

COVID19 - Self-employment Income Support Scheme

This scheme will allow you to claim a taxable grant worth 80% of your **TRADING PROFITS** up to a maximum of £2,500 per month, for the next 3 months.

We have highlighted **TRADING PROFITS** as “taxable profits” are often (not always) reduced for large fixed assets purchased so if your taxable profit has been reduced for say the purchase of a £30k van then this shouldn’t reduce your average earnings calculation.

Who Can apply (individuals and partnerships)

You need to satisfy **ALL** of the below points in order to be considered:

- **Have submitted your Self Assessment tax return for 2018-19**
 - **Traded in the tax year 2019-20**
- **Are trading when you apply, or would be except for COVID-19**
 - **Intend to continue to trade in the tax year 2020-21**
- **Have lost trading/partnership trading profits due to COVID-19**

Please note HMRC will contact you direct if you are eligible (there is no need to contact them). You will then be required to complete an online claim form. The funds will be available from June.

Income level restriction

Trading profits must be less than £50,000 and **MORE THAN HALF** of your total income comes from S/E. Determined by at least one of the following conditions:

- Having profits in 2018-19 of less than £50,000 and these profits constitute more than half of your total taxable income
- Having average trading profits in 2016-17, 2017-18, and 2018-19 of less than £50,000 and these profits constitute more than half of your average taxable income in the same period

Scenario	Situation	Eligibility	Notes
1	Newly S/E in 2019-20 (so no tax return submitted for 2018-19)	No	No entitlement to this scheme (please consider claiming UC)
2	Part employed/SE in 2018-19 (e.g. people with side hustles), with S/E making up less than 50% of overall income	No	No entitlement to this scheme (please consider claiming UC or CJRS)
3	Part employed/S/E in 2018-19, with S/E making up less than 50% of overall income, then fully S/E in 2019-20 (e.g. people with side hustles in 2018-19 who moved to full S/E in 2019-20)	No	No entitlement to this scheme (please consider claiming UC)
4	S/E 2017, 2018, 2019, 2020 and plan to be S/E moving forward and S/E income is more than 50% of overall income	Yes	Will be entitled to the scheme and HMRC will contact you. Average trading profits to be taken from 2016-17, 2017-18 and 2018-19 to give a monthly amount restricted to £2,500 per month where 80% is more
5	S/E commenced 2018-19 and you have remained S/E in 2019-20 and want to remain moving forward	Yes	If your S/E income was more than 50% of overall income in this year, then you should be entitled to the scheme as long as you have submitted your return for that year. Average monthly income to be taken on what’s available
6	Ltd Co. Director with small salary and dividends	No	No entitlement to this scheme (please consider claiming UC or CJRS)
7	S/E in 2018/19 with income from S/E more than 50% of overall income but you haven’t submitted your 2018/19 tax return	Yes	Will be entitled to the scheme if you can get your 2018-19 return submitted by 23rd April 2020 - Please contact us if you need assistance with filing your return