



HM REVENUE AND CUSTOMS
KAI Benefits & Credits

Child and Working Tax Credits
Statistics, UK

December 2016



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This issue, and issues back to July 2003, can be found on the HMRC website:

<http://www.hmrc.gov.uk/statistics/personal-tax-credits.htm>

Backdated series can be available on:

<http://webarchive.nationalarchives.gov.uk/20121103084242/http://www.hmrc.gov.uk/stats/personal-tax-credits/menu.htm>

The next issue of the bi-annual series will be published in April 2017.

Other relevant statistics are available on:

<https://www.gov.uk/government/collections/tax-credits-entitlement-tables>

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Note: Certain figures, mainly in Sections 1 and 2, do not fall under National Statistics. See the Introduction.

Child and Working Tax Credits Statistics, UK**December 2016**

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This publication was updated on 15th May 2018 to correct for an error affecting the couples breakdowns in Table 7.1.

If you have any queries please contact: benefitsandcredits.analysis@hmrc.gsi.gov.uk

Introduction:

What are tax credits?

Tax credits are a flexible system of financial support designed to deliver support as and when a family needs it, tailored to their specific circumstances and it was introduced in 2003. They are part of wider government policy to provide support to parents returning to work, reduce child poverty and increase financial support for all families. The flexibility of the design of the system means that as families' circumstances change, so (daily) entitlement to tax credits changes. This means tax credits can respond quickly to families' changing circumstances, providing support to those that need them most.

Tax credits are based on household circumstances and can be claimed jointly by members of a couple, or by singles. Entitlement is based on the following factors:

- age
- income
- hours worked
- number and age of children
- childcare costs
- disabilities

For further information about who can claim please refer to the HMRC website:

<http://www.hmrc.gov.uk/taxcredits/index.htm>

Note: Child care costs covers only 70% of actual costs.

Tax Credits are made up of:

(a) Child Tax Credit (CTC):

Brings together income-related support for children and for qualifying young people aged 16-19 who are in full time non-advanced education or approved training, into a single tax credit, payable to the main carer. Families can claim CTC whether or not the adults are in-work.

(b) Working Tax Credit (WTC):

Provides in-work support for people on low incomes, with or without children. A family will normally be eligible for WTC if it contains one of the following:

- ◆ a single person who is responsible for a child or young person and works at least

- ◆ a couple who are responsible for a child or young person, and who jointly work 24 hours or more per week (NB. one adult must be working at least 16 hours).
- ◆ a person who is receiving or has recently received a qualifying sickness or disability related benefit and has a disability that puts them at a disadvantage of getting a job, and who works at least 16 hours per week, or
- ◆ a person is aged 60 or over and works at least 16 hours per week, or
- ◆ If none of the above apply, then a person will still be eligible for WTC if they are aged 25 and over and work 30 hours or more a week.

CTC is made up of the following elements:-

- ◆ **Family element:** which is the basic element for families responsible for one or more children or qualifying young people.
- ◆ **Child element:** which is paid for each child or qualifying young person the claimant is responsible for
- ◆ **Disability element:** for each child or qualifying young person the claimant is responsible for if they get Disability Living Allowance for the child
- ◆ **Severe disability element:** for each child or qualifying young person the claimant is responsible for if they get Disability Living Allowance (Highest Care Component) for the child

Some **out-of-work families with children** do not receive CTC but instead receive the equivalent amount via child and related allowances in Income Support or income-based Jobseeker's Allowance (IS/JSA). These families are included in the figures, generally together with out-of-work families receiving CTC. In due course, they will be "migrated" to HMRC and paid via the tax credits system.

WTC is made up of the following elements:-

- ◆ **Basic element:** which is paid to any working person who meets the basic eligibility conditions
- ◆ **Lone Parent element:** for lone parents
- ◆ **Second adult element:** for couples
- ◆ **30 hour element:** for individuals who work at least 30 hours a week, couples where one person works at least 30 hours a week or couples who have a child and work a total of 30 hours or more a week between them where one of them works at least 16 hours a week.
- ◆ **Disability element:** for people who work at least 16 hours a week and who have a disability that puts them at a disadvantage in getting a job and who are receiving or have recently received a qualifying sickness or disability related benefit
- ◆ **Severe disability element:** for people who are in receipt of Disability Living Allowance (Highest Care Component) or Attendance Allowance at the highest rate.
- ◆ **Childcare element:** for single people who work at least 16 hours a week or couples who both work at least 16 hours a week and who spend money on registered or approved childcare

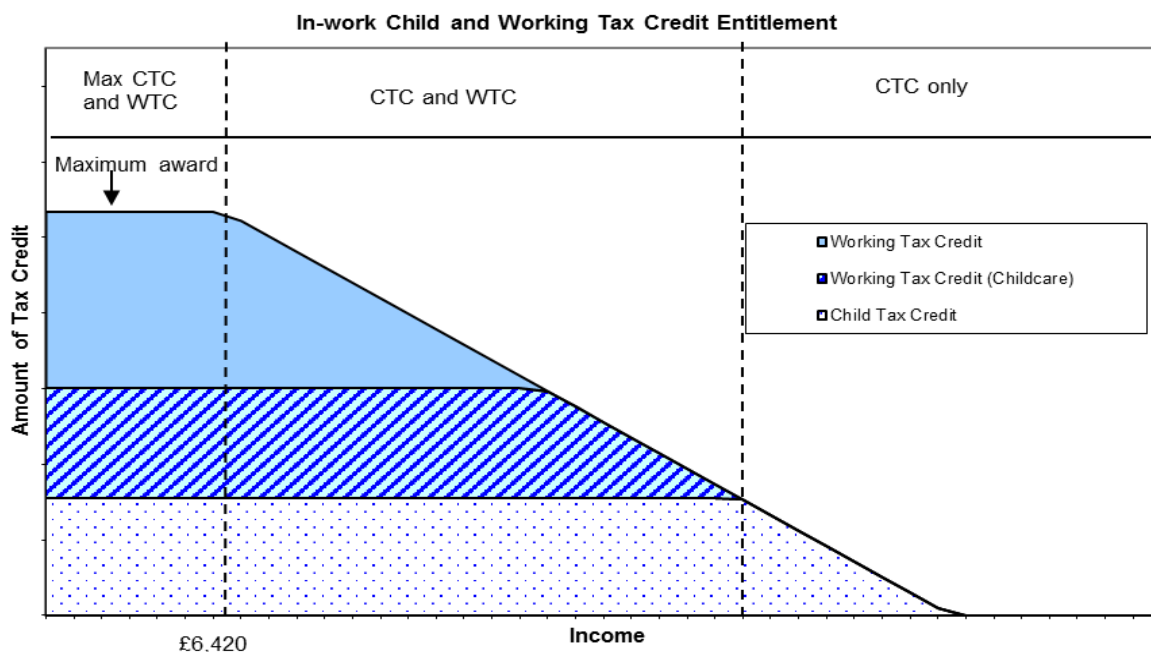
Tapering: is the amount of the award that will be reduced when the household income exceeds a given threshold. For example, the income threshold for claimants receiving WTC only and for combined WTC and CTC claimants is £6,420. After this threshold, the taper rate will be 41%. Tapering reduces WTC first and then CTC.

Child and Working Tax Credit Entitlement:

The amount of support an eligible family can receive (known as their *entitlement*) varies depending on their income and which tax credit elements they are eligible for. First, a family’s maximum possible entitlement is worked out by adding up all the different elements of CTC and WTC that they are eligible for (described on page 2).

A household’s actual entitlement is then determined by tapering this maximum amount according to different thresholds. As demonstrated within the diagram below, families eligible for the WTC receive the full entitlement until their annual household income reaches £6,420, after which the amount of tax credits they receive is reduced by 41 pence for each £1 they earn beyond this threshold.

If a household is out-of-work and therefore eligible for the CTC only, they will receive the full entitlement until their annual household income reaches £16,105 (2015-16). After this point, the amount of tax credits they receive is again reduced by 41 pence for each additional £1 of income beyond this threshold (note that this is not shown on the diagram below).



Because of the range of possible eligibilities and interactions between the elements, both the maximum award and the shape of the above award profile will be different for every family with different circumstances.

Tax Credits are based on household income. The income used to calculate the award is based on the families’ income from the previous tax year, or on their most recently reported circumstances in-year. A family’s tax credits award is provisional until finalised at the end of the year, when it is checked against their final income for the year. This publication relates to a snapshot of tax credit support based on these 'provisional' tax credits awards.

What does this publication tell me?

The provisional awards are currently published at the end of April and December. These statistics are as close to real-time as possible and represent the picture as at the beginning of April and December. These are National Statistics and the month of publication is pre-announced a year in advance with the exact date being published in the preceding publication.

Each release consists of two publications: the main publication and the geographical publication. As only a sample of data is used, detailed analysis at the sub-geographical levels is not always possible. The statistics in this release include analysis at the following geographical levels:

- ◆ Country and English Region;
- ◆ Local Authority (LA);
- ◆ Westminster Parliamentary Constituency; and
- ◆ Scottish Parliamentary Constituency;

The main publication includes a Country and Region summary, with the geographical publication going to a lower level. This series has been produced bi-annually since the introduction of Tax Credits in April 2003.

Small Area Statistics:

Estimates are also provided in a separate publication at Lower Super Output Area and Data Zone for England, Scotland and Wales. These statistics are available here:

<http://www.hmrc.gov.uk/statistics/fin-small-stats.htm>

The small area statistics are based on the finalised award position, but using a family's circumstances as at 31st August rather than as an average across the year. This ensures that the statistics are directly comparable to other published small area statistics, such as Child Benefit.

Who might be interested ?

The statistics contained in this publication will be of interest to anyone who is looking for the latest possible data on Tax Credits. Specifically, there are aggregate statistics on who is getting what and at what level of tax credits support as it is broken down by various sub-categories - e.g. family composition, family income, work status, and geographical analyses. This publication may be of interest to academics, thinktanks and political parties interested in the twin aims of Tax Credits: eradicating child poverty and improving work incentives. Equally, it may be of interest to people considering wider questions on government support systems and/or others designing benefit systems. Finally, the geographical analyses might be of interest at the more local level, giving some indication of the level of government support in each Region/Local Authority level.

Which publication should I use ?

Generally, if you are content with less timely statistics, use the finalised awards data publication. If you are more concerned with getting the latest up-to-date information that may not align exactly with finalised data further down the line, use the provisional awards data. Sticking to the finalised award data will also mean the figures will align with other published data on Tax Credits such as information in HMRC's Departmental Accounts. The latest finalised award publication can be found using the weblink

<https://www.gov.uk/government/statistics/child-and-working-tax-credits-statistics-finalised-annual-awards-2013-to-2014>

Provisional awards vs finalised awards:

It is important to recognise that the finalised awards statistics are not a revision of the provisional statistics. The provisional numbers relate to the caseload position at a snapshot point in time, based on the family circumstances we have been informed of by each family prior to that particular time. The finalised awards relate to the complete retrospective picture for the year, based on a finalised view of family incomes and circumstances. The caseload population will be different between the two publications as a result of HMRC knowing the complete finalised picture of the award.

At the start of the year, the tax credit award will be a provisional award reflecting the reported circumstances as at 6th April (the start of the tax year). Over the course of the year, a family's circumstances may or may not change. As and when a family's circumstances change, the provisional award is updated each time with the latest set of circumstances and a new provisional award re-calculated. It is only at finalisation (usually four to nine months after the end of the tax year) that the family's circumstances for the whole year are known and a finalised award can be calculated. As a result, the finalised award statistics are not available until around 12 months after the end of the entitlement year in question. Given this lag in availability of data, there is some value in looking at a snapshot of families' circumstances at any given time to give some indication of the level of support one might expect to see subsequently at finalisation.

To illustrate the difference, let us look at a family that has one change of circumstance throughout the year, moving from in-work to out-of-work in January of any one year:



The snapshot data looking at the provisional award in December will model entitlement for the whole year on the basis that the family is in-work for the whole year (since we do not know about the move out-of-work at that time). It is not until finalisation - and thereby in the finalised award data publication - that the family's entitlement will be modelled on the basis of 9 months in-work and 3 months out-of-work.

So the figures for provisional awards are more up to date, but are subject to retrospective change. The sizes of these changes can be seen by comparing the data for selected dates in finalised awards with data published earlier on provisional awards at the same snapshot dates. The provisional award data tables classify families according to the levels of their entitlement at the reference date, modelled from data on their circumstances and their latest annual incomes reported and processed by that date. The actual amount being received at that date can be lower, due to the recovery of earlier overpayments. The tables describe as "recipients" all families with positive modelled entitlement, though in some cases the payments are reduced to zero. For more details, see the Technical Note.

What information do the tables contain?

CTC and WTC are claimed by individuals, or jointly by couples, whether or not they have children (described as "families" in this publication). These tables cover families who had claimed, and were eligible for, CTC (or the equivalent via benefits) or WTC at 02 December (the "reference date") and who were recipients at that date.

From April 2007, the tables exclude families whose modelled entitlements are tapered to zero due to their income levels. These families were originally included because they may, retrospectively, have positive entitlements at finalisation. However, this is no longer at all likely for the majority of such families. Their numbers have been swelled by families whose youngest children have left full time education, who continue to satisfy the qualifying conditions for WTC (see above), but whose incomes are sufficient to taper the WTC entitlements to zero.

