



HM Government



The UK's points-based  
immigration system  
**An introduction  
for employers**

# The UK's points-based immigration system: An introduction for employers

From 1 January 2021, free movement will end and the UK will introduce a points-based immigration system. The new system will treat EU\* and non-EU citizens equally and transform the way in which all migrants come to the UK to work. Anyone coming to the UK to work, excluding Irish citizens, will need to apply for permission in advance.

Under a points-based immigration system, anyone coming to the UK for work must meet a specific set of requirements for which they will score points. Visas are then awarded to those who gain enough points.

The points-based system will provide simple, effective and flexible arrangements for UK employers to recruit skilled workers from around the world through a number of different immigration routes.

This represents a significant change for employers recruiting from outside the UK labour market, who will need to adapt. This guide provides an overview of the new system and sets out the steps employers can take to prepare.

*\* References to citizens of the European Union also relate to citizens of the European Economic Area and Switzerland.*



## EU citizens already living in the UK

The new system will not apply to EU citizens living in the UK by 31 December 2020. They and their family members are eligible to apply to the EU Settlement Scheme and have until 30 June 2021 to make an application.

As a transition measure, employers can continue to accept the passports and national identity cards of EU citizens as evidence of their right to work up until 30 June 2021.

However, some EU Citizens may choose to evidence their right to work using digital status obtained from the Home Office instead of using their passport or ID card. This can be undertaken by using the Home Office online right to work checking service. When an individual wishes to demonstrate their right to work using this service they will need to provide you with a share code. They can provide this directly to you or they may choose to send it via the service, in which case you will receive an email from [right.to.work.service@notifications.service.gov.uk](mailto:right.to.work.service@notifications.service.gov.uk). Further information on how to undertake an online right to work check can be found on [GOV.UK](https://www.gov.uk).

## Skilled worker route

**From 1 January 2021, if you want to recruit workers from outside the UK's resident labour market, you will need to be a Home Office licensed sponsor. This will enable you to recruit workers from anywhere in the world. Further information on becoming a sponsor can be found below.**

Under the new skilled worker system, anyone coming to the UK to work will need to demonstrate that:

- they have a job offer from a Home Office licensed sponsor
- the job offer is at the required skill level – RQF 3 or above (A Level and equivalent)
- they speak English to the required standard

In addition to this, the job offer must meet the applicable minimum salary threshold. This is the higher of either:

- the general salary threshold set by Her Majesty's Government on advice of the independent Migration Advisory Committee at £25,600, or
  - the specific salary requirement for their occupation, known as the “going rate”
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All applicants will be able to trade characteristics, such as their qualifications, against a lower salary to get the required number of points. If the job offer is less than the minimum salary requirement, but no less than £20,480, an applicant may still be eligible if they have:

- a job offer in a specific shortage occupation
- a PhD relevant to the job
- a PhD in a STEM subject relevant to the job

There are different salary rules for workers in certain health or education jobs, and for “new entrants” at the start of their careers.

Further information on the "going rate" for specific occupations and further exemptions can be found in Annex E of the [UK points-based immigration system: further details statement](#).

## A total of 70 points is needed to be able to apply to work in the UK

Characteristics	Mandatory/ Tradeable	Points
Offer of job by approved sponsor	Mandatory	20
Job at appropriate skill level	Mandatory	20
Speaks English at required level	Mandatory	10
Salary of £20,480 to £23,039 or at least 80% of the going rate for the profession (whichever is higher)	Tradeable	0
Salary of £23,040 to £25,599 or at least 90% of the going rate for the profession (whichever is higher)	Tradeable	10
Salary of £25,600 or above or at least the going rate for the profession (whichever is higher)	Tradeable	20
Job in a shortage occupation as designated by the Migration Advisory Committee	Tradeable	20
Education qualification: PhD in a subject relevant to the job	Tradeable	10
Education qualification: PhD in a STEM subject relevant to the job	Tradeable	20

## Identifying whether a job meets the required skill level

All jobs have a corresponding Standard Occupational Classification (SOC) code. Each SOC code has a designated skill level. This determines whether the job meets the requirements of the skilled worker route.

