SIPP Self-invested personal pension

Pension and Automatic Enrolment (AE) · https://paiyroll.com/kb/sipp-self-invested-personal-pension/

Follow this guide if you need to set up and operate a SIPP.

The amounts will be deducted, but no report will be generated for the SIPP provider.

Company Salary Sacrifice (gross pay)

This case requires the **Company** to send the sacrifice from pre-tax pay into a named SIPP account. The tax relief will be through payroll.

Use a **Payment** gross pay item with a negative value:

1. **Setup > Pay Definitions> Add...** > Select company > Group: **Payment** > Template: **Payment**>
   - Name and Description: **SIPP salary sacrifice**
   - Inputs > Reuse > **Use indefinitely**
   - Add
2. Then add this in the Pay Item Editor and enter a minus value for the amount to sacrifice each month. So -100 will sacrifice 100 each month.

Employee Relief at Source (Net pay)

This case requires the **Employee** to pay the SIPP payments from their net pay; the SIPP provider will provide basic rate tax relief. Additional relief for higher rate taxpayers may be claimed by filing a Self-Assessment.