The tables in Sections 3 and 8 include out-of-work families with children; and the figures for such families in Sections 1 and 2 are shown with the same degree of rounding as the figures for in-work families, and are classed as National Statistics. This follows the previous addition of a further data source for out-of-work families receiving their child support via benefits (see Technical Note).

Tables 8.2 and 8.3 from the main publication give a Country and English Region summary which includes the number of families receiving CTC & WTC or CTC Only, as well as the number of families benefiting from help with childcare, respectively.

Out-of-work families

A family is defined as being out-of-work at the reference date if there is no adult working for 16 hours or more per week. In addition it includes couples with children who jointly work less than 24 hours per week. These families can fall into two categories:

- 1) Families administered by HMRC who are receiving their child support through CTC
- 2) Families administered by DWP and claiming their child support through benefits

Child Tax Credit was introduced in April 2003 and any application since then falls under 1), whereas families who were receiving out-of-work benefits prior to April 2003 and remain so will fall under 2) – with a policy to eventually migrate all out-of-work cases over to HMRC in time. Therefore, out-of-work caseload numbers falling under 2) is an ever decreasing population.

Since April 2007 the out-of-work estimates have been classified as National Statistics, a significant change in the process of identifying and quantifying this population was introduced from this date and is detailed in the Technical Note.

Changes that affected this publication:

Updated annual Tax credits rates for 2016-17 are given in Appendix C. All remained unchanged from 2015-16, except the income rise disregard, which fell from £5,000 at April 2015 to £2,500 at April 2016.

User Engagement:

Bespoke analysis of tax credits data is possible although there may be a charge depending on the level of complexity and the resources required to produce. If you would like to discuss your requirements, to comment on the current publications, or for further information about the tax credits statistics please use the contact information at the beginning of this publication, or from the HMRC website:

<http://www.hmrc.gov.uk/statistics/feedback.htm>

We are committed to improving the official statistics we publish. We want to encourage and promote user engagement, so we can improve our statistical outputs.

We would welcome any views you have using the link to the feedback form below. We will undertake to review user comments on a quarterly basis and use this information to influence the development of our official statistics. We will summarise

<http://www.hmrc.gov.uk/statistics/feedback.htm>

National Statistics Review:

A formal review of our National and Official Statistics publications was held between May and August 2011. Over 130 responses were received from a broad range of users.

A summary of the results from the consultation has been published on the HMRC

<https://www.gov.uk/government/statistics/survey-of-users-views>

Summary of main aggregates:**Table 2.1: shows that, on 02 December 2016:**

4.1 million families, containing	7.1	million children, were tax credit recipients
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(or were receiving the equivalent child support through benefits);

These families comprised:

3.7 million families with children receiving CTC, or the equivalent via benefits:		
--	--	--

1.2	million in which no adult was in-work
------------	---------------------------------------

1.7	million in-work receiving the maximum CTC, and also receiving WTC
------------	---

0.8	million in-work receiving less than the maximum CTC
------------	---

0.4 million families in-work without children, receiving only WTC.		
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2.3 million were single adults	(2	million had children)
---------------------------------------	-----------	-----------------------

1.8 million recipient families were couples	(1.7	million had children)
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Later tables show that:

396 thousand families were benefiting from the childcare element of WTC; they were on an average receiving

£60 average per week help with their childcare costs;
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122 thousand families were benefiting from the disabled worker element of WTC;

Note: Figures are separately rounded, which can lead to the components as shown not summing to the total.

List of tables:**Section 1 : Time series:**

[Table 1.1](#) Families receiving CTC or WTC, or with children and receiving out-of-work benefits, July 2003 to December 2016.

[Table 1.2](#) Time series of number of families and children, and of selected tax credits elements received by families, December 2004 to December 2016.

Section 2 : Summary tables:

[Table 2.1](#) Recipient families, couples and single adults and their children, December 2016.

Section 3 : Age, gender and children of recipient families

[Table 3.1](#) Recipient families: age and gender of adults.

[Table 3.2](#) Recipient families with children, by family size; ages of children.

Section 4 : Hours worked and childcare of in-work recipient families

[Table 4.1](#) In-work recipient families: hours worked.

[Table 4.2](#) In-work recipient couples: combination of hours worked.

[Table 4.3](#) Families benefiting from the 30-hour credit: family type.

[Table 4.4](#) Families benefiting from the childcare element.

[Table 4.5](#) In-work single parents: hours worked and childcare.

Section 5 : In-work families benefiting from disability elements

[Table 5.1](#) In-work families benefiting from the disabled worker element.

[Table 5.2](#) In-work families benefiting from the disabled child element.

[Table 5.3](#) In-work families benefiting from the severely disabled adult element.

[Table 5.4](#) In-work families benefiting from the severely disabled child element.

Section 6 : Annual incomes of recipient families

[Table 6.1](#) In-work recipient families: ranges of incomes used to taper awards.

[Table 6.2](#) Recipient families: awards not reduced through tapering.

Section 7 : Payments to in-work families

[Table 7.1](#) In-work families: chosen frequency of payment, and payees, of CTC.

Section 8 : Regional analysis of recipient families

[Table 8.1](#) Recipient families: combination and level of payment by country and English region.

[Table 8.2](#) Number of children in recipient families, by country and English region.

[Table 8.3](#) In-work recipient families: beneficiaries of the childcare, disabled child and disabled worker elements by country and English region.

List of figures:**Section 1 : Time series**

[Figure 1.1:](#) Number of families receiving different amounts of tax credits, December 2004 to December 2016.

[Figure 1.2:](#) Number of families receiving WTC-only (working families with no children), April 2004 to December 2016

[Figure 1.3:](#) Number of families benefiting from the childcare element, April 2004 to December 2016.

Section 2 : Summary tables

[Figure 2.1:](#) Composition of families receiving different types of tax credits, December 2016.

[Figure 2.2:](#) Recipient families: proportion of families receiving each type of award, December 2016

Section 3 : Age, gender and children of recipient families

[Figure 3.1:](#) Age breakdown of adults receiving tax credits, December 2016.

[Figure 3.2:](#) Number of children in families receiving tax credits, December 2016.

[Figure 3.3:](#) Age of children in families receiving tax credits, December 2016.

Section 4 : Hours worked and childcare of in-work recipient families

[Figure 4.1:](#) Weekly hours worked by main worker for in-work families in receipt, December

[Figure 4.2:](#) Eligible childcare costs allowed (per week), December 2016.

Section 5 : In-work families benefiting from disability elements

[Figure 5.1:](#) Number of individuals benefiting from the disability elements, December 2016.

Section 6 : Annual incomes of recipient families

[Figure 6.1:](#) Income used to taper awards: in-work recipient families, December 2016.

Section 7 : Payments to in-work families

[Figure 7.1:](#) Chosen frequency of payment: in-work families in receipt of CTC, December 2016.

Section 8 : Regional analysis of recipient families

[Figure 8.1](#) Number of families receiving different amounts of tax credits by country and English region, December 2016.

Section 1: Time series

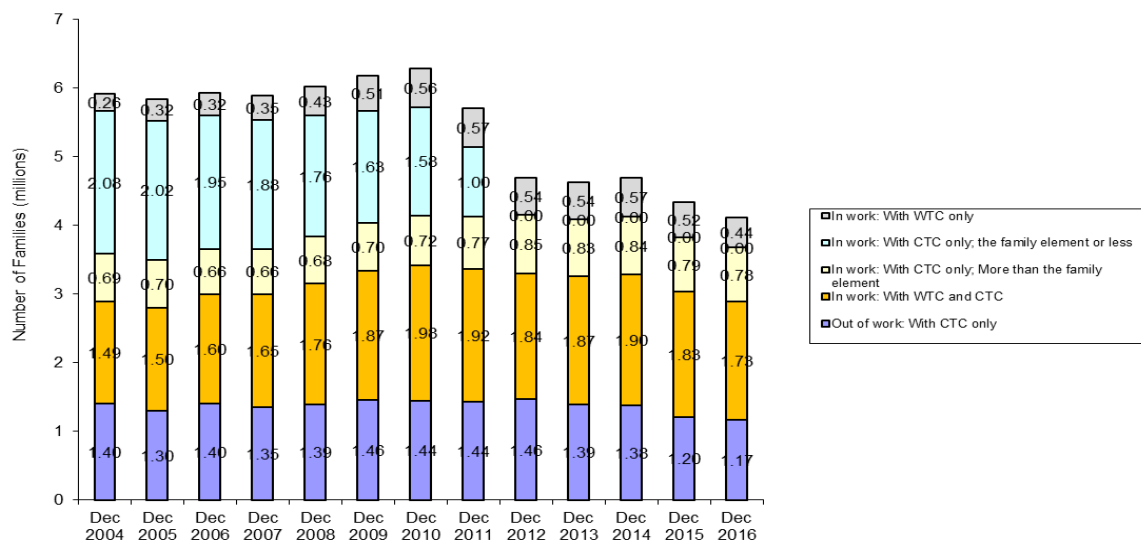
Section 1 provides statistics on the history of the Tax Credits system, between December 2004 and December 2016. This enables comparison across time, across different Tax Credits populations and describes how various parts of the system have changed over time.

Figure 1.1: shows that the overall numbers of families receiving tax credits had remained broadly level at around 6.0 million since December 2004, increasing to around 6.3 million in December 2010. By December 2012, the number of families receiving Tax Credits had dropped to 4.7 million primarily as a result of policy changes, cited on page 6 . This trend continues and reached to 4.1 million in 2016. In particular, the removal of the second income threshold means that there are no longer any families receiving only the Family Element, and therefore this category has been discontinued. Within this population, the composition of the Tax Credits population has changed over time and will continue to do so.

The number of families receiving relatively high awards - that is in-work families receiving WTC and CTC - have risen from around 1.5 million in December 2004 to around 2.0 million in December 2010. This fell to 1.9 million in December 2011 and remained stable around this figure until December 2014. Now in December 2016 it stands at 1.7 million. There were 845,000 in-work families receiving CTC only in December 2012. This figure is not comparable with previous values because it includes families that have been re-categorised as a result of the policy changes introduced since April 2012. Numbers of in-work families without children - receiving WTC only - had been increasing steadily since December 2004, rising from 258,000 to 566,000 in December 2011, but has fallen to 437,000 in December 2016.

The numbers of families receiving tax credits when out-of-work reached its lowest level of 1.2 million in December 2016.

Fig 1.1 : Distribution of Tax Credit families by its elements



Note: the category In work with CTC only - the family elements or less is removed starting from April 2012

Figure 1.2: shows that the number of families without children receiving WTC-only: has risen over time, more than doubling from 235,000 in April 2004 to around 566,000 in December 2011. It has remained over 500,000 since December 2012 but fell to 437,000 in December 2016.

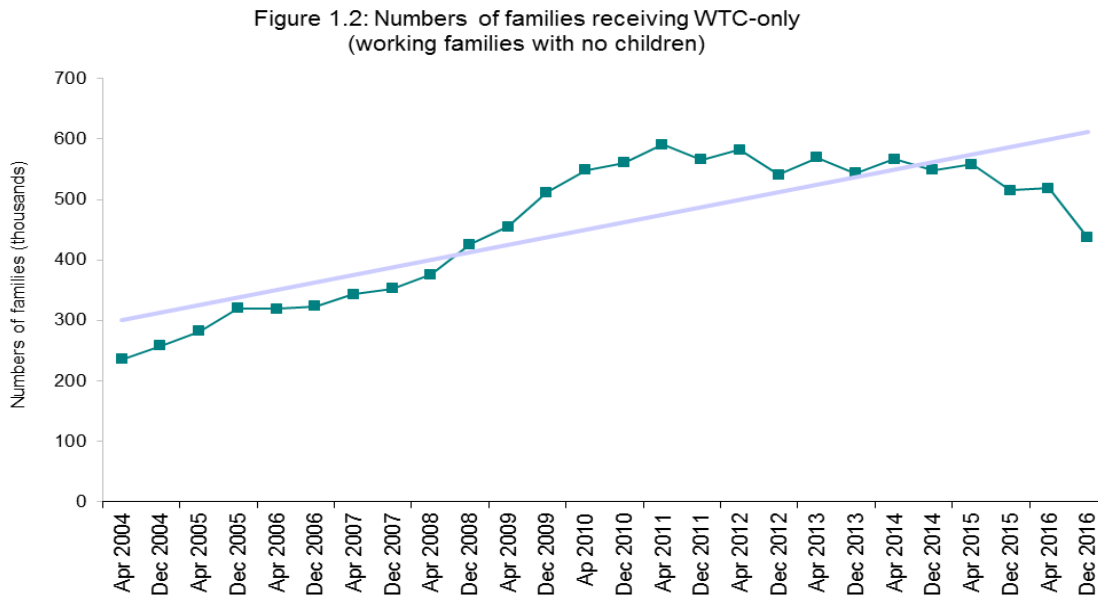
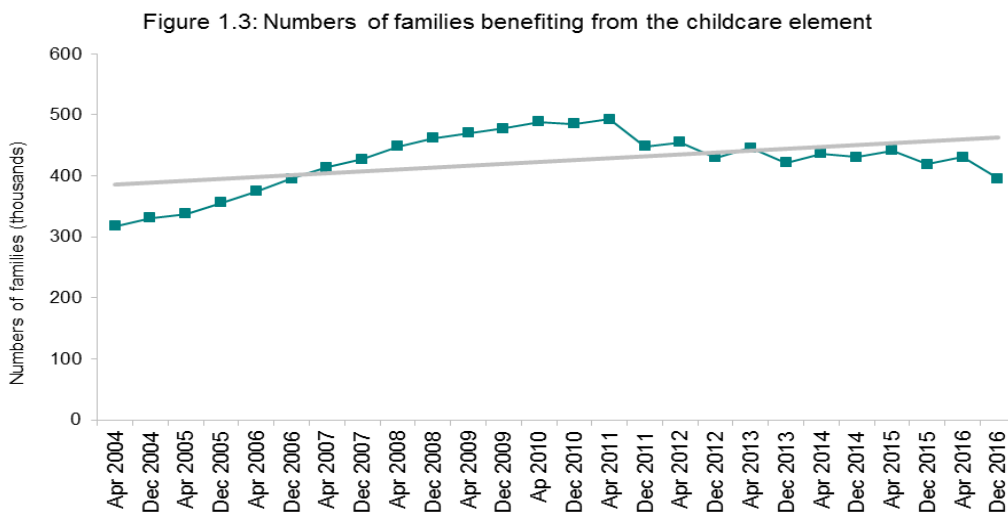


Figure 1.3: shows that the number of families benefiting from the childcare element: This number consistently rose from 318,000 in April 2004 to around 493,000 in April 2011. However after this date, the number of families benefiting from childcare element fell, which was partly due to reducing the eligible childcare costs allowed from 80% to 70%. Families benefiting has been relatively stable ever since.



