

Self-employment Facts

Date: Saturday, 31 May 2025

£1,642.72 Minimum income floor (Mif) is for Business Turnover that has the class of Gross Income. That is all funds made before any expenses have been taken into account.

Most decent businesses reinvest Gross Income to cover operational costs of the business, for the first year of starting the business or expansion plans to the business model.

Once the total Expenses have been taken out of the Gross Income. That is then in the classification of Net Income. (This is nothing to do with taxation)

The threshold figure: £1,642.72 is for Gross Income, not take home pay.

The target of £1,642.72 was for period from 29/05/2024 to 28/06/2025
The figures from 29th April 2025 to 28th May was using the previous model, Because I have proof they were using the previous model before the video interview at: 14:00 on Thursday 29th May 2025.

Examples below:

- Example 1

The person would not qualify for U.C.

Self-employment business makes £30,000.00 in Gross Monthly Income, and the Gross expenses is £20,000.00

Profit Margin is £10,000.00 | £30,000.00 is the figure will be used to work out the U.C. that calculates to £16,500.00.

Therefore the person does not qualify for funding at all.

- Example 2

Person would qualify for U.C.

Self-employment Business makes £1,500.00 Gross Monthly Income however, the figure £1,642.72 will be in use instead for Gross Monthly Income.

Gross expenses is £642.72

Profit Margin or NET income is £1,000.00 Therefore the figure to use £0.55 taken off every pound is £1,000.00.

= £550.00 taken off full U.C. £408.82 + Housing of £468.04

Total Universal Credit to be paid: £326.86 | "This makes sense." x 12

= £3,922.32 per year to help with larger bills from Net Zero.

That is £75.42 per week. It is give and take on this planet. Always take your full entitlements. Everyone pays V.A.T. even children of 20% on most product purchases.

- Basis: National Insurance contributions paid.