## **KEY FACTS FOR AGENCY WORKERS**



- This Key Information document is designed to improve transparency regarding pay terms for agency workers and provide a clear idea of how any fees and deductions affect pay.
- The Employment Agency Standards (EAS) will enforce compliance to do with pay information and are contactable via email. eas@beis.gov.uk. Telephone. 0207 215 5000 address Employment Agency Standards Inspectorate, Department for Business, Energy and Industrial Strategy, 1 Victoria St, London, SW1H 0ET.

## **PAYE Payment**

Paid weekly and an annual leave entitlement of 28 days including bank holidays.

Example of pay statement	
End hirer pays invoice to Russell King Associates	£250.40
Russell King Associates pays agency worker minus a % eg 10%	£225.36
Russell King Associates deducts income tax, NI, pension other non statutory	£2.00 IT
payments eg health care	£10.00 NI
	£3.00 pension (nest scheme, opt out
	available after 12 weeks)
Agency worker payment	£210.36

## **Umbrella Company**

Payment terms weekly.

Example of pay statement	Umbrella Income	Worker Income
Russell King Associates pays gross rate of pay to Umbrella Company	£328.40	
Deductions from Umbrella Company eg Tax and employers NI	£17.00 tax	
	£22.00 NI	
Agency worker payment	£15.00	
Rate of pay received by Temp worker		£274.40
Deductions from Pay eg Income Tax NI		£10.00 IT
		£15.00 NI
Any other deductions eg health care/ pension		£13.00 pension
Example of net pay		£236.40

## **LTD Company**

Payment terms weekly.

Example of pay statement	
End hirer pays invoice to Russell King Associates	£250.40
Russell King Associates pays LTD company invoice minus a % eg 10% (agency	£225.36
worker is responsible for any tax payments)	