N.B: This figure is not derivable solely from the statistics in this publication. It includes information from previous releases of the provisional award data publications.

Table 1.1: Families receiving CTC or WTC, or with children and receiving out-of-work benefits, July 2003 to December 2016

Thousands

	Total out-of-work families receiving CTC only ¹	In-work families					Total in-work families	Total in receipt (out-of-work and in-work families) ¹
		With children			With no children			
		Receiving WTC and CTC	Receiving CTC only More than the family element	Receiving CTC only Family element or less	Receiving WTC only			
11 Jul 2003	1,400	1,465	647	1,851	121	4,084	5,500	
3 Oct 2003	1,400	1,481	663	1,934	200	4,278	5,700	
5 Jan 2004	1,400	1,548	687	1,973	215	4,423	5,900	
5 Apr 2004	1,400	1,589	704	2,013	235	4,541	6,000	
3 Dec 2004	1,400	1,492	694	2,075	258	4,519	5,900	
5 Apr 2005	1,400	1,531	711	2,115	282	4,639	6,000	
5 Dec 2005	1,300	1,497	697	2,024	320	4,538	5,900	
3 Apr 2006	1,400	1,565	684	2,033	319	4,601	6,000	
2 Dec 2006	1,400	1,596	657	1,951	323	4,526	5,900	
3 Apr 2007	1,398	1,645	665	1,966	343	4,619	6,017	
4 Dec 2007	1,345	1,650	658	1,882	352	4,541	5,886	
5 Apr 2008	1,383	1,715	671	1,898	376	4,660	6,043	
4 Dec 2008	1,389	1,763	679	1,763	426	4,630	6,019	
1 Apr 2009	1,418	1,804	688	1,766	455	4,714	6,131	
1 Dec 2009	1,463	1,870	703	1,627	511	4,712	6,174	
1 Apr 2010	1,492	1,910	718	1,635	548	4,811	6,304	
1 Dec 2010	1,441	1,975	723	1,579	561	4,838	6,279	
3 April 2011	1,470	2,002	737	1,581	591	4,911	6,381	
1 Dec 2011	1,435	1,922	774	1,000	566	4,262	5,697	
1 Apr 2012	1,474	1,934	793	984	582	4,294	5,768	
2 Dec 2012	1,463	1,837		845	541	3,223	4,686	
1 Apr 2013	1,481	1,885		858	569	3,312	4,793	
2 Dec 2013	1,389	1,865		829	543	3,237	4,626	
02 Apr 2014	1,381	1,898		842	567	3,307	4,687	
02 Dec 2014	1,281	1,857		812	549	3,218	4,499	
03 Apr 2015	1,290	1,893		826	558	3,277	4,567	
02 Dec 2015	1,203	1,826		793	515	3,135	4,338	
02 Apr 2016	1,220	1,856		806	519	3,181	4,401	
02 Dec 2016	1,167	1,726		781	437	2,943	4,110	

Note: Between each April and December families' awards are stopped (a) at 31 August if their only qualifying child falls out of entitlement at that date, or (b) in the autumn if they fail to return their Annual Declaration for the previous year. This introduces some seasonality into the figures.

For each date, these data describe awards current at that date, based on incomes and circumstances reported and processed by that date. The publication "Child and Working Tax Credits Statistics. Finalised awards" gives retrospective figures based on later information, including in particular incomes and other details reported during the following tax year at finalisation.

¹ For dates up to December 2006, these numbers do not fall under National Statistics. They include both such families receiving CTC and other families with children receiving the equivalent level of child support through out-of-work benefits. Estimates of the latter are based on numbers at various dates up to May 2006, interpolations to the reference dates and a forecast for December 2006, and are therefore heavily rounded. See the Introduction.

Table 1.2: Time series of number of families and children and of selected tax credits elements received by families, December 2004 to December 2016*Thousands, unless otherwise stated*

	Number of Children			Number of families			Numbers of in-work families benefiting from certain elements ¹							
	In out-of-work families	In in-work families	All	Singles	Couples	All	30 hour credit	Baby addition to family element	Childcare Element		Disability Elements			
									Childcare element	Average help with childcare costs (£ per week)	Disabled worker element	Disabled child element	Severely disabled worker element	Severely disabled child element
3 Dec 2004	2,500	7,500	10,000	2,200	3,700	5,900	1,786	329	331	£45.75	87	116	51	49
5 Dec 2005	2,600	7,300	9,900	2,300	3,600	5,900	1,839	312	356	£48.97	123	113	62	50
2 Dec 2006	2,600	7,300	9,900	2,300	3,600	5,900	1,872	316	396	£60.13	103	116	34	49
4 Dec 2007	2,566	7,252	9,817	2,377	3,510	5,886	1,926	452	428	£64.19	111	118	31	50
4 Dec 2008	2,653	7,271	9,924	2,516	3,504	6,019	2,079	470	462	£68.37	120	127	32	49
1 Dec 2009	2,790	7,238	10,028	2,635	3,540	6,174	2,235	480	478	£70.38	124	139	32	57
1 Dec 2010	2,757	7,388	10,145	2,710	3,569	6,279	2,345	478	486	£69.50	118	146	31	58
1 Dec 2011	2,734	6,427	9,161	2,708	2,989	5,697	2,300	-	449	£58.76	116	145	30	57
1 Dec 2012	2,801	4,978	7,779	2,584	2,103	4,686	2,334	-	430	£59.02	115	146	28	55
1 Dec 2013	2,648	5,071	7,719	2,552	2,073	4,626	2,288	-	422	£58.79	115	151	28	60
1 Dec 2014	2,476	5,162	7,637	2,534	2,033	4,567	2,283	-	442	£59.69	125	161	38	68
2 Dec 2015	2,318	4,988	7,307	2,410	1,928	4,338	2,143	-	419	£59.46	125	164	40	71
2 Dec 2016	2,263	4,834	7,097	2,293	1,817	4,110	1,961	-	396	£60.14	122	169	43	71

Note: Between each April and December families' awards are stopped (a) at 31 August if their only qualifying child falls out of entitlement at that date, or (b) in the autumn if they fail to return their Annual Declaration for the previous year. This introduces some seasonality into the figures.

For each date, these data describe awards current at that date, based on incomes and circumstances reported and processed by that date. The publication "Child and Working Tax Credits Statistics. Finalised awards" gives retrospective figures based on later information, including in particular incomes and other details reported during the following tax year at finalisation.

¹ Qualifying criteria are such that in some cases only families receiving certain tax credits are entitled to claim for the additional elements, therefore when trends are shown due consideration needs to be made of the profile breakdown provided in the individual publications.

Section 2: Summary Tables

Section 2 provides summary information on the tax credits population at December 2016 at the higher level of aggregation. Sections 3 - 8 go into more detailed breakdowns.

Figure 2.1: shows that the majority of lone parent families with children receive either the full award of CTC (when out-of-work) or WTC and CTC (when in-work). Approximately 3 out of 4 in out of work families receiving CTC only are lone parents. The number of in-work couples receiving WTC and CTC is similar to the number who are in-work and receiving CTC only. A majority of families with no children (receiving WTC only) are single recipients.

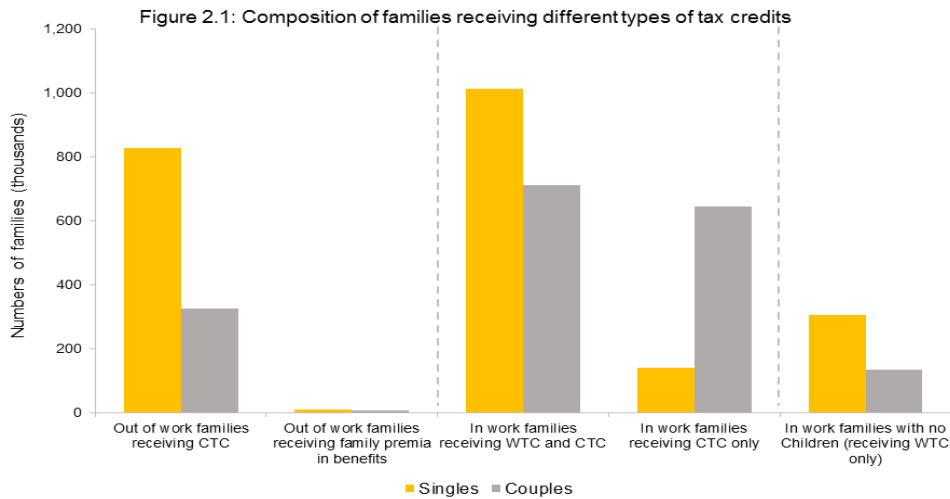


Figure 2.2: shows that 28% of families in receipt of tax credits are out-of-work families (with less than 1% receiving family premia in benefits) with the remaining 72% of families in receipt are in-work families. Within this, 42% of families in receipt are receiving the higher value awards (WTC and CTC), 19% are receiving CTC-only, and the remaining 11% are in-work families with no children (receiving WTC-only).

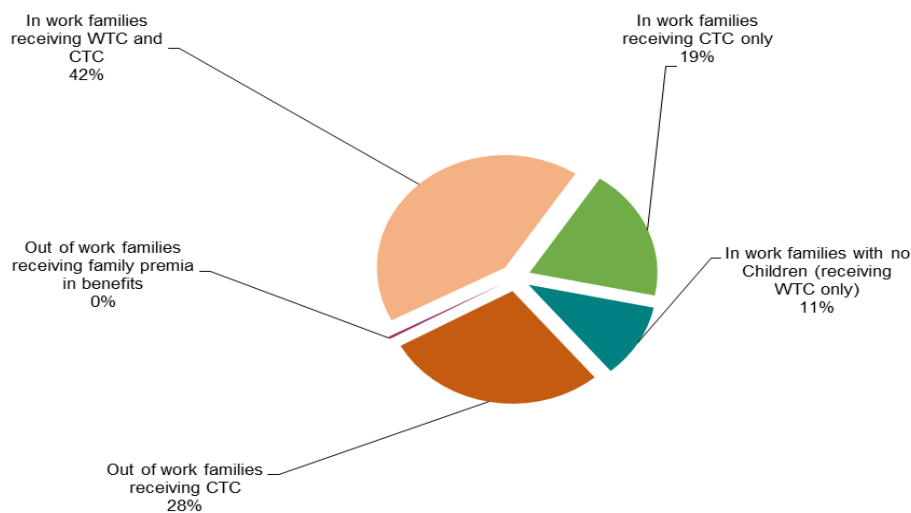


Figure 2.2: Recipient families: proportion of families receiving each type of award

Table 2.1: Recipient families, couples and single adults and their children, December 2016

Thousands

	Families			Number of children in recipient families
	Singles	Couples	Total	
Out-of-work families with children				
Receiving CTC	827.2	324.9	1,152.1	2,233.9
<i>of which maximum award¹</i>	819.4	295.5	1,114.9	2,159.2
<i>of which tapered</i>	7.8	29.4	37.2	74.7
<i>Receiving family premia in benefits²</i>	9.7	4.9	14.6	29.0
Total out-of-work families with children	836.9	329.8	1,166.7	2,262.9
In-work families				
With children				
Of which receiving WTC ³ and CTC				
<i>and maximum award¹</i>	349.0	93.2	442.2	826.2
<i>and tapered</i>	664.8	618.8	1,283.6	2,385.0
Total receiving WTC³ and CTC	1,013.8	712.1	1,725.8	3,211.3
Total receiving CTC only	138.0	642.6	780.6	1,622.6
Total With Children	1,151.8	1,354.6	2,506.4	4,833.9
With no children (receiving WTC only)				
<i>of which maximum award¹</i>	91.5	18.8	110.3	-
<i>of which tapered</i>	212.4	113.8	326.3	-
Total no Children (receiving WTC only)	303.9	132.6	436.6	-
Total In-work families	1,455.7	1,487.3	2,943.0	4,833.9
All families				
With children	1,988.7	1,684.5	3,673.1	7,096.8
Other	303.9	132.6	436.6	-
Total All families	2,292.6	1,817.1	4,109.7	7,096.8

¹ Where the award is not reduced through tapering, either because the family is passported to maximum CTC through receipt of out-of-work benefits, or because the annual income is below the relevant first threshold. See the Appendix A.

