

Guide to Rent Reduction Policy as set out in the Welfare Reform and Work Bill

SOCIAL HOUSING (EXCLUDING AFFORDABLE RENTS)				
Tenancy Starts	Condition	Rent in Relevant Year 2016/17	2017/18 to 2019/20	Ref
prior to 8 th July 2015	prior social housing tenant	1% less than in the preceding twelve months	Less 1% each year	Para 21(1)
After 8 th July 2015	social housing tenant between 8 th July 2015 and the start of the tenancy	<i>Higher of:</i> Formula rent at 8 th July 2015 less 1% Actual rent at 8 th July 2015 less 1%	Less 1% each year Less 1% each year	Schedule Para 1
After 8 th July 2015	NOT social housing tenant before the tenancy	Formula rent at 8 th July 2015 (as if it had applied) less 1%	Less 1% each year	Schedule Para 2
AFFORDABLE RENTS				
Tenancy Starts	Condition	Rent in Relevant Year 2016/17	2017/18 to 2019/20	Ref
prior to 8 th July 2015		1% less than in the preceding twelve months	Less 1% each year	Para 21(1)
After 8 th July 2015	Tenancy begins prior to relevant year	80% of market rent at start of tenancy	Less 1% each year	Schedule Para 3(2)
	Tenancy begins after the start of the relevant year	80% of market rent in the relevant year	Less 1% each year	Schedule Para 3(3)