



Income Tax (Earnings and Pensions) Act 2003

2003 CHAPTER 1

PART 11

PAY AS YOU EARN

CHAPTER 5

PAYE SETTLEMENT AGREEMENTS

703 Introduction

This Chapter provides—

- (a) for employers to make agreements with [^{F1}Her Majesty's Revenue and Customs] (“PAYE settlement agreements”) under which they agree to be accountable to the [^{F2}Commissioners] for sums in respect of income tax on general earnings of their employees; and
- (b) for such earnings to be treated for certain purposes of the Income Tax Acts as excluded from the employees' income.

Textual Amendments

- F1** Words in s. 703(a) substituted (with effect in accordance with s. 6(2) of the amending Act) by [Finance \(No. 2\) Act 2017 \(c. 32\), s. 6\(1\)](#)
- F2** Words in s. 703 substituted (18.4.2005) by [Commissioners for Revenue and Customs Act 2005 \(c. 11\), s. 53\(1\), Sch. 4 para. 102\(3\)\(j\)](#); S.I. 2005/1126, art. 2(2)(h)

Changes to legislation:

Income Tax (Earnings and Pensions) Act 2003, Section 703 is up to date with all changes known to be in force on or before 23 June 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations.

[View outstanding changes](#)

Changes and effects yet to be applied to the whole Act associated Parts and Chapters:

Whole provisions yet to be inserted into this Act (including any effects on those provisions):

- s. 452(2)(aa) inserted by [2013 c. 29 Sch. 23 para. 11](#)
- s. 707A inserted by [2024 c. 3 s. 36\(4\)](#)