² See the Introduction. Not tapered.

³ Includes 74 thousand families (43 thousand couples and 31 thousand singles) where the WTC entitlement is less than or equal to the childcare element and is therefore paid together with CTC.

Section 3: Age breakdown for adult receiving Tax credits and number of children in the recipient families

Section 3 focuses on the demographic make up of the tax credits population. In particular, it looks at the age and gender of the adults in the family as well as the number and age of children in each family.

Figure 3.1: shows that singles/one-parents and couples are typically in the age range 40-49. The next largest category is 35-39 age range for couples and 30-34 for singles. On the whole the age distribution for singles/one parent families is younger than that of couples.

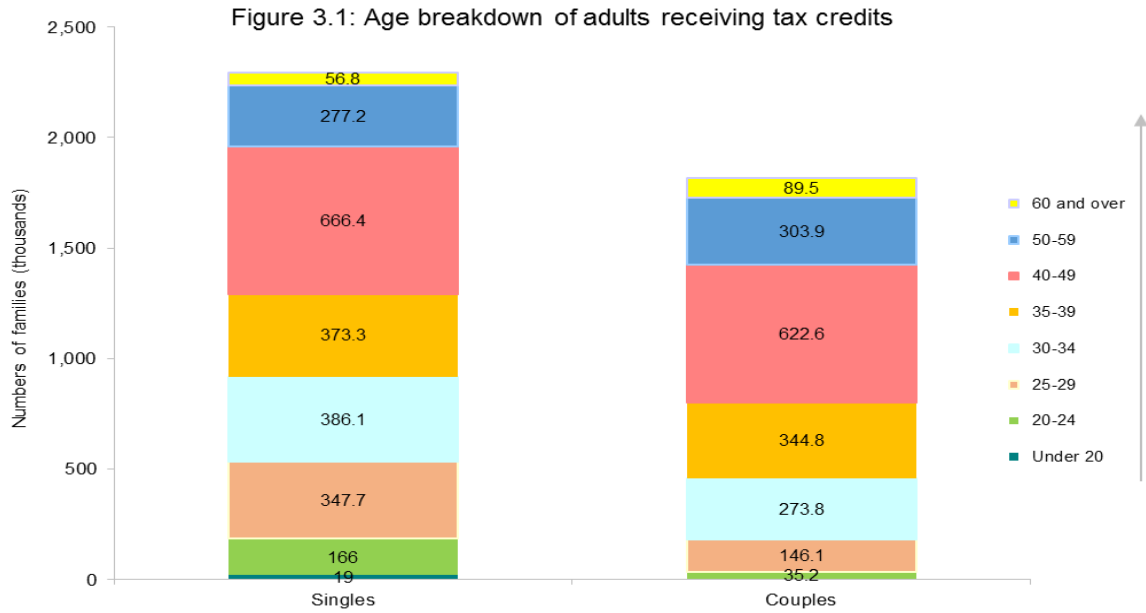


Figure 3.2: shows that the overwhelming majority of families with children are made up of either one or two children. Couples are more likely to have larger family sizes. For example there are 58,000 couple families and 23,000 single families respectively with 5 or more children as at the 2nd December 2016.

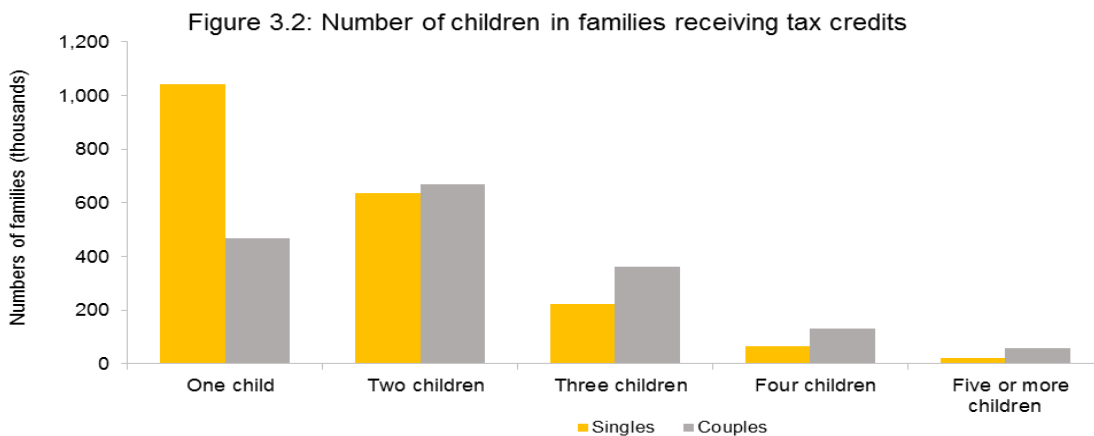


Figure 3.3 : Age distributions of children in Tax credits receipt families, December 2016

Figure 3.3 shows that lone parents tend to have older children than their couple counterpart. For example, there were a total of 356,000 children aged 16 and over in a lone parents family and 285,000 children in couple households, even though the total number of couples families is higher than the total number of lone parents. The total number of children aged 10 or above in single parents and couple families were about the same size as at December 2016.

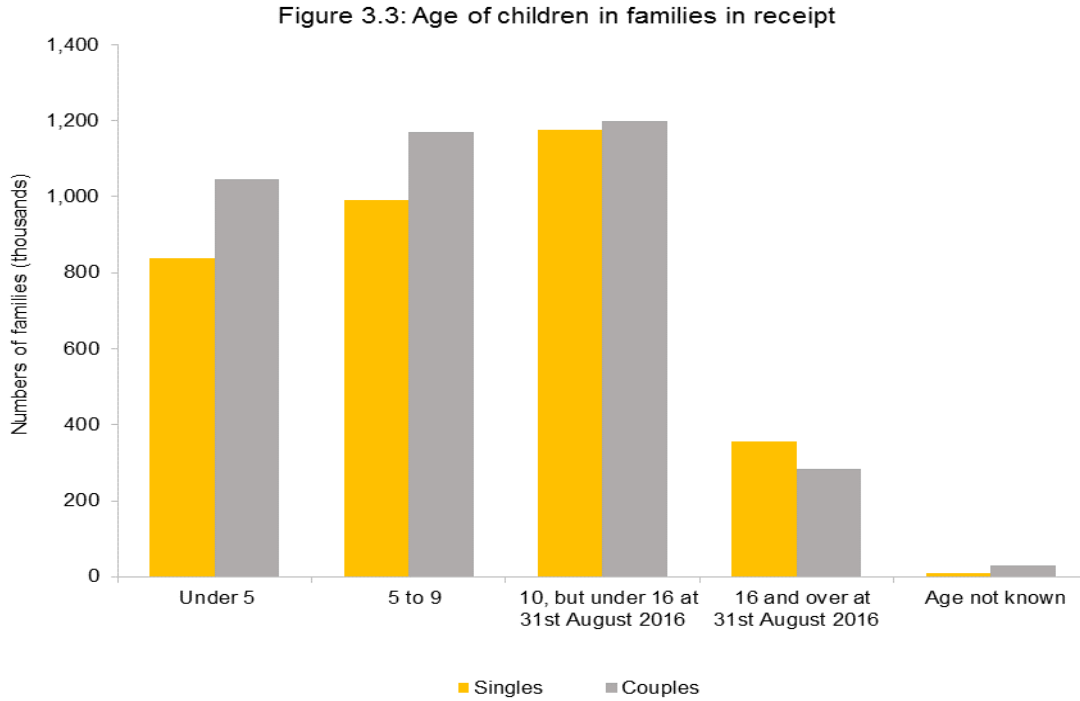


Table 3.1: Recipient families by ages and gender of adults, December 2016

Thousands

	Total out-of-work families receiving CTC only ¹	In-work families			Total in-work families	Total in receipt (out-of-work and in-work families)
		With children		With no children		
		Receiving WTC and CTC	Receiving CTC only	Receiving WTC only		
Singles						
Age of adult						
Under 20	16.4	2.2	-	0.3	2.6	19.0
20-24	104.9	57.0	0.9	3.3	61.1	166.0
25-29	156.6	156.0	6.9	28.2	191.1	347.7
30-34	148.3	191.9	17.5	28.4	237.8	386.1
35-39	127.8	191.7	27.9	25.9	245.6	373.3
40-49	199.3	324.6	65.2	77.3	467.1	666.4
50-59	69.8	87.3	19.0	101.2	207.4	277.2
60 and over	13.7	3.1	0.7	39.3	43.1	56.8
Total singles	836.9	1,013.8	138.0	303.9	1,455.7	2,292.6
Gender of single Families						
Female	786.8	965.2	122.9	166.1	1,254.3	2,041.1
Male	50.1	48.5	15.1	137.8	201.4	251.5
Couples						
Age of eldest adult ¹						
Under 20	0.6	0.6	-	-	0.7	1.2
20-24	9.8	16.8	8.5	0.1	25.4	35.2
25-29	27.3	63.7	52.4	2.7	118.8	146.1
30-34	43.6	115.6	111.6	3.1	230.3	273.8
35-39	53.5	143.9	144.2	3.2	291.3	344.8
40-49	109.8	257.0	238.1	17.8	512.8	622.6
50-59	61.9	102.6	79.6	59.8	242.0	303.9
60 and over	23.5	11.8	8.2	46.0	66.0	89.5
Total couples	329.8	712.1	642.6	132.6	1,487.3	1,817.1
Gender of working adult(s) in couple						
Female sole worker ²	-	87.2	37.4	29.8	154.4	-
Male sole worker ²	-	479.7	326.4	72.6	878.7	-
Both adults in-work ²	-	145.2	278.8	30.3	454.3	-

¹ For out-of-work families receiving their child support via benefits, the age of the Child Benefit claimant.² "Worker" here means an adult working for at least 16 hours per week.

Table 3.2: Recipient families with children, by family size; ages of children, December 2016*Thousands*

	Total out-of-work families receiving CTC only	In-work families			Total families with children in receipt (out-of-work and in-work families)
		With children		Total in-work families with children	
		Receiving WTC and CTC	Receiving CTC only		
Family size.					
Singles					
One child	396.5	565.9	79.0	644.9	1,041.5
Two children	264.6	323.1	47.2	370.3	634.9
Three children	118.0	95.2	10.3	105.4	223.5
Four children	42.1	23.0	1.3	24.3	66.4
Five or more children	15.6	6.6	0.3	6.8	22.5
Total singles	836.9	1,013.8	138.0	1,151.8	1,988.7
Couples					
One child	111.7	210.3	144.6	355.0	466.6
Two children	106.6	263.6	297.5	561.0	667.6
Three children	65.2	149.7	146.6	296.4	361.6
Four children	30.3	59.1	41.6	100.7	131.0
Five or more children	16.1	29.4	12.3	41.7	57.7
Total couples	329.8	712.1	642.6	1,354.6	1,684.5
All families					
One child	508.2	776.2	223.6	999.9	1,508.1
Two children	371.1	586.7	344.7	931.3	1,302.4
Three children	183.2	244.9	156.9	401.8	585.0
Four children	72.4	82.1	42.9	125.0	197.4
Five or more children	31.7	35.9	12.6	48.5	80.2
Total all families	1,166.7	1,725.8	780.6	2,506.4	3,673.1
Number of children in single families by age.					
Under 5	495.8	322.2	19.4	341.6	837.4
5 to 9	438.8	499.5	53.0	552.5	991.3
10, but under 16 at 31st August 2015	460.0	613.1	101.8	714.9	1,174.9
16 and over at 31st August 2015	132.0	187.9	36.4	224.2	356.2
Age not known ¹	5.8	2.6	0.1	2.7	8.5
Total children	1,532.3	1,625.2	210.7	1,835.9	3,368.3
Number of children in couple families by age.					
Under 5	185.3	464.1	395.4	859.5	1,044.8
5 to 9	211.4	494.3	465.0	959.3	1,170.7
10, but under 16 at 31st August 2015	251.6	493.6	453.4	947.0	1,198.6
16 and over at 31st August 2015	73.7	117.8	93.5	211.3	285.0
Age not known ¹	8.5	16.3	4.7	21.0	29.5
Total children	730.5	1,586.0	1,411.9	2,998.0	3,728.5
All families					
Under 5	681.2	786.2	414.8	1,201.1	1,882.2
5 to 9	650.2	993.8	518.0	1,511.8	2,162.0
10, but under 16 at 31st August 2015	711.6	1,106.7	555.2	1,661.9	2,373.5
16 and over at 31st August 2015	205.7	305.6	129.8	435.5	641.2
Age not known ¹	14.2	18.9	4.8	23.7	37.9
Total children in all families	2,262.9	3,211.3	1,622.6	4,833.9	7,096.8

¹ For large families, not all dates of birth were copied to the data base used to produce these figures.

Section 4: Hours worked and childcare of in-work recipient families

Section 4 focuses on the in-work recipient families with breakdowns on the numbers of hours worked per week and the number of families benefiting from the 30-hour element. It also covers childcare-related breakdowns such as the numbers of families benefiting from the childcare element, the hours worked per week, the age distribution of the children, and detailed breakdowns of the costs.

Figure 4.1: shows the number of weekly hours worked by the main-worker in in-work families in receipt. The overwhelming majority of main-workers in a couple family are working full-time (or the equivalent of 35 hours or more). Single parent families are more evenly split between part-time and full-time work.

