

What You Should Know About CAYE



Central Provident Fund Board

CAYE, or Contribute As You Earn, helps Self-Employed Persons (SEPs) to make smaller and more regular contributions to their MediSave.

CAYE does not change how much MediSave* SEPs need to contribute.

* Currently, SEPs are required to contribute to their MediSave Accounts if they earn an annual **Net Trade Income (NTI) of more than \$6,000.**



How CAYE works

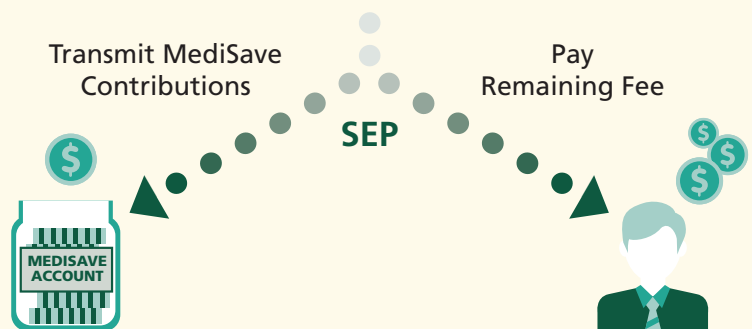
SEPs who provide services to government agencies are automatically enrolled into CAYE.

This means that when you complete a job with a government agency, a portion of your service fee will be credited into your MediSave Account, with the remainder paid to your personal bank account.



Government Agencies

(e.g. Schools)



Benefits of CAYE



Regular MediSave Contributions

CAYE helps you make smaller and more regular MediSave contributions each time you receive a service fee.



Hassle-free

Your CAYE contributions are automatically deposited into your MediSave Account whenever you get paid.



Grow Your Money

With interest of up to 5% per annum* paid on your MediSave savings, CAYE will grow your MediSave savings faster.

*includes extra 1% paid on the first \$60,000 of a CPF member's combined balances

Setting your CAYE contribution rate

Your CAYE contribution rate is calculated based on your MediSave contribution rate, estimated NTI and annual revenue. You can update your CAYE contribution rate anytime.

Example:

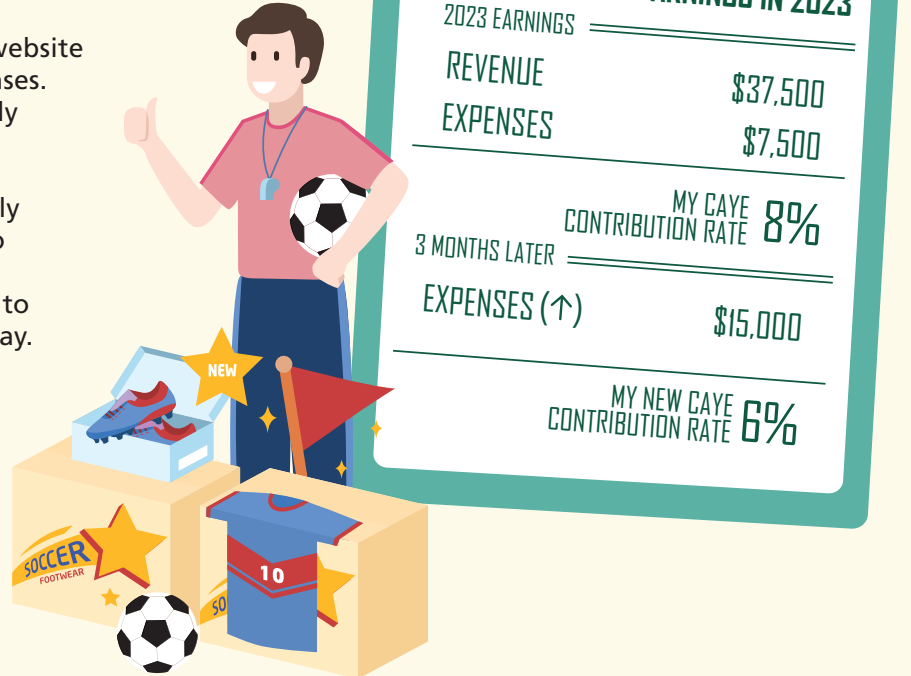
Sam is a 48-year-old coach engaged by schools.

In January 2023, Sam logs on to the CPF website to enter his estimated revenue and expenses. His CAYE contribution rate is automatically computed as 8%.

In April 2023, Sam's expenses unexpectedly increase. He logs on to the CPF website to update his expenses and his new CAYE contribution rate is automatically revised to 6%. This will be effective from the next day.

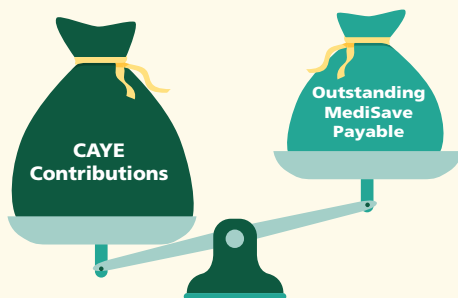
Like Sam, you can set your CAYE contribution rate by entering your estimated revenue and expenses on the CPF website.

Otherwise, your CAYE contribution rate will be calculated based on your NTI from two years ago.

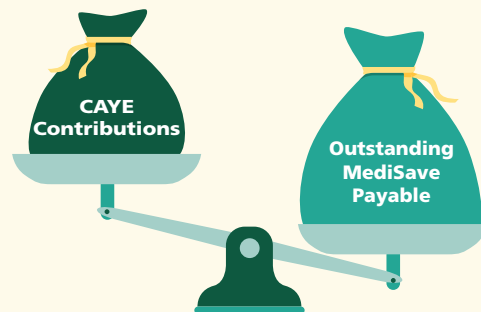


CAYE does not change how much MediSave you need to pay

As CAYE contributions are only an estimate of your MediSave contributions, you need to declare your actual NTI to IRAS / CPF Board the following year to calculate your MediSave payable for the year.



If your CAYE contributions are more than your MediSave payable, you will receive a refund*.



If your CAYE contributions are less than your MediSave payable for the year, you need to top up the shortfall.

*If you have outstanding MediSave payable from previous years, your excess CAYE contributions will be used to offset those payables**. Any excess thereafter will be refunded to you. You can choose to keep them in your MediSave Account to boost your healthcare savings, or to not use the excess CAYE contributions to offset your past years' MediSave payable.

Viewing your MediSave contributions and payments made via CAYE



You can **log in to your Self-employment dashboard using your Singpass** to view your CAYE transactions and payments, as well as to update your revenue and expenses.

For other payment queries, you can check with the company or agency that you have worked with directly.

**With effect for CAYE contributions made from 2023