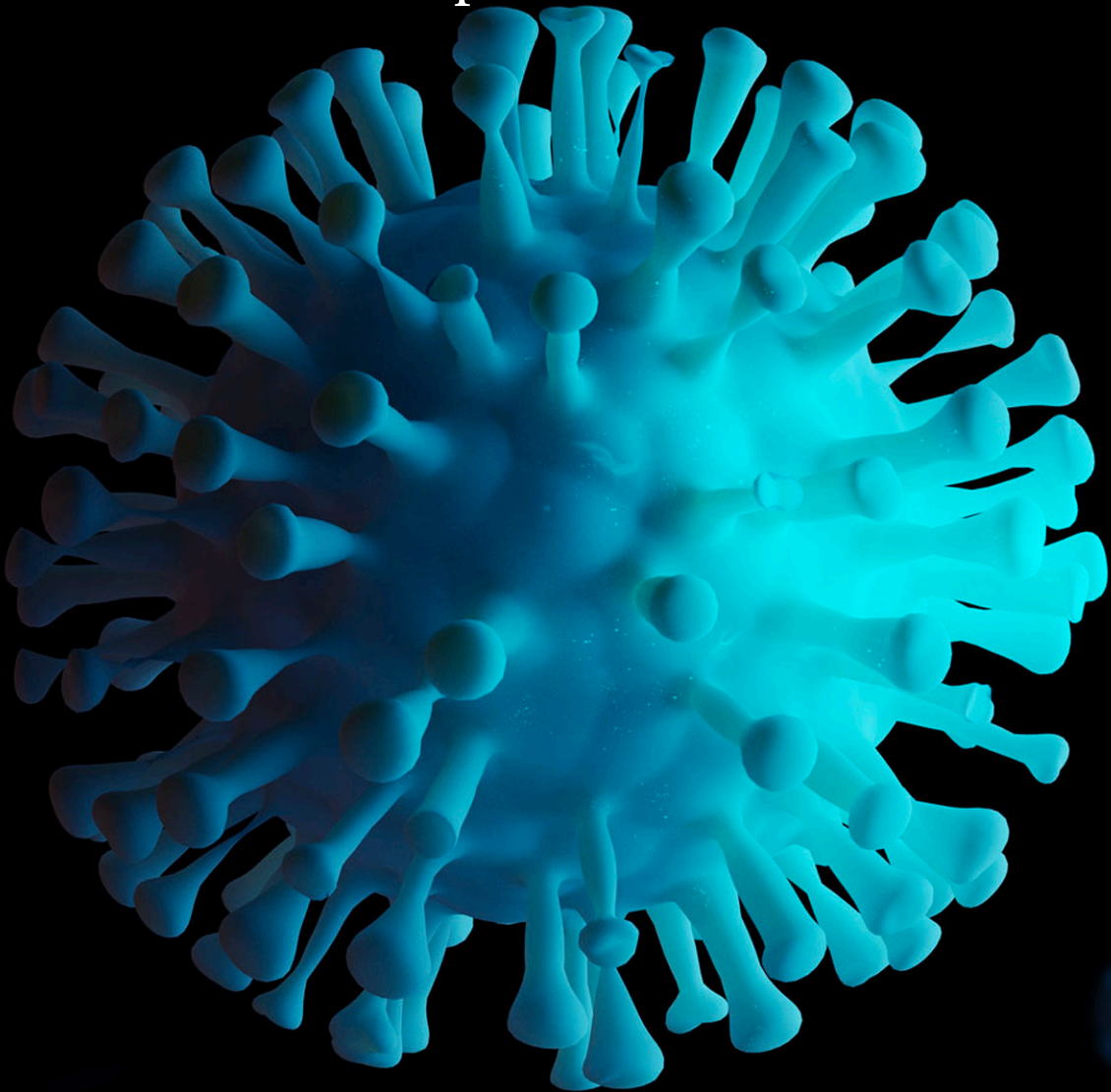




Callan Financial Group



COVID-19

FINANCIAL SUPPORT FOR SMALL
BUSINESSES, SELF-EMPLOYED,
CONTRACTORS AND INDIVIDUALS

www.callanaccountancy.co.uk

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Please note that, as we expect more announcements and details in the coming days, we will be updating our guides frequently.