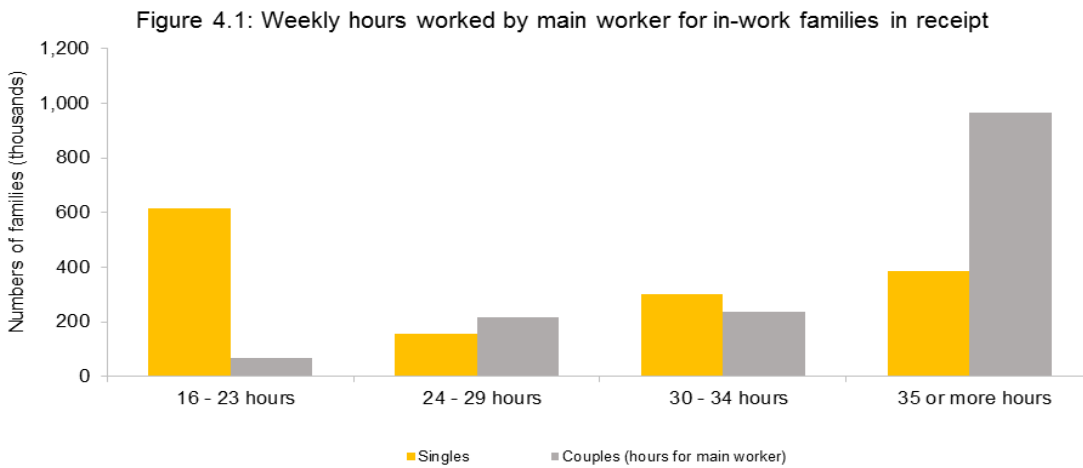


Figure 4.2: shows the average weekly help with childcare costs for single parent, couple, and all families. The costs are broadly split across the cost bands for each of the categories mostly reflecting the range of different numbers of hours childcare provision is claimed for. Many families have childcare costs of £150 per week and over, however there is also a large cluster with costs of £20-£39.99 per week.

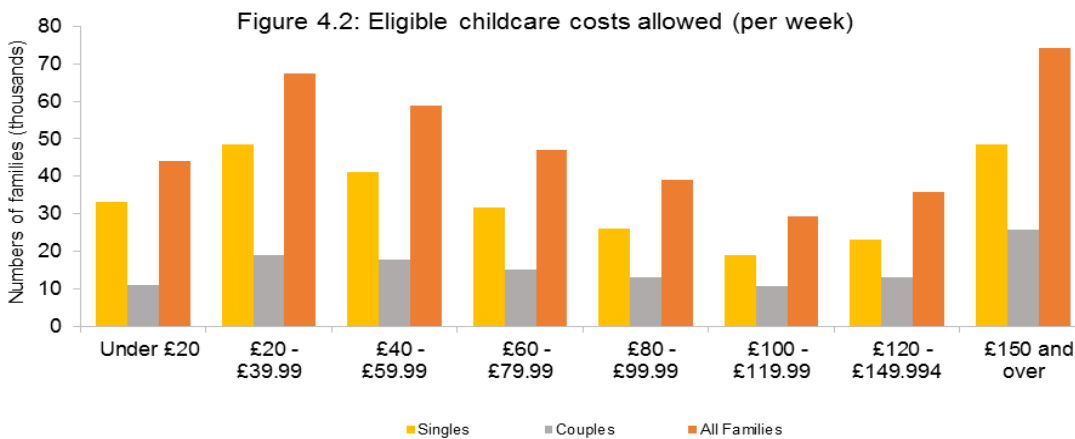


Table 4.1: In-work recipient families: hours worked, December 2016*Thousands*

	In-work families			
	With children		With No Children	
	Receiving WTC and CTC	Receiving CTC only	Receiving WTC only	Total in-work families
Hours worked by main-worker				
Singles				
16 - 23 hours	564.2	15.8	36.0	616.0
24 - 29 hours	132.3	14.4	7.4	154.1
30 - 34 hours	141.2	22.6	137.8	301.7
35 or more hours	176.1	85.2	122.8	384.0
Total Singles	1,013.8	138.0	303.9	1,455.7
Couples (hours for main-worker)				
16 - 23 hours	48.4	10.5	8.8	67.6
24 - 29 hours	183.2	28.7	3.5	215.3
30 - 34 hours	139.2	53.5	45.3	238.0
35 or more hours	341.3	550.0	75.1	966.3
Total Couples	712.1	642.6	132.6	1,487.3

Table 4.2: In-work recipient couples: combination of hours worked, December 2016

Thousands

	Hours worked by main-worker					Total
	16 - 23	24-29	30-34	35-39	40 or more	
Hours worked by partner of main worker						
Couples with children, and receiving CTC & WTC						
Not in-work	13.9	158.0	107.2	98.6	132.8	510.4
1-5	1.2	1.5	1.6	1.5	2.6	8.4
6-10	9.2	4.6	4.0	3.8	6.2	27.9
11-15	6.0	3.1	3.1	3.1	5.0	20.2
16-23	18.2	12.3	14.6	15.9	27.3	88.3
24-29	-	3.6	4.8	5.4	8.2	22.0
30 or more	-	-	3.9	9.1	21.9	34.8
Total couples with children and receiving CTC & WTC	48.4	183.2	139.2	137.4	203.9	712.1
Couples with children, and receiving CTC Only						
Not in-work	1.5	14.6	21.8	99.4	150.8	288.1
1-5	0.2	0.3	0.6	3.4	5.3	9.8
6-10	1.3	1.1	2.2	10.2	15.9	30.7
11-15	1.7	1.5	2.6	12.1	17.3	35.2
16-23	5.9	7.9	13.8	47.7	67.1	142.5
24-29	-	3.1	7.1	18.3	25.5	54.0
30 or more	-	-	5.4	27.7	49.4	82.4
Total couples with children, and receiving CTC Only	10.5	28.7	53.5	218.8	331.2	642.6
Couples without children						
Not in-work	6.5	2.3	35.4	22.1	27.2	93.5
1-5	0.1	-	0.6	0.2	0.6	1.5
6-10	0.3	0.1	1.3	0.7	1.4	3.8
11-15	0.5	0.2	1.1	0.6	1.2	3.6
16-23	1.3	0.7	4.0	2.5	4.2	12.7
24-29	-	0.1	1.0	0.8	1.3	3.2
30 or more	-	-	2.0	2.8	9.5	14.3
Total couples without children	8.8	3.5	45.3	29.8	45.3	132.6
All couples						
Not in-work	21.8	174.9	164.4	220.1	310.8	892.0
1-5	1.5	1.9	2.7	5.1	8.5	19.6
6-10	10.9	5.9	7.5	14.7	23.4	62.3
11-15	8.2	4.8	6.9	15.8	23.5	59.0
16-23	25.3	21.0	32.4	66.2	98.6	243.5
24-29	-	6.8	12.8	24.5	35.0	79.2
30 or more	-	-	11.3	39.6	80.7	131.6
Total All couples	67.6	215.3	238.0	386.0	580.4	1,487.3

Table 4.3: Families benefiting from the 30-hour credit: family type, December 2016*Thousands*

	Singles with children	Singles with no children	Couples with children	Couples with no children	Total
Hours worked by benefiting family					
Main earner works for at least 30 hours	425.1	260.6	1,084.0	120.4	1,890.0
Neither adult works for 30+ hours, but combined hours exceed 30	-	-	70.5	-	70.5
Total families benefiting¹	425.1	260.6	1,154.4	120.4	1,960.5
Gender of sole or main-worker					
Female	384.2	138.6	134.5	30.6	688.0
Male	40.9	121.9	977.1	82.4	1,222.2
Couples - equal hours ²	-	-	42.9	7.4	50.3
Total families benefiting¹	425.1	260.6	1,154.4	120.4	1,960.5

Note:

¹ Those claiming the 30-hour element who (a) have children and have a positive award, or (b) have no children and have a positive award.

² Couples where the two partners (including those in civil partnerships) work the same number of hours.

Table 4.4: In-work families benefiting from the childcare element, December 2016*Thousands*

	Singles	Couples			Total
		Both working	Other ¹	All Couples	
Age group of children³					
Under 5 years only	74.8	38.4	1.1	39.4	114.2
Under 5 years plus older	63.3	53.5	2.3	55.8	119.1
5 to 9 years only	66.0	10.2	0.6	10.7	76.8
5 to 9 years plus older	37.6	13.7	0.8	14.5	52.1
10 years and over only	29.3	4.0	0.4	4.4	33.7
Total families benefiting²	271.0	119.8	5.1	124.9	395.9
Hours worked per week (fewest for couples where both work at least 16 hours)					
16-23	122.9	60.4	1.0	61.4	184.3
24-29	34.9	21.4	0.7	22.1	57.0
30-34	39.7	16.5	0.7	17.2	57.0
35-39	51.9	15.9	1.5	17.4	69.3
40+	21.7	5.6	1.2	6.7	28.4
Total families benefiting²	271.0	119.8	5.1	124.9	395.9
Eligible childcare costs allowed (per week)					
Under £20	33.2	10.3	0.7	11.0	44.1
£20 - £39.99	48.6	17.7	1.1	18.8	67.4
£40 - £59.99	41.2	16.8	0.9	17.7	58.9
£60 - £79.99	31.7	14.6	0.7	15.2	46.9
£80 - £99.99	25.9	12.8	0.3	13.1	39.0
£100 - £119.99	18.9	10.2	0.4	10.6	29.4
£120 - £149.99 ⁴	23.0	12.6	0.3	12.9	35.9
£150 and over	48.6	24.8	0.7	25.6	74.2
Total families benefiting²	271.0	119.8	5.1	124.9	395.9
Average costs allowed⁴ (£ per week)					
	£87.59	£97.77	£79.94	£97.04	£90.57
Average help with childcare costs⁵ (£ per week)					
	£60.45	£59.66	£54.82	£59.47	£60.14

¹ The non-working partner is incapacitated, in hospital or in prison.² Those claiming the childcare element and with a positive award.³ Ages of all children in the family, not just those for whom childcare costs are incurred.⁴ After taking account of maximum costs allowed (see Appendix B).⁵ The difference between the award and the notional award excluding the childcare element.

Table 4.5: In-work single parents: hours worked and childcare, December 2016*Thousands*

	Age group, or age groups, of children ¹					Total
	Under 5 years only	Under 5 years plus older ²	5 to 9 years only	5 to 9 years plus older	10 years and older only	
Claiming childcare element						
Weekly hours worked:						
16-23	36.5	35.3	25.5	15.8	9.9	122.9
24-29	9.8	8.3	8.5	5.0	3.2	34.9
30-34	9.5	7.5	10.7	6.6	5.4	39.7
35-39	12.4	8.7	15.2	7.4	8.0	51.9
40 or more	6.5	3.4	6.2	2.7	2.8	21.7
Total claiming childcare element	74.8	63.3	66.0	37.6	29.3	271.0
Not claiming childcare element						
Weekly hours worked:						
16-23	49.0	49.1	89.6	70.0	199.4	457.1
24-29	10.6	9.1	19.6	14.6	57.9	111.8
30-34	10.3	6.7	17.1	12.4	77.7	124.1
35-39	12.5	6.1	15.2	10.2	79.6	123.5
40 or more	8.2	2.9	8.4	5.3	39.4	64.2
Total not claiming childcare element	90.5	73.9	149.8	112.6	454.0	880.8
Total single parents						
Weekly hours worked:						
16-23	85.5	84.4	115.0	85.8	209.3	580.0
24-29	20.5	17.5	28.0	19.7	61.1	146.7
30-34	19.8	14.2	27.7	19.1	83.0	163.9
35-39	24.9	14.8	30.4	17.6	87.6	175.4
40 or more	14.7	6.3	14.6	8.0	42.2	85.9
Total single parents	165.3	137.2	215.8	150.2	483.2	1,151.8

Note¹ Ages of all children in the family, not just those for whom childcare costs are incurred.

² Includes families with under 5 as well as older children

Section 5 : In-work families benefiting from disability elements, December 2016

Section 5 focuses on families that are benefiting from the disability elements - that is the disabled worker element, the severely disabled adult element, the disabled child element and the severely disabled child element. There are breakdowns of the family size and the numbers of hours worked by those benefiting as well as breakdowns on overlapping disability/childcare elements.

Figure 5.1 shows the number of individuals benefiting from the disability elements of tax credit. There were 123 thousand disabled workers, 186 thousand disabled children, 44 thousand severely disabled adults, and 76 thousand severely disabled children in benefiting families.

