



Loan Charge Update - Personal Statement
Individual who has settled - Form 2(b)

Loan scheme(s) used / operator(s)

Smartpay , SMARTPAY CONSULTING TRADING TRUST

Approximate liability (nearest £5K)

£26,849

Settlement total figure

£12,591

If your loan has been subject to recall demands :

Who is demanding repayment ?

Further demands from HMRC

And for how much in £

How many months/years using loan arrangements

10 months

Other Money paid (APNs, Penalties)

Table with 3 columns: Date of Settlement, Settlement period (years/months), % of net income per month. Row 1: 02-Apr-21, 7, 5

The impact of settlement on you financially

This has seriously affected my pension contributions and is money that could definitely be better spent supporting my family and partner.

The personal impact (financially and in other ways) if HMRC enforce the Loan Charge as laid down in the legislation

I still struggle to understand why these schemes if illegal / immoral were allowed to operate. As a new contractor at the time, the recruitment Company enrolled me into the Smartpay scheme. (I later found out they received a bonus payment for everyone they enrolled)
The recruitment agent and Smartpay advised me that this scheme was 100% legal, and just a tax efficient method of getting paid. It wasn't until my contract was renewed 10 months later, with another recruitment Company that they refused to use Smartpay that, I changed to another accountants.
Although I have now settled for an amount far higher than I believe I owe, I made the decision there was no point in arguing with HMRC. It still leaves a bitter taste in mouth that this unfair policy was forced through parliament and then back dated 7 years, yet the Organisations that setup and sold these schemes have got away with no penalties at all.
This has set a precedent for future tax collection, that should concern us all.
I appreciate that there is still organisations out there fighting for the effected people.