



Emily McAlister <emily@retirement.capital>

Tax Review

1 message

Alan Race <alanrace50@gmail.com>

18 January 2022 at 19:03

To: gavin mccloskey <gavinm@retirement.capital>, Sean McCloskey <sean@retirement.capital>, Emily McAlister <emily@retirement.capital>

Gavin/Sean

I have attached a letter from HMRC showing the tax records for myself for the last 5 years. As a result HMRC consider the account is now in balance. However the records are incorrect, every gross pay for all the last 5 years is too high and has been incorrectly calculated. Also the amount tax actually paid is too high,

;For **2016/2017** the correct figures that should have been submitted to HMRC should have been as follows: Assuming tax year 2015/2016 is in balance the correct tax code for 2016/17 is 446L, These are the figures that should show on my P60.

Gross Pay	Actual Tax Paid	Actual Net Paid
41,353.40	13,544	33,000

In order to calculate the correct gross pay it is necessary to use the tax code for the year, However because the 2016/2017 gross pay is incorrect the HMRC have complicated the issue by then issuing changed tax codes for subsequent years.. In order to calculate the next tax years I have assume every previous year is now in balance and I can calculate correct tax codes for the year.

For **2017/2018** the tax code should be 478L and the figures that should have been submitted to HMRC are as follows

Gross Pay	Actual Tax Paid	Actual Net Paid
31,930	7,563	26,500

For **2018/2019** the tax code should be 484L and the figures submitted to HMRC should have been

Gross Pay	Actual Tax Paid	Actual Net Paid
26,490	5,841	22,160

For **2019/2020** the tax code should be 524L and the figures submitted to HMRC should have been

Gross Pay	Actual Tax Paid	Actual Net Paid
11,190	2,705	10,000

For **2020/2021** the tax code should be 493L and the figures submitted to HMRC should have been

Gross Pay	Actual Tax Paid	Actual Net Paid
6,267	267	6,000

Any of these gross figure calculations can be easily verified.

Example year 2019/2020

Gross Pay	Taxable Pay (Gross Pay - Tax code)	Tax(20%)	Net Pay
11,190	5,940	1,190	10,000

You can see this matches actual figures.

I would as a matter of urgency ask that the correct gross pay figures are now submitted to HMRC. From my calculations I am currently owed over £6000 at the current time. In addition I have overpaid tax in the current tax year. In order to ensure the current year figures are correct I would appreciate if you would contact me before submission.

Please get back to me ASAP if there any clarification required for above.

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