Figure 5.1: <u>Numbers of individuals benefiting from the disability elements:</u>	
	<i>thousands</i>
Number of disabled workers in benefiting families	123.1
<i>of which number of severely disabled adults in benefiting families</i>	<i>43.8</i>
Number of disabled children in benefiting families	185.8
<i>of which number of severely disabled in benefiting families</i>	<i>75.7</i>

Table 5.1: In-work families benefiting from the disabled worker element, December 2016*Thousands*

	Singles with children	Singles without children	Couples with children	Couples without children	Total
Disabled worker(s) in family benefiting					
Families with sole worker ² is disabled	17.9	59.2	14.1	10.8	101.9
Couple families both working - one disabled	-	-	12.6	5.8	18.4
Couple families with both working - both disabled	-	-	0.7	0.7	1.4
Total families benefiting¹	17.9	59.2	27.5	17.2	121.7
Gender of disabled workers					
Female	16.5	33.0	10.3	7.0	66.9
Male	1.4	26.2	17.9	10.8	56.2
Total disabled workers in benefiting families	17.9	59.2	28.2	17.9	123.1
Ages of disabled workers					
Under 20	-	0.3	-	-	0.4
20-29	1.9	8.7	2.4	0.7	13.6
30-39	5.1	10.3	9.1	1.0	25.6
40-49	7.8	14.7	11.2	3.4	37.1
50-59	2.9	18.7	5.0	8.0	34.6
60 or over	0.2	6.5	0.5	4.7	11.8
Total disabled workers in benefiting families	17.9	59.2	28.2	17.9	123.1
Hours worked by disabled workers					
16-23	9.9	28.0	9.3	7.2	54.3
24-29	2.0	5.7	3.7	1.7	13.1
30-34	2.6	10.9	4.0	3.5	21.0
35-39	2.5	9.8	6.0	2.9	21.2
40 or more	0.9	4.8	5.3	2.5	13.6
Total disabled workers in benefiting families	17.9	59.2	28.2	17.9	123.1

¹ Those claiming the disabled worker element who (a) have children and have a positive award, or (b) have no children and have a positive WTC award. Disabled workers includes those who are severely disabled and who are also included in Table 5.3.

² Throughout this table, "worker" means an adult working for at least 16 hours per week.

Table 5.2: In-work families benefiting from the disabled child element, December 2016*Thousands*

	Singles		Couples		Total
	One disabled child	2+ disabled children	One disabled child	2+ disabled children	
Family size					
One child	19.4	-	21.0	-	40.3
Two children	17.2	1.1	43.4	4.7	66.4
Three children	6.6	0.7	28.8	4.5	40.6
Four children	1.8	0.3	10.7	2.3	15.2
Five or more children	0.6	0.1	5.0	1.3	7.0
Total families benefiting¹	45.5	2.2	108.8	12.9	169.4
Number of disabled children in benefiting families	45.5	4.5	108.8	27.0	185.8
Also with the childcare element	10.1	0.6	7.7	0.8	19.3
Also with the disabled worker element	1.7	0.1	3.3	0.6	5.7

¹ Those with the disabled child element and with a positive award. Disabled children includes those who are severely disabled and included in Table 5.4.

Table 5.3: In-work families benefiting from the severely disabled adult element, December 2016*Thousands*

	Singles		Couples		Total		
	With children	Without children	With children	Without children	With children	Without children	Total
Family size							
No children	-	8.3	-	11.6	-	19.9	19.9
One child	1.9	-	8.8	-	10.8	-	10.8
Two children	0.8	-	7.4	-	8.1	-	8.1
Three children	0.2	-	3.0	-	3.2	-	3.2
Four children	0.1	-	0.9	-	1.0	-	1.0
Five or more children	-	-	0.4	-	0.4	-	0.4
Total families benefiting¹	3.0	8.3	20.5	11.6	23.5	19.9	43.4
Hours worked by sole or main-worker							
16-23	1.7	3.8	3.8	1.5	5.5	5.2	10.7
24-29	0.2	0.8	2.8	0.4	3.0	1.3	4.3
30-34	0.5	1.5	2.9	3.9	3.4	5.4	8.8
35-39	0.4	1.4	5.5	2.9	5.9	4.2	10.2
40 or more	0.2	0.8	5.4	3.0	5.6	3.8	9.4
Total families benefiting¹	3.0	8.3	20.5	11.6	23.5	19.9	43.4
Total severely disabled adults in benefiting families	3.0	8.3	20.7	11.8	23.7	20.1	43.8
Also with childcare element	0.6	-	1.6	-	2.2	-	2.2
Also with disabled worker element	3.0	8.3	6.1	4.1	9.1	12.4	21.5

¹ Those with the severely disabled adult element who (a) have children and have a positive award, or (b) have no children and have a positive WTC award.

Table 5.4 In-work families benefiting from the severely disabled child element, December 2016

Thousands

	Singles	Couples	Total
Family size			
One child	7.0	9.0	16.0
Two children	6.7	20.7	27.4
Three children	3.1	14.9	18.0
Four children	0.8	5.6	6.4
Five or more children	0.3	2.9	3.2
Total families benefiting¹	17.9	53.1	71.0
Hours worked by main-worker			
16-23	9.6	3.1	12.7
24-29	2.3	5.9	8.2
30-34	2.6	6.4	8.9
35-39	2.4	16.3	18.6
40 or more	1.0	21.6	22.6
Total families benefiting¹	17.9	53.1	71.0
Total severely disabled children in benefiting families	18.5	57.2	75.7
Also with childcare element	4.3	3.9	8.2
Also with disabled worker element	0.9	1.6	2.6

¹ Those with the severely disabled child element and with a positive award.

Section 6 : Annual incomes of in-work recipient families

Section 6 describes the distribution of incomes used to taper awards for families in receipt. This is also broken down by the type of income reported - i.e., whether the award is based on the family's previous year's income ('PY' income), the family's current year income ('CY' income), and whether the income disregards has been applied.

Figure 6.1: shows that the vast majority of families receiving tax credits have incomes under £30,000. The majority of support is going to families on incomes of up to £10,000. The second highest support lies with the income group between £6,421 and £9,999. Broadly speaking, the higher the income, the fewer the numbers of families in receipt (due to tapering of awards) - reflecting the targeted approach to financial support in-built in the Tax Credits system .

Figure 6.1: Income used to taper awards: in-work families

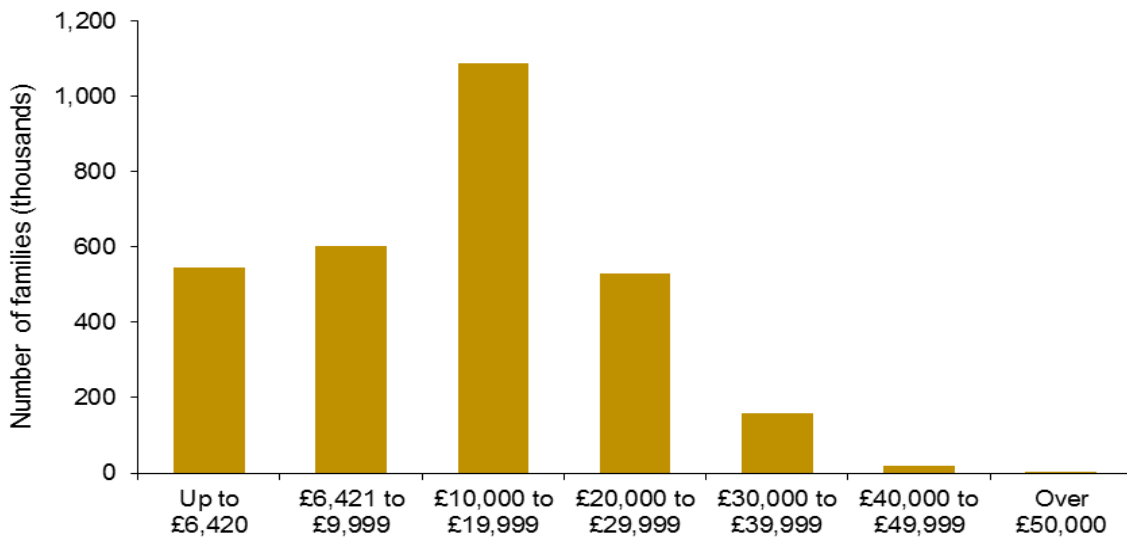


Table 6.1: In-work recipient families: ranges of incomes used to taper awards, December 2016

Thousands

	Range of income used to taper awards							Total
	Up to £6,420	£6,421 to £9,999	£10,000 to £19,999	£20,000 to £29,999	£30,000 to £39,999	£40,000 to £50,000	Over £50,000	
With children								
Of which receiving WTC and CTC	436.2	487.8	747.6	47.4	6.4	0.5	0.1	1,725.8
Of which receiving CTC only	-	-	133.8	476.5	151.4	17.1	1.8	780.6
Total with children	436.2	487.8	881.3	523.8	157.8	17.6	1.9	2,506.4
Without children								
Receiving WTC only	110.3	114.7	206.4	5.0	0.1	-	-	436.6
Income reported¹:								
PY income only ³	409.7	456.9	771.8	355.9	106.9	11.9	1.3	2,114.4
Also CY income	136.8	145.6	315.9	172.9	51.0	5.7	0.6	828.6
Total In-work recipient families	546.5	602.5	1,087.7	528.8	157.9	17.7	1.9	2,943.0
Year of income used¹:								
PY income used								
No CY income reported	409.7	456.9	771.8	355.9	106.9	11.9	1.3	2,114.4
CY income up to £2,500 above PY income	44.6	42.4	64.6	30.1	8.4	0.8	-	191.0
CY income up to £2,500 below PY income	12.7	25.9	50.5	25.0	7.2	0.7	0.1	122.1
Total where PY income is used	467.0	525.2	887.0	411.0	122.5	13.5	1.4	2,427.5
CY income used								
Over £2,500 lower than PY income								
<i>of which increasing award value</i>	8.0	25.4	89.1	52.5	13.5	1.3	0.1	189.9
<i>of which not affecting award value²</i>	2.4	0.2	0.8	0.3	0.1	-	-	3.8
Over £2,500 above PY income								
<i>of which reducing award value</i>	-	51.0	110.1	64.8	21.8	2.9	0.3	251.0
<i>of which not affecting award value²</i>	69.1	0.7	0.7	0.2	-	-	-	70.7
Total where CY income is used	79.5	77.3	200.8	117.8	35.4	4.2	0.5	515.5
Total In-work recipient families	546.5	602.5	1,087.7	528.8	157.9	17.7	1.9	2,943.0

¹ "PY income" is income in 2014-15; "CY income" is estimated income in 2015-16. CY income will be used to taper the award if it rises or falls by more than the income disregards. This is explained in more detail in the Technical Note.

² Even if CY incomes is used to taper an award, the amount of entitlement may not change if it is already at its maximum.

³ Includes families whose CY income is greater than PY income due to auto-inflated income

Table 6.2: Recipient families awards not reduced through tapering, December 2016

	Out-of-work families receiving CTC	In-work families		Total recipient families where awards are not reduced through tapering ¹
		Receiving WTC and CTC	Receiving WTC only	
Family size				
Singles				
No children	-	-	91.5	91.5
One child	392.1	173.5	-	565.6
Two children	262.0	117.8	-	379.8
Three children	117.4	41.6	-	159.0
Four children	42.0	11.9	-	53.9
Five or more children	15.6	4.2	-	19.8
Total Singles	829.1	349.0	91.5	1,269.6
Couples				
No children	-	-	18.8	18.8
One child	103.1	25.8	-	128.9
Two children	94.6	31.3	-	125.8
Three children	59.0	20.2	-	79.3
Four children	28.2	9.8	-	38.0
Five or more children	15.5	6.1	-	21.6
Total Couples	300.4	93.2	18.8	412.4
All families				
No children	-	-	110.3	110.3
One child	495.2	199.3	-	694.5
Two children	356.5	149.1	-	505.6
Three children	176.4	61.8	-	238.2
Four children	70.2	21.7	-	91.9
Five or more children	31.1	10.3	-	41.4
Total All families	1,129.5	442.2	110.3	1,682.0

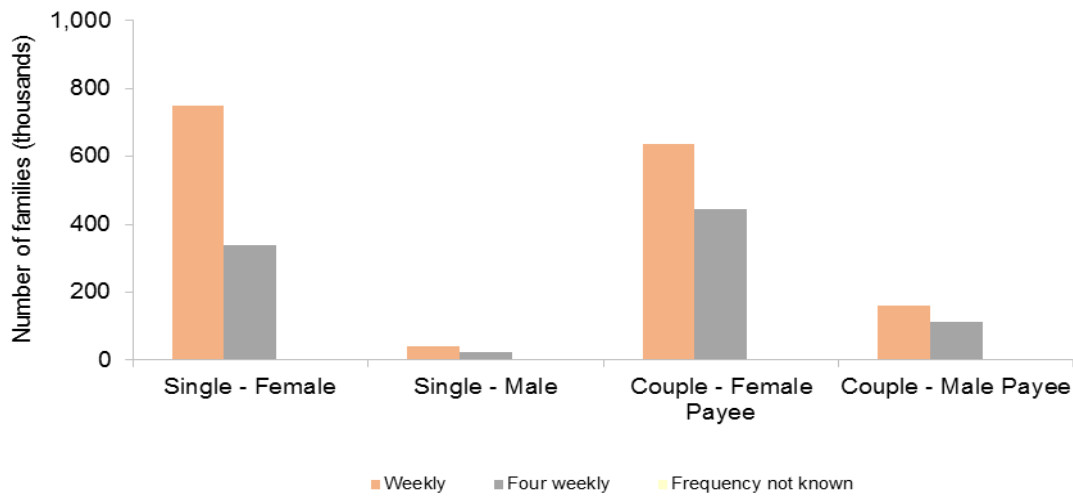
¹ For in-work families, those with annual incomes for tapering up to the first income threshold (£6,420). For out-of-work families, those receiving Income Support, income-based Jobseeker's Allowance or Pension Credit, plus other families with annual incomes for tapering up to the threshold for those entitled to CTC only (£16,010). Ignores any income reduction to benefit entitlement for those receiving their child support via benefits.

