

Supplementary forecast information release

Correction to Table 4.19: Welfare spending

The table below is a correction to the table in the July 2015 *Economic and fiscal outlook* (EFO). Two lines have been changed reflecting a (neutral) switch from 'housing benefit (not on JSA)' - now lower - to 'Other DWP in welfare cap' - now higher. This switch in expenditure reaches £0.3 billion in 2020-21.

	£ billion						
	Estimate	Forecast					
		Welfare cap period					
	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Welfare cap							
DWP social security	74.4	76.0	74.8	72.8	71.2	70.4	71.0
of which:							
Housing benefit (not on JSA) ¹	21.4	22.1	21.9	21.5	21.2	20.8	21.0
Disability living allowance and personal independence payments	15.3	15.6	15.1	14.6	14.6	14.9	15.2
Incapacity benefits ²	14.1	14.8	14.7	14.4	14.0	14.0	14.0
Pension credit	6.6	6.1	5.9	5.7	5.4	5.4	5.4
Attendance allowance	5.4	5.5	5.6	5.7	5.8	6.0	6.1
Income support (non-incapacity)	2.6	2.5	2.6	2.4	2.3	2.2	2.3
Carer's allowance	2.3	2.5	2.5	2.6	2.8	2.9	3.0
Statutory maternity pay	2.2	2.3	2.3	2.4	2.5	2.5	2.6
Winter fuel payments	2.1	2.1	2.1	2.0	2.0	2.0	2.0
Universal credit ³	0.0	0.0	-0.2	-0.9	-1.7	-2.7	-3.1
Other DWP in welfare cap	2.3	2.4	2.4	2.4	2.4	2.4	2.4
Personal tax credits	29.7	29.5	25.3	26.3	27.3	27.5	28.2
Child benefit	11.6	11.5	11.4	11.4	11.3	11.3	11.4
Tax free childcare	0.0	0.0	0.1	0.6	0.6	0.7	0.8
NI social security in welfare cap	3.4	3.4	3.4	3.4	3.4	3.4	3.5
Paternity pay	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Total welfare cap	119.1	120.6	115.2	114.6	114.0	113.5	114.9
Welfare spending outside the welfare cap							
DWP social security	92.0	94.0	96.1	99.3	102.8	106.0	109.6
of which:							
State pension	86.5	89.7	92.1	95.3	98.7	101.8	105.3
Jobseeker's allowance	3.1	2.2	2.3	2.4	2.4	2.5	2.6
Housing benefit (on JSA)	2.4	1.6	1.7	1.6	1.7	1.7	1.7
Universal credit ³	0.1	0.5					
NI social security outside welfare cap	2.3	2.4	2.4	2.5	2.6	2.7	2.8
War pensions ⁴	0.8						
Total welfare outside the welfare cap	95.1	96.4	98.6	101.8	105.4	108.7	112.4
Total welfare	214.3	216.9	213.8	216.5	219.4	222.2	227.3
<i>Memo: welfare cap as proportion of total welfare</i>	<i>55.6</i>	<i>55.6</i>	<i>53.9</i>	<i>53.0</i>	<i>51.9</i>	<i>51.1</i>	<i>50.6</i>

¹ Housing benefit (not on jobseeker's allowance) is made up of a number of claimant groups. The main claimant groups are pensioners, those on incapacity benefits, lone parents, and housing benefit only claimants.

² Incapacity benefits includes incapacity benefit, employment and support allowance, severe disablement allowance and income support (incapacity part).

³ Universal credit actual spending for 2014-15 and 2015-16. Spending from 2016-17 onwards represents universal credit additional costs not already included against other benefits (i.e. UC payments that do not exist under current benefit structure).

⁴ Transferred to DEL from 2015-16.