We recommend you to visit website www.callanaccountancy.co.uk for most updated information.



Statutory Sick Pay (SSP)

Small Business

Contractor (Ltd)

Ratable Property

Landlord (Ltd)

SSP For Employees

Individuals diagnosed with COVID-19 or those who are unable to work because they are self-isolating are entitled to Statutory Sick Pay (SSP) from Day 1.

Benefit—SSP will be payable from day 1 at £94.25 per week for those off-work.

Eligibility

- Those (including company directors) unable to work because they have been sick with COVID-19, or are self-isolating, or been advised to be in quarantine.
- Earning an average of at least £118 per week.
- Contractors working through an Umbrella company are legally entitled to SSP.

How to Claim

- Inform employer as soon as possible.
- If evidence is required by an employer after 7 days (Employer CANNOT ask for a fit note for up to 7 days).
 - those with symptoms of coronavirus can get an isolation note from [NHS 111 online](#) and;
 - those who live with someone that has symptoms can get a note from the [NHS website](#).

Who are NOT Eligible

- Self-employed.
- Employees earning below Lower Earning Limit of £118 per week.

SSP For Employers

Small and Medium sized businesses (SME's) and employers can reclaim Statutory Sick Pay (SSP) paid to employees for sickness absence due to COVID-19.

Benefits

- Employer can reclaim expenditure for any employee who has claimed SSP (due to being off work because of COVID-19) for up to 2 weeks' SSP per eligible employee.

Eligibility

- UK based businesses with fewer than 250 employees as of 28th February 2020.

How to Claim

- Employers should maintain records of staff absences and payments of SSP but employees will not need to provide a GP fit note.
- Government to set up the repayment mechanism for employers as soon as possible (reclaim disbursements to start by end of April 2020 - TBC).

Applicable from 13th March 2020 onwards.



Coronavirus Job Retention Scheme

Small Business

PAYE

All UK employers will be able to access support to continue paying part of their employees' salary for furloughed workers—those employees that would otherwise have been laid off during this crisis.

Benefits

- Payment of 80% of staff salaries up to £2,500 (gross pay) per month per worker for those who are on PAYE and unable to work.
- From 1st March 2020, lasting for an initial period of three months, but will be extended “if necessary”.

How to Claim

- designate affected employees as ‘furloughed workers’ and notify them
- submit information to HMRC.

A new online portal will be set up by HMRC in the next few weeks.

Owner-directors: Details are not clear yet.

- Single Owner-Director—unlikely to benefit.
- Multiple Owner-Directors—may be able to claim for furloughed directors on PAYE except for one (TBC).

These are Grants and you are not expected to repay.

Small Business Grants

Small Business

Ratable Property

Grants (non-repayable) to retail, hospitality and leisure businesses who occupy ‘rateable’ properties operating from smaller premises and are based in England.

Benefit

- £25,000 Grant—for business with a rateable value over £15,000 and below £51,000.
- £10,000 Grant—for business eligible for Small Business Rate Relief (SBRR) or Rural Rate Relief, to help meet their ongoing business costs (business properties with rateable value up to £15,000).

SBRR (Small Business Rate Relief) and Rural Rate Relief —more info here

How to Claim—

- You do not need to do anything. This grant will be administered by local authorities, who will write to you if you are eligible for this grant.
- This is expected to start from 1st April 2020. Please contact your local authorities for any queries.

These are grants and you are not expected to repay.



Business Rates Holiday

Small Business

Ratable Property

A 12-month business rates holiday for businesses in the retail, hospitality and leisure sectors and nurseries from April 2020 to March 2021.

- Business Rates retail discount to 100%.
- Businesses that received the retail discount in the 2019 to 2020 tax year will be rebilled by their local authority as soon as possible.