Section 7 : Type of payments to in-work families with children

Section 7 details the chosen payment frequency for families in receipt, broken down by family status and gender of the adults. Tax Credit recipients are able to choose whether they are paid in weekly or 4-weekly intervals.

Figure 7.1: shows that in-work families with children tend to choose weekly payments rather than four-weekly payment cycles. The vast majority of payments are paid to the female parent. Lone parents are more likely to have weekly payments, whereas couples have a more equal preference.

Figure 7.1: Chosen frequency of payment: in-work families with children



Note: 1.5 thousands families have not reported their chosen frequency payment

Table 7.1: In-work families with children- chosen type of payment, and payees, of CTC, December 2016

Thousands

	Singles		Couples		Total
	Female	Male	Female payee ¹	Male payee ¹	
Chosen type of payment²					
All in-work families receiving					
<u>CTC & WTC</u>					
Weekly	690.8	33.4	353.1	112.3	1,189.7
Four weekly	274.1	15.1	181.0	65.2	535.4
Type of payment not known ³	-	-	0.4	-	0.4
Total	964.9	48.5	534.5	177.5	1,725.5
All in-work families receiving					
<u>CTC Only</u>					
Weekly	57.7	7.4	283.9	46.9	396.0
Four weekly	65.1	7.6	263.9	47.0	383.6
Type of payment not known ³	-	-	0.9	-	1.0
Total	122.9	15.1	548.8	93.8	780.6
All in-work families receiving CTC					
Weekly	748.5	40.9	637.0	159.2	1,585.7
Four weekly	339.2	22.7	444.9	112.1	919.0
Type of payment not known ³	-	-	1.4	-	1.5
Total in-work families receiving CTC	1,087.8	63.6	1,083.3	271.3	2,506.1
Gender of partner working most hours					
Couples - female works longest					
Weekly	-	-	91.7	19.2	110.8
Four weekly	-	-	60.3	12.9	73.3
Type of payment not known ³	-	-	0.3	0.0	0.3
Total	-	-	152.3	32.1	184.4
Couples - male works longest					
Weekly	-	-	527.1	135.9	663.0
Four weekly	-	-	367.8	95.6	463.4
Type of payment not known ³	-	-	1.0	-	1.0
Total	-	-	895.9	231.5	1,127.4
Couples - equal hours⁴					
Weekly	-	-	18.2	4.2	22.4
Four weekly	-	-	16.8	3.6	20.4
Type of payment not known ³	-	-	0.1	-	0.1
Total	-	-	35.1	7.7	42.9

¹ The main carer of the children, as nominated in the claim. See the Technical Note.² As chosen in the claim. This table, as all others, includes as "recipients" families where adjustments to modelled awards, made to eliminate or minimise prospective overpayments for the year, have reduced to zero the actual rate of payment at the reference date. See the Technical Note.³ The data giving the frequency for these families were not copied to the data base used to produce these tables.⁴ Couples where the two partners work the same number of hours.

Section 8: Regional analysis of recipient families

Section 8 details the numbers of families in receipt with a regional breakdown. There are detailed breakdowns of the level of support provided in each region, the numbers of families benefiting from the childcare element as well as the disabled worker element and disabled child element.

As seen in figure 8.1, the region with the highest numbers of tax credits recipients is London, closely followed by the North West and then the South East. The region with the lowest numbers of tax credits recipients is Northern Ireland followed by the North East of England. Within the overall figures, the highest number of families on the higher awards - those receiving WTC and CTC - are from London followed by the North West. The highest number of out-of-work families in receipt are again in London followed by the North West. This takes no account of the size of the population that are eligible for tax credits so one should be careful when drawing inferences from these results.

Figure 8.1: Numbers of families receiving different amounts of tax credits by country and English region

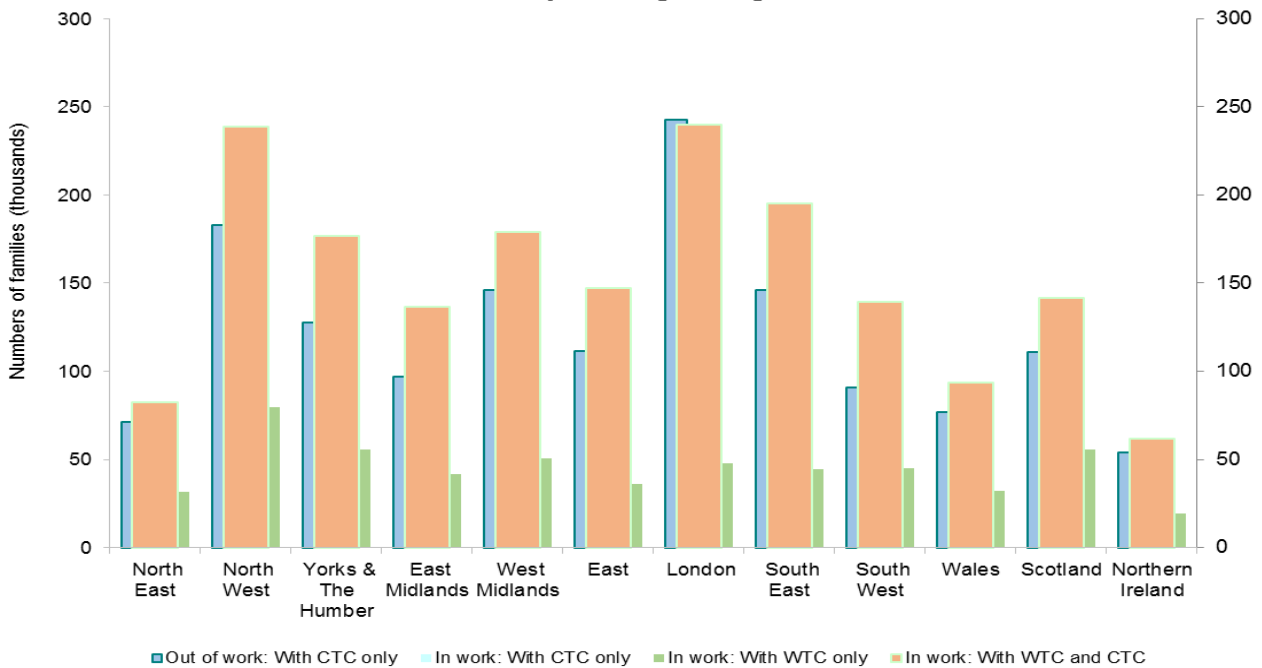


Table 8.1: Recipient families by profile of tax credit and by country and English region, December 2016

Thousands

	Total out-of-work families	In-work families			Total in-work families	Total in receipt (out-of-work and in-work families)
		With children		With no children		
		Receiving WTC and CTC	Receiving CTC only	Receiving WTC only		
Singles						
England	683.6	836.6	114.2	243.2	1,194.0	1,877.5
North East	42.6	48.0	5.8	17.3	71.1	113.6
North West	96.0	125.3	16.7	43.4	185.4	281.4
Yorks & The Humber	75.0	89.0	10.7	30.1	129.8	204.8
East Midlands	55.0	74.5	9.6	23.6	107.6	162.7
West Midlands	85.7	92.1	12.5	26.9	131.5	217.2
East	64.8	83.4	11.7	20.2	115.3	180.1
London	125.2	141.3	20.5	30.5	192.3	317.5
South East	85.7	110.8	17.1	26.8	154.6	240.4
South West	53.6	72.2	9.6	24.5	106.4	160.0
Wales	46.1	51.2	7.0	17.1	75.3	121.4
Scotland	67.8	85.5	12.1	30.5	128.1	195.8
Northern Ireland	36.6	37.4	4.2	12.8	54.4	91.0
Foreign and not known	2.8	3.0	0.5	0.5	4.0	6.8
United Kingdom¹	836.9	1,013.8	138.0	303.9	1,455.7	2,292.6
Couples						
England	275.3	617.1	536.9	108.8	1,262.8	1,538.1
North East	16.7	27.7	25.4	7.6	60.7	77.5
North West	38.9	92.9	71.8	19.7	184.3	223.2
Yorks & The Humber	33.1	74.9	62.2	15.1	152.2	185.3
East Midlands	23.9	54.5	55.5	11.2	121.1	145.0
West Midlands	36.4	81.1	65.9	14.2	161.2	197.6
East	25.3	54.6	61.2	8.8	124.6	149.9
London	46.7	118.6	57.2	11.4	187.2	233.9
South East	32.7	66.1	75.5	10.4	152.0	184.7
South West	21.7	46.8	62.3	10.3	119.4	141.0
Wales	19.2	32.9	33.7	8.3	75.0	94.2
Scotland	23.5	38.9	45.6	9.4	93.8	117.3
Northern Ireland	10.8	21.0	24.2	6.0	51.3	62.1
Foreign and not known	1.1	2.1	2.2	0.2	4.4	5.5
United Kingdom¹	329.8	712.1	642.6	132.6	1,487.3	1,817.1
All families						
England	958.8	1,453.8	651.1	351.9	2,456.8	3,415.6
North East	59.3	75.8	31.2	24.9	131.8	191.1
North West	134.9	218.2	88.5	63.0	369.7	504.6
Yorks & The Humber	108.0	164.0	72.9	45.2	282.0	390.1
East Midlands	78.9	129.0	65.0	34.7	228.7	307.7
West Midlands	122.1	173.2	78.3	41.1	292.7	414.8
East	90.0	138.0	72.9	29.1	239.9	330.0
London	171.9	259.9	77.7	41.9	379.5	551.4
South East	118.5	176.8	92.5	37.2	306.6	425.1
South West	75.3	119.0	71.9	34.9	225.7	301.0
Wales	65.3	84.1	40.8	25.4	150.2	215.5
Scotland	91.2	124.4	57.7	39.8	221.9	313.1
Northern Ireland	47.4	58.4	28.5	18.8	105.7	153.1
Foreign and not known ²	3.9	5.1	2.6	0.7	8.4	12.3
United Kingdom¹	1,166.7	1,725.8	780.6	436.6	2,943.0	4,109.7

¹ Including foreign and not known.² Foreign and not known consists of a small proportion of recipient families and children who do not live within England, Scotland, Northern Ireland or Wales. They may for instance be a Crown servant posted overseas, or living in a British Crown Dependency. Due to the small size of this population we combine them into one group which also consists of those whom, at the time of publication, either have a UK postcode that does not match to a geographical office region code, or do not have a postcode in the available data.

Table 8.2: Number of children in recipient families, by country and English region, December 2016

Thousands

	Children of Out-of-work families	Children of In-work families		Number of children in recipient families
		CTC & WTC	CTC Only	
Singles				
England	1261.8	1350.7	174.8	2787.4
North West	76.9	74.9	8.5	160.3
North West	175.9	199.3	25.2	400.3
Yorks & The Humber	140	143.2	16.2	299.4
East Midlands	103.4	118.4	14.7	236.5
West Midlands	162.4	149.5	18.7	330.5
East	118.9	132.8	18.1	269.8
London	227.6	240.8	32.2	500.5
South East	158.5	177	26.6	362
South West	98.3	114.9	14.8	228.1
Wales	82.7	80.7	10.5	173.9
Scotland	115.3	129	17.9	262.3
Northern Ireland	67.5	60.1	6.7	134.3
Foreign and not known	5.1	4.6	0.7	10.4
United Kingdom¹	1532.3	1625.2	210.7	3368.3
Couples				
England	614.2	1387.3	1182.2	3183.6
North East	36.2	59.8	53.9	150
North West	88.1	212.2	156.1	456.4
Yorks & The Humber	75.3	172.3	135.1	382.7
East Midlands	52.5	117.5	120.4	290.5
West Midlands	84.1	188.8	145.9	418.8
East	55.7	119.3	136	311
London	101.9	274.1	126.5	502.5
South East	72.4	144.5	170.7	387.6
South West	47.9	98.8	137.4	284.1
Wales	41.9	69.5	72.9	184.3
Scotland	48.9	79.6	97.3	225.8
Northern Ireland	23.4	45.3	54.9	123.6
Foreign and not known	2.2	4.3	4.7	11.2
United Kingdom¹	730.5	1586	1411.9	3728.5
All families				
England	1876	2738	1357	5971
North East	113.2	134.7	62.4	310.3
North West	264	411.5	181.3	856.7
Yorks & The Humber	215.3	315.5	151.3	682
East Midlands	155.9	235.9	135.1	527
West Midlands	246.4	338.3	164.5	749.3
East	174.6	252.1	154.1	580.8
London	329.5	514.9	158.7	1003.1
South East	230.9	321.4	197.3	749.6
South West	146.2	213.7	152.3	512.1
Wales	124.5	150.3	83.3	358.1
Scotland	164.3	208.7	115.2	488.1
Northern Ireland	90.9	105.4	61.7	258
Foreign and not known²	7.3	8.9	5.4	21.6
United Kingdom¹	2262.9	3211.3	1622.6	7096.8

¹ Including foreign and² Foreign and not known consists of a small proportion of recipient families and children who do not live within England, Scotland, Northern Ireland or Wales. They may for instance be a Crown servant posted overseas, or living in a British Crown Dependency. Due to the small size of this population we combine them into one group which also consists of those whom, at the time of publication, either have a UK postcode that does not match to a geographical office region code, or do not have a postcode in the available data.