The full list of occupation codes allowed under the skilled worker route are subject to change and can be found in the [July 2020 policy statement](#).

The [immigration rules](#) will be updated to expand the list of occupations that will be eligible for the skilled worker route. This will be based on the advice already published by the [Migration Advisory Committee](#). More information will be published on GOV.UK in due course.

## Immigration skills charge (ISC)

The Immigration Skills Charge is a fee paid by a UK employer for each skilled migrant worker they employ through the Skilled Worker and Intra-company Transfer routes. From 1 January 2021, you will need to pay the ISC when sponsoring both EU and non-EU migrant workers. Employers must pay £1,000 per skilled worker for the first 12 months, with an additional £500 charge for each subsequent six-month period. Discounted rates will apply as they do now to charities and small business.



## Skilled worker case studies

Lab technician with a STEM PhD coming to the UK with salary offer of £21,000. The general salary threshold applies.

General salary threshold: £25,600	
Job offer	20
RQF 3 or above	20
English language	10
Salary	0
Education qualification: STEM PhD	20
<b>Total</b>	<b>70</b>

Lower salary traded for STEM PhD



Mechanical engineer coming to the UK with salary offer of £26,750. The “going rate” salary threshold for the profession applies.

Going rate salary threshold: £33,400	
Job offer	20
RQF 3 or above	20
English language	10
Salary	0
Job offer in a shortage occupation	20
<b>Total</b>	<b>70</b>

Lower salary traded for job in shortage occupation



**Alongside the skilled worker route, there are a number of other immigration routes, which are set out below. Full details of each route can be found on GOV.UK**

## Global Talent route

From January 2021, the current Global Talent route will open to EU citizens on the same basis as non-EU citizens. This means the most highly skilled, who can achieve the required level of points, will be able to enter the UK without a job offer if they are endorsed by a recognised UK body, as approved by the Home Office.

An employer will not need to be a Home Office licensed visa sponsor to employ a migrant under the Global Talent route.

This route is designed to attract recognised global leaders and promising individuals in science, humanities, engineering, the arts and digital technology. Top scientists and researchers can benefit from a quicker endorsement process as part of a fast track STEM scheme.

As of July 2020, the current list of approved endorsing bodies is as follows:

- The Royal Society, for science and medicine
- The Royal Academy of Engineering, for engineering
- The British Academy, for humanities
- UK Research and Innovation, for science and research
- Tech Nation, for digital technology
- Arts Council England, for arts and culture

## Graduate route

The Graduate Visa will be available to international students who have completed a degree in the UK from summer 2021. This will enable international students to remain in the UK and work at any skill level for two years after they have completed their studies. It will be an unsponsored route.

International students who complete a PhD from Summer 2021 can stay in the UK for three years after study to live and work. This will make it easier for some of the best young international graduates to secure skilled jobs in the UK and contribute to economic growth.

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## Intra-company Transfer

The Intra-company Transfer (ICT) route allows multinational organisations to facilitate temporary moves into the UK for key business personnel through their subsidiary branches, subject to ICT sponsorship requirements being met. The route will require applicants to be in roles skilled to RQF 6 (graduate level equivalent), and subject to a different minimum salary threshold from the main skilled worker route.