For guidance, the businesses should contact their local authority from 20th March 2020.

Coronavirus Business Interruption Loan Scheme (CBILS)

Small Business

Contractor

Ratable Property

Sole Trader

Government backed loans up to £5million to support primarily COVID19 affected small and medium sized businesses.

Benefit

- No interest for first 12 months (government to pay interest for 12 months).
- Government to provide a guarantee of 80% on each loan without any charge.
- Loans up to £5 million.
- Provisions to provide further discretionary financial support to businesses.

Borrower is liable to repay 100% of the loan.

Eligibility

- Be UK based, with turnover of no more than £45 million per annum.
- Operate within an eligible industrial sector (most are eligible).
- Have not received de minimis State Aid beyond €200,000 equivalent over the current and previous two fiscal years.
- Have a sound borrowing proposal, but insufficient security to meet the lender's requirements.
- Full eligibility criteria will be published shortly (TBC).

Our DNS Team can help you in preparing your loan application and applying for business loans to multiple lenders at once through our partner platform. Please get in touch with your account manager to find out more.



VAT Payment Deferral

Small Business

Contractor

Sole Trader

All UK business registered for VAT can defer VAT payments due between 20th March 2020 and 30th June 2020 until the end of tax year 2020-21.

Benefits

- VAT payable until 30th June 2020 can be paid at the end of 2020-21 tax year i.e. April 2021.
- VAT refunds and reclaims will be paid by the government as normal.

NOTE—VAT Returns are due as normal. Only payment is deferred.

This is an automatic offer with no applications required.

VAT You will still need to pay the VAT amount due in full before April 2021.

Income Tax Deferral

Contractor

Landlord

Sole Trader

For Income Tax (Self-Assessment), payments due on the 31st July 2020 will be deferred until the 31st January 2021.

Eligibility

- All those Self-employed.
- This is an automatic offer with no applications required. No penalties or interest for late payment will be charged in the deferral period.

You will still need to pay the amount in full before 31st January 2021

Support with Tax Affairs

Small Business

Contractor

Ratable Property

Landlord (Ltd)

Sole Trader

All businesses and self-employed people in financial distress, and with outstanding tax liabilities, may be eligible to receive support with their tax affairs through HMRC's Time To Pay service.

You can call HMRC's dedicated helpline on 0800 0159 559 for help and advice. HMRC will decide on a case by case basis and you should contact HMRC directly.

There is no automatic deferment in Corporation Tax liabilities.



Start date for the new IR35 tax rules has been deferred to 6th April 2021.

Mortgage Support

Small Business

Contractor

Ratable Property

Landlord (Ltd)

Sole Trader

Mortgage borrowers can apply for a three-month payment holiday from their lender. Tenants can apply for a three-month payment holiday from their landlord.

- Tenants cannot be evicted from their home over the next three months.
- Homeowners cannot have their home repossessed over the next three months.

Eligibility

- Both residential and buy-to-let mortgages are eligible for the holiday.

Borrowers still owe the amounts that they do not pay as a result of the payment holiday and interest will continue to be charged on the amount they owe.

Insurance

Small Business

Contractor

Ratable Property

Landlord (Ltd)

Sole Trader

Businesses that have cover for both pandemics and government ordered closures should be covered.

The government and insurance industry confirmed on 17th March 2020 that advice to avoid pubs, theatres, etc., is sufficient to make a claim as long as all other terms and conditions are met.

Insurance policies differ significantly, so businesses should check the terms and conditions of their specific policy and contact their providers directly.



Other(s)

Relaxation in planning regulations to allow pubs and restaurants to start providing takeaways without a planning application.

Universal Credit: Self-employed people can now access full universal credit at a rate equivalent to statutory sick pay.

For more details on support measures, sign up to our Newsletter here

We are expecting more measures to be announced in the coming days for selfemployed, contractors and freelancers. We will keep you posted on the developments and how government is supporting businesses during this difficult time. For any concerns, we encourage you to get in touch with your account manager. We assure you to be there for you in these difficult times.

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