31st January 2014 and includes summary statistics for the seven Universal Jobcentre Plus offices, Ashton-under-Lyne, Oldham, Warrington, Wigan, Hammersmith, Rugby and Inverness, who had implemented Universal Credit up to this reporting period. The postcodes covered by these offices begin:

- CV21, CV22
- IV1, IV2, IV3, IV4, IV5, IV8, IV9, IV10, IV11, IV12, IV13, IV21, IV22, IV26, IV54, IV63
- M35. M43
- OL1, OL2, OL3, OL4, OL6, OL7, OL8, OL9
- PH19, PH20, PH21, PH22, PH23, PH24, PH25, PH26, PH32
- SK16
- W6, W14, WA1, WA2, WA3, WA4, WA5, WA13, WN1, WN2, WN3, WN5, WN6

It is important to note that the Universal Credit statistics currently include all people claiming this benefit, 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. As new claims for Universal Credit in the Pathfinder stage have been restricted to single, unemployed people without children then most claimants will be unemployed. Work is being undertaken within DWP to publish statistics that distinguish between these two groups by mid-2014. The unemployed UC claimant information will be supplied to ONS but it is a matter for ONS to decide how they include them within the Claimant Count.

Future Releases

The next release of Universal Credit statistics will be in May 2014 and will contain data to 28 February 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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Section 1. Official statistics and commentary

** Further breakdowns are available for some of the charts below in Stat-Xplore – where available, click on link to explore further, or go directly to the Stat-Xplore visualisation page at: https://sv.stat-xplore.dwp.gov.uk/views/ **

1a. Analysis of starters

Chart 1.1 Universal Credit starters, cumulative to 31st January 2014, by age band

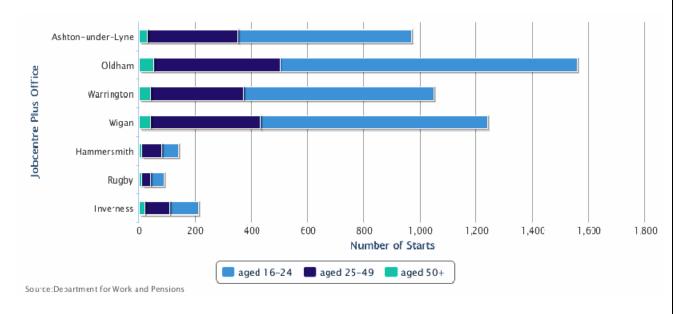
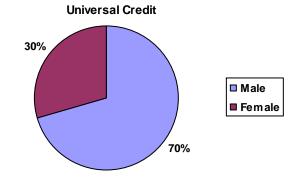


Chart 1.2: Universal Credit starters, cumulative to 31st January 2014, by gender



Key messages

- Between April 2013 and 31st January 2014, a total of 5,250 people have started on Universal Credit;
- Nearly 7 out of 10 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 any children;
- The ratio of male to female starters to Universal Credit is around 7:3

Table 2.1 shows a time series of monthly starts to Universal Credit, split by office.

- This shows that for each office in the pathfinder areas after an initial increase in the first 3 months of going live, the numbers of new on-flows to the benefit had started to decline before increasing again in the latest month.
- By January 2014 the highest number of new starters, in that month, were in Oldham, followed by Warrington and then Wigan.

Chart 1.1 shows the cumulative number of new starters. During the period May to January 2014 5,250 people started on the benefit.

Chart 1.2 (and **table 2.2**) shows the proportion of the cumulative Universal Credit starters by gender, in the period looked at by this release you can see that the ratio of male to female starters is around 7:3.

1b: Analysis of caseload

Chart 1.3: Universal Credit caseload, as at end of month, by Jobcentre Plus office

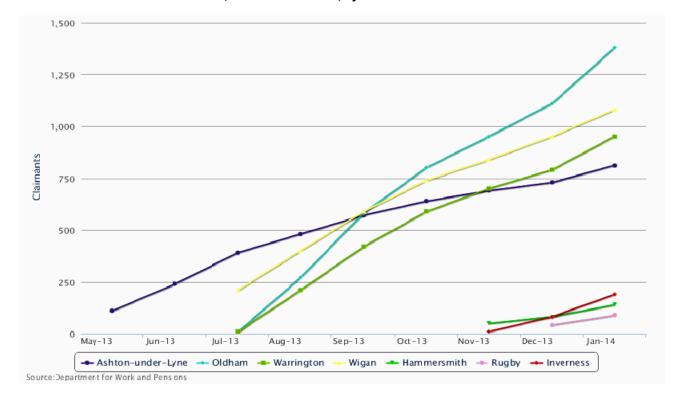
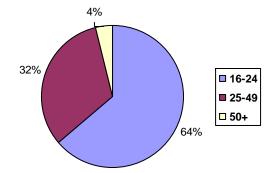


Chart 1.4: Universal Credit caseload, at 31st January 2014, by age band



Key messages

- On the 31st January 2014, the total caseload of Universal Credit claimants was 4,640 people;
- Nearly 7 in 10 claimants of the Universal Credit caseload on 31st January 2014 are younger people, less than the age of 25.

Chart 1.3 (and **table 3.1**) shows the time series of the monthly caseloads of Universal Credit. The highest caseload at end of January is in Oldham, followed by Wigan.

Chart 1.4 (and **table 3.1**) shows the percentage of January's caseload of Universal Credit, split by age. This shows that nearly 7 in 10 claimants of the Universal Credit in the latest month were under 25.

Table 3.2 and **3.3** break the Universal Credit caseload, at 31st January 2014, down by further geographies (based on the latest held address of the claimant).

