

TOP 6

CONTRACTOR TAX PLANNING ENQUIRIES OF 2014

You should be getting a better financial service that guarantees you are safe from any investigation. Are you receiving these important services?



1 Compliant Tax Planning Solutions

Tax planning involves the use of solutions and arrangements that work within the current legislation and to the letter of the law. This way even if the law is changed your current solutions will not be affected.

2 Market Awareness



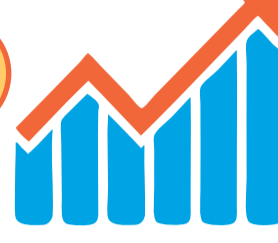
The tax arena is a constantly-moving target. Your provider should be monitoring new changes and development in the law and designing and developing new solutions that work within these new frameworks.



3 Your Choice

Your clients and agencies should allow you to choose the way you work. If they don't, does your provider offer you a choice of vehicles to work through; as a Ltd Co. or through an Umbrella Company?

4 Independently Approved Solutions



Is your payroll solution independently assessed and approved by a top 4 UK consultancy firm? Does your provider ensure it works within all current legislation? How safe do you feel with your current solution?



5 Financial Support

Does your current provider offer access to a support fund to help you challenge any HMRC investigation? Any are they willing to back you to the highest court to ensure you win?

6 And most importantly



Onshore Solutions to be GAAR compliant. Does your payroll solution meet the latest change in legislation to be fully compliant under GAAR? Are there any elements of your current scheme that are still based offshore? If so, you are more likely to attract the attention of the HMRC inspectors who are looking for areas to investigate.

5000

Number of contractors who have used these services since 2008

2

Number of challenges made by HMRC

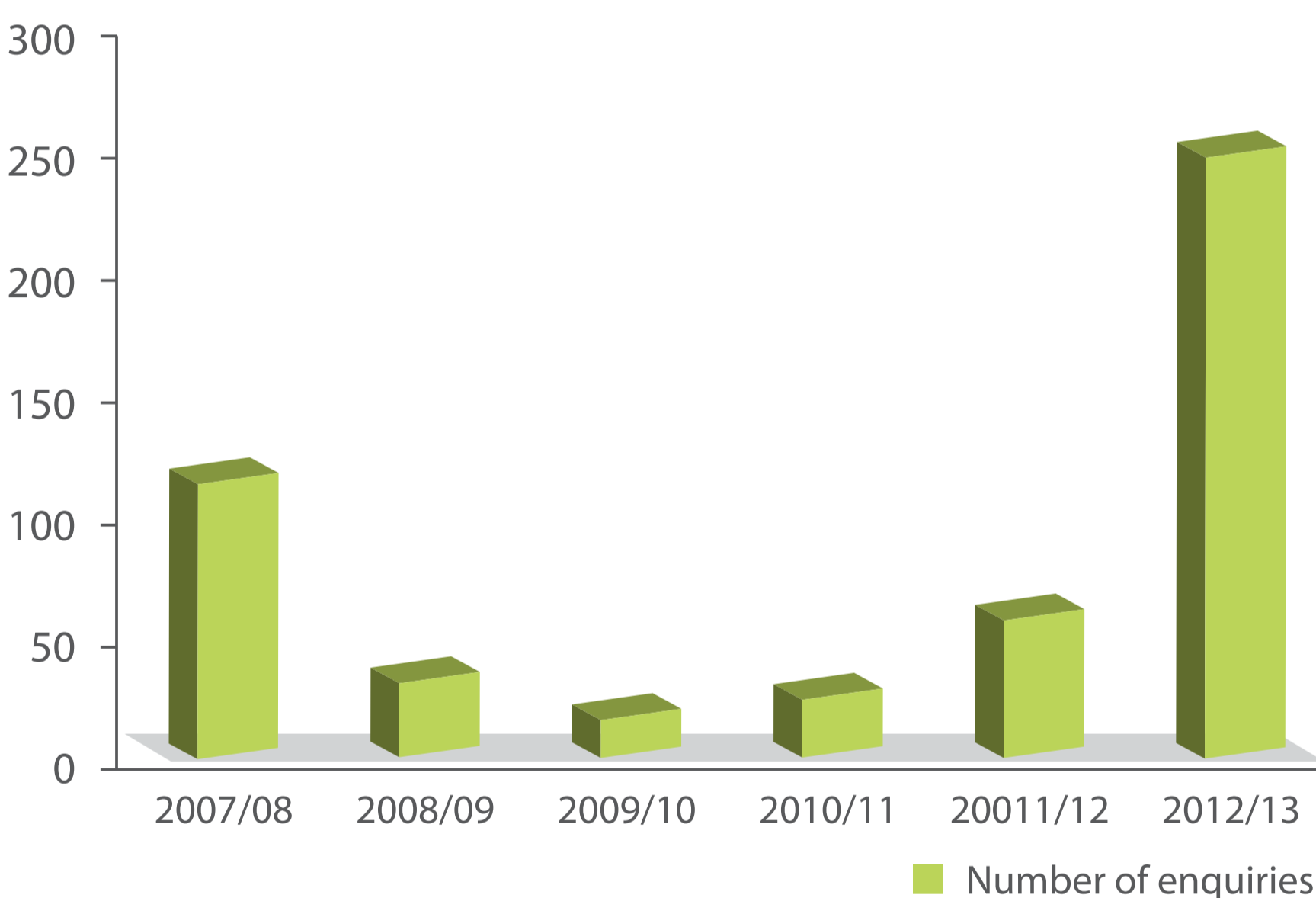
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Number of challenges won by HMRC

