

1. Who are you:

Individual/Business

2. Are you making a submission in relation to the proposals for a:

Designated Withholder (DW)

3. Please tick the sectors that apply to you:

Construction

4. After reading about the proposed new eWHT system, how would you describe your overall reaction?

Very negative - I do not support the proposed direction

5. What aspects of the proposed model appeal most to you, and why?

for the time, resources and cost of being tax compliant on my RCT, VAT, payroll taxes and CT, i get the benefit of receiving funds from clients with 0% deduction. any introduction of a flat rate in excess of 0% will reduce the amount of funds i receive.

6. What concerns or reservations do you have about the proposed approach?

My average receipts are £750 million per month. If a flat rate of say 10% was introduced then my monthly receipts would be £75 million lower. this would have very negative affects on my working capital and could reduce my ability to grow the business or deliver on current high density residential developments currently under construction

7. The proposed eWHT model seeks to expand withholding tax to payments to service providers where a suitable withholder exists. How do you feel generally about this type of expansion?

this would introduce further admin burden on my company

8. In relation to PSWT specifically, this currently applies to payments made by state and semi-state bodies for certain services. Do you have a view on how it is targeted and if the types of payments it applies to should be reviewed?

9. Please indicate if you currently operate:

Relevant Contracts Tax (RCT)

10. From the perspective of a DW, how does the current application of PSWT and/or RCT impact on your business operations?

i have to apply RCT to all my contractors but this is an understandable safeguard and while increasing my admin burden, i accept this as part of doing business

11. If you are a Platform Operator, does your organisation have any experience of applying taxes to transactions, for services operating on your platform, in other jurisdictions? If yes, please provide information of the jurisdiction and details of the tax.

12. From the perspective of a DW, what are your views on the application of RCT and/or PSWT, as the case may be?

13. What is your understanding of the withholding tax model of tax collection of RCT and PSWT and why it is applied to payments?

to protect Revenue and the state against non compliant tax payers - accepted as necessary

14. The proposal aims to embed eWHT processes directly into accounting, payroll, or other business management systems. How beneficial do you think this would be for your business?

15. In your view, what opportunities could embedding eWHT within natural business systems create for your business or the wider industry?

no opportunities only threats

16. What challenges do you think your business might face in adopting this embedded within natural systems approach?

reduction in cashflow and therefore negative affect on my ability to grow or even maintain current levels of business and employment for my 500 strong workforce

17. What is the estimated number of payments that you make to SPs each month?

500

18. Do you currently use software for processing payments and or managing the finances of your business? If so, what packages do you use?

Redsky Summit 2000

19. Are you an employer for PAYE? If so, which software package do you use to report payroll taxes to Revenue?

Redsky Summit 2000

20. Please indicate if you currently receive payments which are subject to deduction of:

21. Where you are currently subject to PSWT and/or RCT, how does the current application of withholding taxes impact on your business operations?

22. From the perspective of a SP, what are your views on the application of RCT and/or PSWT, as the case may be?

23. What is your understanding of the withholding tax model of tax collection of RCT and PSWT and why it is applied to payments?

to protect Revenue and the state against non compliant tax payers - accepted as necessary

24. Where you are an SP operating as a corporate/partnership or other entity, do the current rates that apply to PSWT and RCT reflect your actual liability on the income received?

25. The proposal aims to embed taxation directly into how you get paid by the DW. How beneficial do you think this would be for your business?

26. Where you are an SP operating as an individual worker, the proposal aims to implement personalised deduction rates (PDR), which means you will pay tax on your income as you go, similar to how employees are taxed under PAYE. What impact do you think PDR will have on your cashflow and financial management?

27. Do you think this new regime, including the PDR will have a positive effect on your end of year Income Tax return filing and preliminary tax payment obligations?

28. The accuracy of PDR is improved by the regular reporting by you to Revenue of your income and business expenses. How likely are you to report your income and expenses to improve the accuracy of your PDR?

29. What changes do you expect to have to implement in your business in order to be ready for the proposed eWHT regime?

additioinal cost of staff to maintain and be compliant

30. What benefits do you expect the new regime to have on your business processes, costs and delivery of your business services?

none - negative affect only

31. What would you consider a reasonable timeframe for your business to adapt to the proposed new system?

none - negative affect only

32. How confident are you that your business could adapt to the new system within a reasonable timeframe?

33. In terms of the management of your business, which outcomes from this new regime are the most important for you? (Select a maximum of 3)

a flat rate of 0% or some recognition of tax compliant companys

34. What supports from Revenue would be of most benefit to you in transitioning to the new regime? (Select a maximum of 3)

none

35. Is there anything else you'd like to share about how the proposed eWHT system could best meet the needs of your business or sector?