Section 2. Tables on Universal Credit starters

** Further breakdowns of statistics in the tables below are available in Stat-Xplore – go to https://sv.stat-xplore.dwp.gov.uk/views/ to explore further **

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.

Figures are refreshed each time they are published and are subject to change.

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 Office.

Table 2.1 Monthly numbers of starters to Universal Credit

	- -	2013							2014	
		May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan
	Total	120	120	400	780	890	740	640	620	940
Gender	Male	80	90	250	530	630	540	460	450	670
	Female	40	40	150	250	270	200	180	170	270
-	16-24	70	80	280	550	630	460	400	350	550
Age	25-49	40	40	100	210	240	250	220	230	350
	50+	-	-	10	20	20	20	30	40	50
	Ashton-Under-Lyne	120	120	170	100	120	100	80	60	100
	Wigan	•		210	200	210	180	150	130	160
labaantua	Warrington	•		10	210	220	190	140	100	170
Jobcentre Office	Oldham	•		10	270	340	260	210	180	290
	Hammersmith	•					-	50	40	60
	Rugby							-	40	50
	Inverness						-	-	70	110

Table 2.2 Cumulative numbers of starters to Universal Credit

		2013						2014		
		May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan
	Total	120	240	640	1,420	2,310	3,040	3,690	4,300	5,250
Gender	Male	80	170	420	950	1,580	2,110	2,580	3,020	3,690
	Female	40	70	220	470	730	930	1,110	1,280	1,550
-	16-24	70	150	440	980	1,620	2,080	2,480	2,820	3,370
Age	25-49	40	80	180	400	640	880	1,100	1,340	1,680
	50+	-	10	20	40	60	80	110	150	190
	Ashton-Under-Lyne	120	240	410	510	620	720	800	860	970
	Wigan			210	410	620	800	960	1,080	1,240
Jobcentre	Warrington			10	220	440	630	770	880	1,050
Office	Oldham			10	280	620	880	1,090	1,270	1,570
	Hammersmith						-	50	90	140
	Rugby							-	40	100
	Inverness							10	80	200

[&]quot;-" Nil or Negligible;

[&]quot;." Not applicable;

Section 3. Tables on Universal Credit caseload

Table 3.1 Caseload of Universal Credit at the end of each month

		2013						2014		
		Мау	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan
	Total	110	240	620	1,370	2,160	2,780	3,250	3,790	4,640
Gender	Male	80	160	410	910	1,480	1,940	2,290	2,680	3,280
	Female	40	70	210	450	690	830	970	1,110	1,360
	16-24	70	150	430	960	1,520	1,900	2,180	2,470	2,960
Age	25-49	40	80	180	370	590	810	980	1,190	1,500
	50+	-	10	20	40	50	70	90	130	180
	Ashton-Under-Lyne	110	240	390	480	570	640	690	730	810
	Wigan			210	400	590	740	840	950	1,080
labaantua	Warrington			10	210	420	590	700	790	950
Jobcentre Office	Oldham			10	270	580	800	950	1,110	1,380
Onioc	Hammersmith	•			ē	ē	-	50	80	140
	Rugby	•			ē	ē	•	-	40	90
	Inverness	•			Ē	ē	·	10	80	190
Duration	Up to 3 months	110	240	620	1,260	1,950	2,210	2,100	1,860	2,100
Duration	3 - 6 months			10	100	210	560	1,070	1,720	2,020
	More than 6 months				•		10	90	210	530

Table 3.2 Universal Credit Caseload by Local Authority: at the end of January 2014

	31 st January
Oldham	1,360
Wigan	1,030
Warrington UA	910
Tameside	790
Highland	190
Hammersmith and Fulham	120
Rugby	90
St. Helens	40
West Lancashire	10
Halton UA	10
Manchester	10
Rochdale	10
Kensington and Chelsea	10
Other local authority ¹	60

Table 3.3 Universal Credit Caseload by Parliamentary Constituency: at the end of January 2014

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	31st January
Ashton-under-Lyne	730
Oldham West and Royton	700
Wigan	580
Oldham East and Saddleworth	550
Warrington North	490
Makerfield	450
Warrington South	420
Inverness, Nairn, Badenoch and Strathspey	170
Hammersmith	120
Denton and Reddish	110
Rugby	90
Stalybridge and Hyde	70
St Helens North	40
Ross, Skye and Lochaber	20
Halton	10
Kensington	10
Leigh	10
Manchester Central	10
Weaver Vale	10
West Lancashire	10
Other constituency ¹	70

¹Note 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 payments made by the Department.

These are the first official statistics to be released on Universal Credit, using a new data source and a new methodology. The statistics have been developed using guidelines set out by the UK Statistics Authority, and are new official statistics undergoing evaluation they have accordingly been badged as being Experimental Statistics. Users are invited to comment on the development and relevancy of these statistics at this stage.

As the data available for Universal Credit evolves over time, the methodology used and definitions may develop also. Users of these statistics are, therefore, asked to note the status as experimental official statistics² and that subsequent releases may include revisions to the time series already released.

4b. Definitions used

A starter to Universal Credit is defined as an individual who has completed the Universal Credit claim process, attended a Universal Credit interview with a personal adviser, and has received a Universal Credit payment.

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.

² 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

After the initial Pathfinder areas six further sites are rolling out between October and spring 2014, which started with Hammersmith on 28 October, followed by Rugby and Inverness on 25 November, Harrogate and Bath on 24 February and Shotton on 7 April. Eligibility for Universal Credit will be the same as in the Pathfinder areas. Newly unemployed people who would formerly have made a straightforward claim for Jobseeker's Allowance and who meet certain additional criteria.