

# Welfare Reform Act 2012

## **2012 CHAPTER 5**

## PART 1

UNIVERSAL CREDIT

### **CHAPTER 1**

#### ENTITLEMENT AND AWARDS

#### Awards

## 7 Basis of awards

- (1) Universal credit is payable in respect of each complete assessment period within a period of entitlement.
- (2) In this Part an "assessment period" is a period of a prescribed duration.
- (3) Regulations may make provision—
  - (a) about when an assessment period is to start;
  - (b) for universal credit to be payable in respect of a period shorter than an assessment period;
  - (c) about the amount payable in respect of a period shorter than an assessment period.
- (4) In subsection (1) "period of entitlement" means a period during which entitlement to universal credit subsists.

#### 8 Calculation of awards

- (1) The amount of an award of universal credit is to be the balance of—
  - (a) the maximum amount (see subsection (2)), less
  - (b) the amounts to be deducted (see subsection (3)).

Status: This is the original version (as it was originally enacted).

(2) The maximum amount is the total of—

- (a) any amount included under section 9 (standard allowance),
- (b) any amount included under section 10 (responsibility for children and young persons),
- (c) any amount included under section 11 (housing costs), and
- (d) any amount included under section 12 (other particular needs or circumstances).

(3) The amounts to be deducted are—

- (a) an amount in respect of earned income calculated in the prescribed manner (which may include multiplying some or all earned income by a prescribed percentage), and
- (b) an amount in respect of unearned income calculated in the prescribed manner (which may include multiplying some or all unearned income by a prescribed percentage).

(4) In subsection (3)(a) and (b) the references to income are—

- (a) in the case of a single claimant, to income of the claimant, and
- (b) in the case of joint claimants, to combined income of the claimants.