

Priorities for a New Government & Data Insights

June 2024

Our Priorities for a New Government

Citizens Advice research shows that nationally, 5 million people are living on a negative budget, falling further into debt just to cover their essentials. A further 2.3 million people are living on empty - cutting back their spending on essentials to unsafe levels.

The rise in clients with negative budgets has been driven by four main factors:

Income from benefits hasn't kept pace with inflation, meaning that benefits have fallen even further behind the real cost of living.

Work isn't paying: for many people we help on low incomes, real terms earnings have stagnated.

High energy costs have had a big impact - with costs doubling for a period and still 40% above their pre-crisis levels.

Private rents continue to rise. The recent rise in interest rates has dragged low income mortgage holders into debt.

This information comes from a major Citizens Advice research paper, 'The National Red Index'. For further information, please ask us, or follow the link <u>here.</u>

Legislate to uprate working-age benefits using inflation data from the <u>Household</u> <u>Costs Indices</u>, so they better reflect the true cost of living for low-income households.

Keep increasing the national minimum wage so more people in work can be lifted out of a negative budget.

End section 21 'no fault' evictions for renters and deliver reforms that give tenants meaningful security in their homes and protection when things go wrong.

Reform the Local Housing Allowance so it better supports people with high private rent costs.

Scrap the 5 week wait for Universal Credit claims, which causes hardship and debt.

Reform disability benefits to improve access, with decisions right the first time.

Reform the Warm Home Discount, providing greater support to fuel poor households.

Introduce a social tariff strategy, ensuring support in all essential markets.

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West Dorset

5.11% of residents in a negative budget

This is 4,782 people

The top issues that we are helping West Dorset residents with include:

- Charitable Support & Foodbanks
- Benefits & Tax Credits
- Benefits Universal Credit
- Debt

51.82% of West Dorset residents said that cost of living or living standards was one of the most important issues in determining how they will vote.

79.52% of people in West Dorset said that negative budgets are an important issue.

Citizens Advice helped 5,961 people in West Dorset between April 2023 to March 2024, advising on 29,755 issues. 54% had a disability or long term health condition.

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41% increase in issues vs. the same period last year.

This is a



Thank you for your time. For more information, please contact:

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