## Other routes

Route	Employer information
 <b>Start-up and Innovator</b>	<p>The Start-up and Innovator routes are designed to attract entrepreneurial talent and innovative, scalable business ideas to the UK. Start-up is for those setting up an innovative business for the first time, and Innovator is for those with industry experience and at least £50,000 funding. These routes will be open to both EEA and non-EEA citizens. Applicants can be individuals or teams.</p>
 <b>Health and Care Visa</b>	<p>The Health and Care Visa is part of the skilled work route. It will ensure individuals working in eligible health occupations, with a job offer from the NHS, social care sector or organisations that provide services to the NHS, are able to come to the UK.</p>
 <b>Creative route</b>	<p>This route is for applicants in the creative industry who are entering the United Kingdom for short-term contracts or engagements for up to 12 months. Applicants must have a confirmed job offer and their employment sponsored by a UK employer licensed by the Home Office.</p>
 <b>Sporting routes</b>	<p>International sportspeople must also have a confirmed job offer and their employment sponsored by a UK employer licenced by the Home Office. Additionally, they must have an endorsement from the relevant governing sports body.</p>
 <b>Seasonal Workers Pilot</b>	<p>The Seasonal Workers Pilot for agriculture is currently running until the end of 2020. This route is being reviewed and a decision on whether it will continue under the points-based system will be made in due course.</p>
 <b>Youth Mobility Scheme</b>	<p>Employers will be able to benefit from the youth mobility scheme. The UK has arrangements in place with eight countries and territories to enable around 20,000 young people to come to the UK to work and travel each year. Applicants must be 18 to 30 years old and can stay up to two years.</p>

## Becoming a licensed sponsor

**If you are not already a licensed sponsor and you think you will want to sponsor migrants through the skilled worker route from January 2021, you should apply now.**

For guidance on becoming a Home Office licensed sponsor, please refer to the full policy guidance on sponsoring a migrant worker on [GOV.UK](#)

You need to apply to be a sponsor if you want to recruit workers through the skilled worker route from outside the resident labour market from 1 January 2021. Until then, current immigration rules will apply.

Existing sponsors will automatically be granted a new skilled worker licence or ICT licence, with an expiry date consistent with their current licence, and receive an appropriate allocation of certificates of sponsorship.

The standard processing time for an application is usually eight weeks and will start when we receive your application.

You do not need to be a sponsor to employ someone from the resident labour market with an existing right to work in the UK. This includes EU citizens with settled or pre-settled status, and non-EU citizens with indefinite leave to remain in the UK.

**You will need to:**

### 1. Check your business is eligible.

To get a licence, you cannot have unspent criminal convictions for immigration offences or certain other crimes, such as fraud or money laundering.

### 2. Choose the type of skilled worker licence you want to apply for.

This will depend on whether you are sponsoring a job applicant for general purposes, or for the purpose of an ICT. You can apply for a licence covering either or both.

### 3. Decide who will manage sponsorship within your business.

You need to appoint people within your business to manage the sponsorship process when you apply for a licence. The main tool they'll use is the sponsorship management system (SMS).

The roles are:

- authorising officer – a senior and competent person responsible for the actions of staff and representatives who use the SMS
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- key contact – your main point of contact with UK Visas and Immigration (UKVI)
- level 1 user – responsible for all day-to-day management of your licence using the SMS

These roles can be filled by the same person or different people.

## 4. Apply online and pay a fee.

Type of licence	Fee for small or charitable sponsors	Fee for medium or large sponsors
Tier 2	£536	£1,476
Tier 5	£536	£536
Tier 2 and Tier 5	£536	£1,476
Add a Tier 2 to an existing Tier 5	No fee	£940
Add a Tier 5 to an existing Tier 2	No fee	No fee

The fees stated are current as of July 2020. Fees are kept under review and may be subject to change. Please check [GOV.UK](#)

You're usually a small business if:

- your annual turnover is £10.2 million or less
- you have 50 employees or fewer

Contact the Business Helpdesk if you're unsure which category your business fits into: [businesshelpdesk@homeoffice.gov.uk](mailto:businesshelpdesk@homeoffice.gov.uk)

**For more information on becoming a sponsor or to begin your application, visit: [GOV.UK](#)**

For more information on the points-based immigration system  
and to sign up for email alerts, visit **GOV.UK**

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