Flowchart for Clear Pathways

Carer in receipt of means tested benefits

Carer in receipt of means tested benefits

- Receiving sec.23C payments only
- Receiving sec.23C and rent payments
- Receiving sec.23C, rent and meals/food payments

- YP receiving benefit*
- YP in receipt of funds classed as income

Outcomes:
- No impact. Sec.23C payment is disregarded when calculating carers benefit entitlement
- A non dependent deduction may be made if the carer is receiving HB and/or CTAX benefit. Amount of deduction dependent upon YP's income
- Sec.23C payment is disregarded when calculating carers benefit entitlement. £20 of non. sec23C income is disregarded. The remainder will impact on benefit entitlement
- Sec.23C payment is disregarded when calculating carers benefit entitlement. £20 and then 50% of remaining income is disregarded. Remainder is classed as income and will impact on benefit entitlement

In receipt of Working Family Tax Credits

In receipt of Working Family Tax Credits

- Receiving sec.23C payments only
- Receiving sec.23C and rent payments
- Receiving sec.23C, rent and meals/food payments

- YP receiving benefit*
- YP in receipt of funds classed as income

Outcome:
No impact. The rules that apply to foster carers are extended for Staying Put carers who receive £10k tax exemption, (per household), for income received from caring plus an additional exemption of £250pw per YP per household for up to 3 staying put YP

Not in receipt of means tested benefits

Not in receipt of means tested benefits

- Receiving sec.23C payments only
- Receiving sec.23C and rent payments
- Receiving sec.23C, rent and meals/food payments

- YP receiving benefit*
- YP in receipt of funds classed as income

Outcome:
Staying Put care is counted as work for WT credit purposes. Carers receive a £10k tax exemption, (per household), for income received from caring plus and additional exemption of £250pw per YP per household for up to 2 Staying Put YP. Income from caring that exceeds these allowances will be subject to the same tax rules applied to carers remaining income