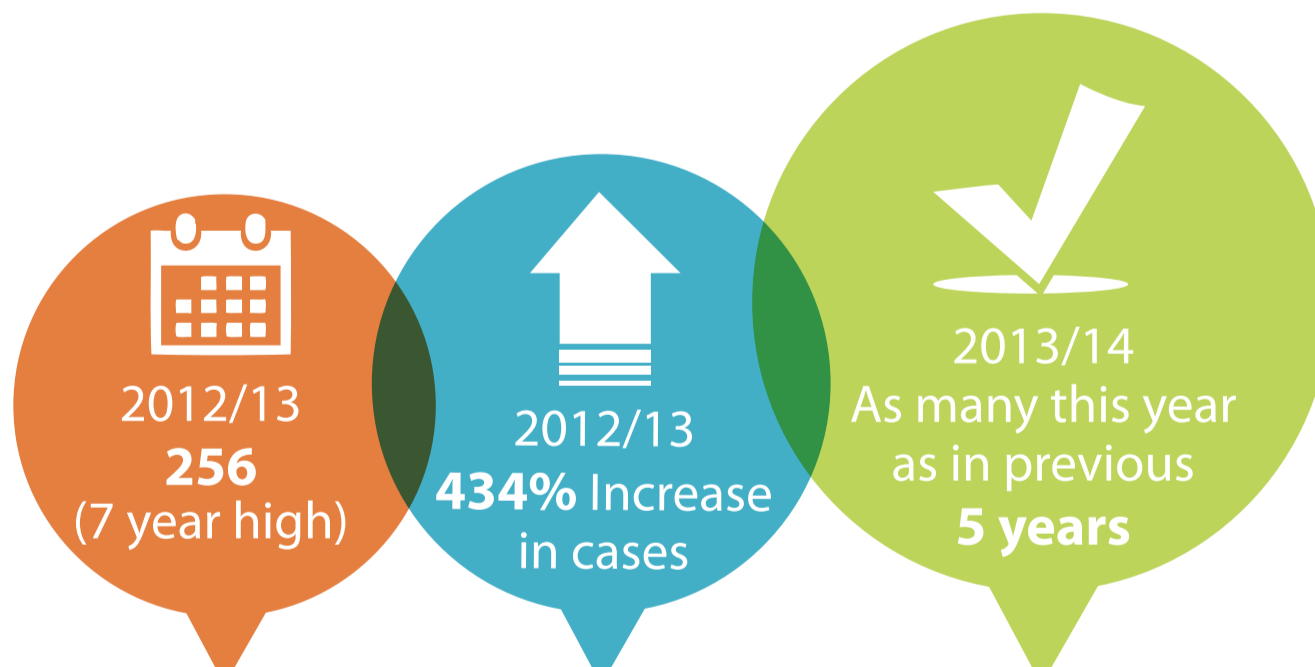
NO. OF HMRC IR35 CLAIMS

TAX YEAR	NO. OF ENQUIRIES	TOTAL YIELD
2000 - 2001	16	Nil
2001 - 2002	261	Nil
2002 - 2003	1,016	£946,275
2003 - 2004	1,166	£1.9m
2004 - 2005	771	£1.4m
2005 - 2006	656	£2.3m
2006 - 2007	158	£1.9m
2007 - 2008	104	£1.7m
2008 - 2009	25	£1.4m
2009 - 2010	12	£155,502
2010 - 2011	23	£220,000
2011 - 2012	59	£1.2m
2012 - 2013	256	£1.1m
2013 -20 14 (to date)	112	(yet to be disclosed)

There were 256 HMRC enquiries in 2012/13, more than in the previous 5 years combined and the trend is growing. HMRC has also recruited 2,500 more Revenue Collection Officers



INTERESTING FACTS TO NOTE



Not abusive under GAAR. Outside of IR35, AWR, EBT & MSC.

AWR

IR35

GAAR

MSC

EBT



UK based



Same Day Payments



Insurances
Public Liability and Professional Insurance cover included



Client Referral scheme
1% paid -££££



£150 per day minimum
Available to all, not just the rich

TAX PLANNING



Tax planning is different to both tax evasion and tax avoidance. It simply involves using existing regulations exactly as the Government intended while still minimising your tax burden. Operating within both the spirit and the letter of the law, timely tax planning can yield substantial financial rewards and offers genuine alternatives alongside using a Limited Company or an umbrella Company.

Get Your financial situation in order before its too late. You might be at risk. Contact us today!