

# COVID-19: Support for Businesses (as of 23<sup>rd</sup> March 2020)

The UK Government has set out a package of temporary and targeted measures to businesses through this period of disruption caused by COVID-19. The list below excludes nurseries and the self-employed.

## All Businesses



**Coronavirus Job Retention Scheme:** HMRC will reimburse 80% of 'furloughed' workers (i.e. workers who have been asked to stop working but have not been made redundant) wage costs, up to £2,500 per month.

**How:** HMRC are working urgently to set-up a system for reimbursement.

**Deferred VAT & Income Tax Payments:** deferred VAT payments for 3 months applied from 20 March 2020 until 30 June 2020.

**How:** automatic offer with no applications required. Taxpayers will be given until the end of the 2020 to 2021 tax year to pay any liabilities that have accumulated during the deferral period. VAT refunds and reclaims will be paid by the government as normal.

**Scaling up of HMRC 'Time to Pay' offer:** for all firms and individual who are in temporary financial distress as a result of COVID-19 and have outstanding tax liabilities. **How:** contact HMRC dedicated helpline: 0800 0159559.



## Large Businesses



## SMEs\*



## Retail, Hospitality & Leisure



## Low / exempt for Business Rates



### COVID-19 Corporate Financing Facility (CCFF)

The Bank of England will buy short term debt to support a company if it has been affected by a short-term funding squeeze to enable the finance of short-term liabilities.

**Eligibility:** the company must have had a short or long-term rating of investment grade, as at 1 March 2020, or equivalent. Other criteria is whether the company makes a material contribution to UK economic activities; is UK headquartered and is incorporated in the UK (including those with foreign-incorporated parent companies) and other factors.

**How:** details will be on the Bank of England's website and scheme likely to be set-out w/c 23 March 2020.

### Coronavirus Business Interruption Loan Scheme

Access to working capital of up to £5m in value & for up to 6 years. Scheme now open.

**Eligibility:** Must meet other British Business Bank criteria

**How:** Apply to your bank (all major banks are participating)

### Reclaiming Statutory Sick Pay

Legislation is being brought forward to allow SMEs to reclaim Statutory Sick Pay (SSP) for sickness absence due to COVID-19 for a period of up to 2 weeks' SSP per eligible employee who has been off work due to COVID-19.

**How:** a rebate scheme is being developed and details will be provided once legislation has passed.

### Cash Grants

Funding of up to £25,000 for businesses with property with a rateable value of between £15,000 and £51,000. Rateable value of under £15,000 will get a grant of £10,000. Rateable value of between £15,001 and £51,000 will receive a grant of £25,000.

**Eligibility:** England based businesses with occupied 'hereditaments' being used as shops, cafes, hotels, etc.

**How:** the relevant Local Authority will write to the eligible businesses.

### Business Rates Holidays

For the 2020 to 2021 tax year.

**Eligibility:** businesses that pay business rates in England

**How:** no action required. This will apply to April 2020 council tax bills.

### Small Business Grant Scheme

One-off grant of £10,000 to eligible businesses to help meet their ongoing business costs.

**Eligibility:** businesses based in England and that already receive Small Business Rate Relief and Rural Rate Relief.

**How:** the Local Authority in which the business is based will write to the business if they are eligible.

\*SME definition – a company employing fewer than 250 staff & annual turnover of no more than £45m. The Government has stated that the size of an employer will be determined by the number of people they employed as of 28<sup>th</sup> February 2020. <https://www.gov.uk/government/publications/guidance-to-employers-and-businesses-about-covid-19/covid-19-support-for-businesses>

