

AGENDA ITEM NO: 6

Report To: Inverclyde Council Date: 18 February 2021

Report By: Corporate Director Environment, Report No: SL/LP/027/21

Regeneration & Resources

Contact Officer: Sharon Lang Contact No: 01475 712112

Subject: Campaign to keep the £20 a week Universal Credit increase – Notice

of Motion by Councillor C McEleny

1.0 PURPOSE

1.1 The purpose of this report is to advise the Council of the receipt of a Notice of Motion by Councillor C McEleny, countersigned by Councillor MacLeod, relative to the campaign to keep the £20 a week Universal Credit increase, submitted in terms of Standing Order 22.

1.2 The terms of the Notice of Motion are set out in Appendix 1 to the report.

2.0 RECOMMENDATION

2.1 The Council is asked to consider the Notice of Motion by Councillor C McEleny.

Gerard Malone Head of Legal & Property Services



Model motion for local authorities

No cuts to Universal Credit – let families keep the £20 increase

Aim: To maintain the income of low and middle income families

This council notes:

- Next April the Government plan to cut the benefit level for millions of claimants by ending of
 the time limited increase to the basic rate of Universal Credit (and the tax credit equivalent)
 announced by the Chancellor on 20th March as part of his pandemic response package.
- The £20 a week boost reflected the reality that the level of benefits were not adequate to
 protect the swiftly increasing number of households relying on them as the crisis hit. Exactly
 because that increase was a very significant and welcome move to bolster low- and middleincome families living standards, its removal will be a huge loss.
- Pressing ahead would see the level of unemployment support fall to its lowest real-terms level since 1990-91, and it's lowest ever relative to average earnings. Indeed, the basic level of out-of-work support prior to the March boost was at £73 a week (£3,800 a year) less than half the absolute poverty line.
- The increase in benefits have had a positive effect on the lives of thousands of local claimants who are better able to pay for life's essentials such as food, clothing and utilities.
- The local economy has also benefited from the increase in benefit levels as claimants spend their money locally thereby supporting local businesses and jobs.

This council resolves to:

- Write to the Chancellor, Rushi Sunak and to the Prime Minister, Boris Johnson demanding that the £20 increase to Universal Credit is made permanent and extended to claimants on legacy benefits.
- Work with other local government organisations to form a coalition to pressure the government to make the £20 increase to Universal Credit permanent.