



# Child Poverty Act 2010

## 2010 CHAPTER 9

### PART 1

#### NATIONAL TARGETS, STRATEGIES AND REPORTS

##### *Targets relating to child poverty*

#### **5 The absolute low income target**

- (1) The absolute low income target is that less than 5% of children who live in qualifying households live in households falling within the relevant income group.
- (2) For the purposes of this section, a household falls within the relevant income group, in relation to a financial year, if its equivalised net income for the financial year is less than 60% of the adjusted base amount.
- (3) “The adjusted base amount”, in relation to a financial year, is the base amount adjusted in a prescribed manner to take account of changes in the value of money since the base year.
- (4) In this section—
  - “the base amount” means the amount of median equivalised net household income for the base year;
  - “the base year” means the financial year beginning with 1 April 2010.