Table 8.3: In-work recipient families; beneficiaries of the childcare, disabled child and disabled worker elements by country and English region.*Thousands unless otherwise stated*

	Benefiting from childcare element ¹				Benefiting from disabled child element ¹	Benefiting from disabled worker element	
	Singles	Couples	Total	Average help with childcare costs ³ (£ per week)		With children ¹	Without children ²
England	226.1	103.5	329.6	£59.77	139.1	35.0	59.0
North East	10.3	5.0	15.4	£57.22	8.1	2.5	4.3
North West	39.0	20.9	59.9	£58.77	21.3	5.9	11.5
Yorks & The Humber	24.6	12.7	37.2	£54.31	14.6	4.0	6.2
East Midlands	19.9	11.2	31.1	£56.61	12.9	3.6	5.8
West Midlands	26.1	12.9	39.0	£60.15	16.6	3.7	6.4
East	20.0	8.5	28.5	£54.00	15.5	3.5	5.4
London	41.3	8.7	50.0	£82.17	15.0	3.9	4.9
South East	27.2	11.5	38.7	£54.48	20.7	4.3	7.4
South West	17.6	12.1	29.8	£47.52	14.4	3.6	7.2
Wales	11.5	6.8	18.3	£55.80	8.5	2.9	4.4
Scotland	22.0	8.7	30.7	£58.88	13.5	4.5	9.1
Northern Ireland	10.3	5.5	15.8	£74.49	7.7	2.8	3.7
Foreign and not known ⁵	1.0	0.4	1.4	£70.17	0.6	0.2	0.2
United Kingdom⁴	271.0	124.9	395.9	£60.14	169.4	45.4	76.4

¹ Families with the relevant element and with a positive award.² Families with the disabled worker element and with positive WTC awards.³ The difference between the award and the notional award excluding the childcare element.⁴ Including foreign and not known.⁵ Foreign and not known consists of a small proportion of recipient families and children who do not live within England, Scotland, Northern Island or Wales. They may for instance be a Crown servant posted overseas, or living in a British Crown Dependency. Due to the small size of this population we combine them into one group which also consists of those whom, at the time of publication, either have a UK postcode that does not match to a geographical office region code, or do not have a postcode in the

Appendix A: Technical Note:

Current entitlement :

There is a single claim form covering both Child and Working Tax Credits, and entitlement is calculated jointly. Awards run to the end of the tax year, and are based on the element values, thresholds, etc shown at Appendix B.

An annual award is calculated by summing the various elements to which the family is entitled. Unless the family is receiving Income Support, income-based Jobseeker's Allowance or Pension Credit, this sum is reduced if the family's annual income (see below) exceeds the relevant income threshold. The reduction is 41 per cent of the excess over the threshold.

Annual income and tapering of awards :

For 2016-17 awards, the initial calculation of a family's entitlement is based on its relevant income in 2015-16, which is reported for the final calculation of the 2015-16 award or on the claim form. Relevant income comprises gross annual taxable income from social security benefits (except pensions) and from employment or self employment, less pension contributions; plus annual income from savings, property, state and private pensions and other sources (but excluding maintenance) in excess of £300. For claims by couples, entitlement is based on their joint annual income.

Final entitlement for 2016-17 is based on 2016-17 income if that is more than £2,500 lower than the income in 2015-16, or exceeds it by more than £2,500. However, the first £2,500 of a fall in income or the first £2,500 rise in income in 2016-17 is disregarded in calculating the tax credit due for that year. The family can report an estimate of its income in 2016-17 at any time, and the award will be recalculated using this income. After the end of the year the award is finalised when the 2016-17 income is known.

Changes of circumstances :

A family's circumstances (number of children, hours worked, childcare costs, disabilities etc) can change within the year. To calculate the annual award, the year is then split into the periods between which the family's circumstances changed. Entitlement is calculated for each period, based on the annual values shown in Appendix B but scaled down to the number of days in the period. The rate of entitlement attributed to each case for this publication is that for the period spanning the reference date.

¹ *Some families were not required to report their 2016-17 income, but only to notify HMRC if it differs sufficiently from the latest reported income to affect the level of entitlement. For these cases the latest reported incomes have been taken as proxies for 2016-17 incomes.*

Backdating:

Initial claims can be backdated by up to one month. Changes of circumstance that can potentially increase the value of awards are backdated to when they occurred, or to a date one month before they were reported, whichever is later. Changes that can potentially reduce the value of awards are backdated to when they occurred. However, none of these backdated changes affect the figures in these tables, which are for the reference date and based on information taken into account by the reference date.

Receipt of CTC and WTC awards, and level of CTC:

The rate of receipt attributed to each sample family for these tables is the entitlement modelled using the information on circumstances and income taken into account by the reference date.

This may not equal the actual amount being received. This can be reduced to eliminate or minimise prospective overpayments for the year, or to recover previous years' overpayments (overpayments can arise when backdated changes of circumstances that reduce awards, or higher incomes, are reported).

Families without children can only receive WTC. Out-of-work families with children can only receive CTC. The maximum award (before tapering) of in-work families with children includes both WTC and CTC. The tapering is deemed to reduce WTC first, so families for which the reduction through tapering exceeds the modelled level of WTC are shown as receiving CTC only.

Payees in couples; and frequency of payment:

For couples, CTC (plus any WTC up to the level of the childcare element) is paid to the main carer of the children, as nominated in the claim. WTC (in excess of any childcare element) is paid to the adult working for at least 16 hours per week. If both work for at least 16 hours per week then the couple can nominate the payee.

Families are asked to choose between weekly and four-weekly payment of CTC and WTC (separately).

Main-worker:

This is defined as the adult working the most hours.

Civil partnerships:

Couples in civil partnerships can claim tax credits as couples. Such couples are included as normal in the tables showing families according to the gender of the main earner, or of the recipient of CTC.

Data sources:

The estimates in the tables for in-work families are based on data from a random sample of families with awards at the reference date, extracted from the tax credits computer system on that date.

The estimates for out-of-work families with children are based on data at 02 December 2016. The out-of-work families receiving their child support via DWP are based on scans of the benefits systems. These identified all families with children receiving benefits at August 2008. The estimates are restricted to families that had qualifying children in Child Benefit awards at August 2015 and were not claiming tax credits at 02 December 2016. The out-of-work families claimants size in Table 2.1 is the combination of estimate for CTC equivalent paid by DWP plus the estimate for out-of-work families receiving CTC at the extraction date based on a random sample from the HMRC core system taken at that date.

Note: that this method works because out-of work families receiving their child support via benefits can have moved to CTC between August 2008 and December 2016 (for example, when they move into work), but movement in the opposite direction is not possible. Also, since April 2004, all new families receive their child support via CTC, not benefits. An aggregate allowance has however been made for the relatively small number of babies born between August 2008 and December 2016 to families receiving their child support via benefits at the latter date.

Weights were given to the sample to gross the total to derive the estimates. Details of weighting is provided in Appendix B.

Appendix B: Sampling method and sampling error:

The tables are based on a random sample of families receiving CTC or WTC at the reference date. The sample comprises 10 per cent of such single adults (with or without children) and 20 per cent of such couples. Each figure in the tables is derived by weighting the relevant sample cases by the inverses of these sampling fractions¹.

The figures in the tables are therefore estimates, but we know how accurate they are. For example, suppose that there are 100,000 couples with a characteristic. This number is not known, and we are to estimate it via the sample. Each couple is sampled with a chance of 0.2. Statistical theory says that there is a 95 per cent chance that the number sampled will lie between 19,752 and 20,248, and that the resulting estimate will lie between 98,760 and 101,240. At least approximately, then, where an estimate of 100,000 is derived from the sample, the true figure lies between these figures, with a 95 per cent probability. That is, the "95 per cent confidence interval" for the estimate is the estimate itself plus or minus 1,240.

The width of the confidence interval varies with the size of the estimate and the sampling fraction, as shown in the table below. For estimates that comprise a mixture of couples and single adults, the figures will lie between the two sets shown, according to the mix.

Confidence intervals for estimates of recipient families				
Estimated value	<u>95% confidence interval</u>		<u>As % of the estimate</u>	
	Couples	Single adults	Couples	Single adults
'000	'000	'000		
1	± 0.1	± 0.2	± 12%	± 19%
2	± 0.2	± 0.3	± 8%	± 12%
5	± 0.3	± 0.4	± 6%	± 8%
10	± 0.4	± 0.6	± 4%	± 6%
25	± 0.6	± 0.9	± 2.5%	± 4%
50	± 0.9	± 1.3	± 1.8%	± 2.6%
100	± 1.2	± 1.9	± 1.2%	± 1.9%
250	± 2.0	± 2.9	± 0.8%	± 1.2%
500	± 2.8	± 4.2	± 0.6%	± 0.8%
1,000	± 3.9	± 5.9	± 0.4%	± 0.6%

¹ Each case is further weighted so that the overall total equals an independent count of families with awards.

Sampling uncertainty

As the figures are based on sample therefore they are subject to sampling uncertainty. Figures based on fewer than 25 cases are shown as "-".

Appendix C: Annual entitlement (£) by tax credit

	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	Annual rate (£), except where specified		
												2014-15	2015-16	2016-17
Child Tax Credit														
Family element	545	545	545	545	545	545	545	545	545	545	545	547.5	547.5	547.5
Family element: baby addition ¹	545	545	545	545	545	545	545	545	-	-	-	-	-	-
Child element ²	1445	1625	1690	1765	1845	2085	2235	2300	2555	2690	2720	2752.1	2780	2780
Disabled child additional element ³	2215	2215	2285	2350	2440	2540	2670	2715	2800	2950	3015	3102.5	3140	3140
Severely disabled child additional element ⁴	865	890	920	945	980	1020	1075	1095	1130	1190	1220	1255.6	1275	1275
Working Tax Credit														
Basic element	1525	1570	1620	1665	1730	1800	1890	1920	1920	1920	1920	1941.8	1960	1960
Couples and lone parent element	1500	1545	1595	1640	1700	1770	1860	1890	1950	1950	1970	1992.9	2010	2010
30 hour element ⁵	620	640	660	680	705	735	775	790	790	790	790	803	810	810
Disabled worker element	2040	2100	2165	2225	2310	2405	2530	2570	2650	2790	2855	3102.5	3140	3140
Severely disabled adult element	865	890	920	945	980	1020	1075	1095	1130	1190	1220	1255.6	1275	1275
50+ return to work payment ⁶														
16 but less than 30 hours per week	1045	1075	1110	1140	1185	1235	1300	1320	1365	-	-	-	-	-
at least 30 hours per week	1565	1610	1660	1705	1770	1840	1955	1965	2030	-	-	-	-	-
Childcare element														
Maximum eligible costs allowed (£ per week)														
Eligible costs incurred for 1 child	135	135	175	175	175	175	175	175	175	175	175	175	175	175
Eligible costs incurred for 2+ children	200	200	300	300	300	300	300	300	300	300	300	300	300	300
Percentage of eligible costs covered	0.7	0.7	0.7	0.8	0.8	0.8	0.8	0.8	0.7	0.7	0.7	0.7	0.7	0.7
Common features														
First income threshold ⁷	5060	5060	5220	5220	5220	6420	6420	6420	6420	6420	6420	6420	6420	6420
First withdrawal rate	0.37	0.37	0.37	0.37	0.37	0.39	0.39	0.39	0.41	0.41	0.41	0.41	0.41	0.41
Second income threshold ⁸	50000	50000	50000	50000	50000	50000	50000	50000	40000	-	-	-	-	-
Second withdrawal rate	1 in 15	1 in 15	1 in 15	1 in 15	1 in 15	1 in 15	1 in 15	1 in 15	0.41	-	-	-	-	-
First income threshold for those entitled to Child Tax Credit only ⁹	13230	13480	13910	14155	14495	15575	16040	16190	15860	15860	15910	16010	16105	16105
Income increase disregard ¹⁰	2500	2500	2500	25000	25000	25000	25000	25000	10000	10000	5000	5000	5000	2500
Income fall disregard ¹¹	-	-	-	-	-	-	-	-	-	2500	2500	2500	2500	2500
Minimum award payable	26	26	26	26	26	26	26	26	26	26	26	26	26	26

¹ Payable to families for any period during which they have one or more children aged under 1. Baby element component was abolished from April 2012.

² Payable for each child up to 31 August after their 16th birthday, and for each young person for any period in which they are aged under 20 (under 19 to 2005-06) and in full-time non-advanced education, or under 18 and in their first 20 weeks of education.

³ Payable in addition to the child element for each disabled child.

⁴ Payable in addition to the disabled child element for each severely disabled child.

⁵ Payable for any period during which normal hours worked (for a couple, 30 hours per week).

⁶ Payable for each qualifying adult for the first 12 months following a return to work.

⁷ Income is net of pension contributions, and excludes Child Benefit, Housing benefit, Council tax benefit, maintenance and the first £300 of family income other than from work or benefits. The award is reduced by the excess of income over the first threshold, multiplied by the first withdrawal rate.

⁸ For those entitled to the Child Tax Credit, the award is reduced only down to the family element, plus the baby addition where relevant, less the excess of income over the second threshold multiplied by the second withdrawal rate.

⁹ Those also receiving Income Support, income-based Jobseeker's Allowance or Pension Credit are passported to maximum award with no income disregard.

¹⁰ The amount of increase in income disregarded in the calculation of Tax Credit awards has been reduced from £10,000 to £5,000 from 6 April 2012.

¹¹ Introduced from 6 April 2012, this drop in income is disregarded in the calculation of Tax Credit awards.