



Amulet PSC
for government contractors



Does your agency provide contractors to the Public Sector?

If you place individuals who operate through their own limited company with public sector organisations, then from April 2017 the responsibility for assessing whether the intermediaries' legislation (IR35) applies and the deduction of appropriate taxes will fall to you. It's a game-changer for all parties in the contractual process. In a nutshell, that's extra administration and potential hassle for you and your agency.

Off-payroll working in the public sector reform: *what is it?*

From April 2017, new IR35 rules will apply to contractors who work on government contracts through their own limited company. Those that work through an umbrella structure will be unaffected.

The new rules will see the responsibility of paying the correct tax move from the contractor and their limited company to an intermediary or entity “closest” to the contractor. If you are placing these contractors on government or public sector contracts then your agency is the closest party to the contractor.

You will need to ensure:

- Correct tax is calculated and deducted from the placement fees received
- Correct reporting under RTI
- Collecting and paying away tax revenues to HMRC

What can you do?

We believe that you have 3 options:

- Require your contractors to work through an umbrella structure for their government contracts
- Employ additional staff to undertake IR35 checks
- Engage Pulse Accounting and offer the *Amulet* service to your limited company contractors

Why Amulet?

Working with limited company contractors is what Pulse Accounting was created to do and does well. Establishing if a contractor works in a way that is caught within the IR35 rules and wider employment legislation is not new to us and so our services are already firmly positioned to service limited companies to comply with the regulations.

Working independently of the contractor's limited company, the Amulet team will assess the working arrangements and establish if it is in or out of employment legislation. If it is caught within the regulations then the necessary PAYE and NICs deductions will be taken and paid away. Correct Reporting will be undertaken under RTI by the contractor's limited company, which will be actioned by Pulse Accounting.

Amulet is a dedicated service offering protection for you and your contractors. It removes the risk and challenges that face your agency in complying with this new legislation. It also offers a practical solution to contractors who want to continue to use their limited company on government contracts.



Why Pulse?

Pulse Accounting Limited is an online accountancy established specifically to service professional contractors and locums working in the UK. Based at Macclesfield, Cheshire, it offers award-winning accounting and customer service to ensure company filing obligations are met and limited companies remain compliant.

Our overriding aim is to place the contractor at the centre of everything we do. Our success is reflected in our inclusion in The London Stock Exchange's 1000 Companies to Inspire Britain in 2015. We make sure that each and every contractor feels their needs are being personally handled and handled professionally. Our dedicated account team together with our market-leading online portal ensures an unrivalled customer experience.

Pulse – we work hard for you.

Visit: pulseaccounting.com

Call: 0161 300 9675

Email: info@pulseaccounting.com



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