

Fees Manual

FEES TP 18

Transitional provisions relating to changes to the FSCS levy arrangements taking effect in 2018/19

(1)	(2) Material to which the transitional provision applies	(3)	(4) Transitional provision	(5) Transitional provision: dates in force	(6) Handbook provisions coming into force
Reporting requirements					
18.1	FEES 6.5.13R	R	For the purposes of statements provided by <i>participant firms</i> under FEES 6.5.13R before 1 April 2018 and with respect to the <i>financial year</i> of the <i>compensation scheme</i> beginning on 1 April 2018, references in FEES 6.5.13R to <i>classes</i> must be read as references to <i>classes</i> to which <i>firms</i> will belong after 31 March 2018; and references to tariffs must be read as references to tariffs as in force after 31 March 2018.	From 30 October 2017 to 31 March 2018	1 April 2018
Managing investments in relation to structured products					
18.2	FEES 6 Annex 3AR	R	Any reference to <i>managing investments</i> in FEES 6 Annex 3AR shall not include <i>managing investments</i> in relation to <i>structured deposits</i> before 1 April 2018.	From 3 January 2018 to 31 March 2018	1 April 2018
Matters arising before 1 April 2018 [18.3 to follow from 1 April 2018]					
18.3	The changes made to FEES 6 by the Financial Services Compensation Scheme (Funding and	R	The changes in column (2) apply to any levy made after 31 March 2018. This is so even if: (1) the claim against the <i>relevant person</i>	From 1 April 2018 indefinitely	1 April 2018

Scope) Instru- ment 2017			or successor in de- fault arose or relates to circumstances aris- ing before that date; or (2) the <i>relevant per- son or successor</i> was in <i>default</i> before that date.		
2017/18 financial year: compensation levies					
18.4	FEES 6.3.1R(3), 6.1.6G, and 6.1.14G	R	In relation to an in- terim <i>compensation costs levy</i> within the 2017/18 financial year of the <i>com- pensation scheme</i> , the <i>FSCS</i> must take into account the <i>FSCS's</i> expenditure in respect of <i>compensa- tion costs</i> expected in the period until 30 June 2018 instead of expenditure ex- pected in the periods in the provisions in column (2).	From 23 Febru- ary 2018 to 31 March 2018	Already in force
2018/19 financial year: levies and levy limits					
18.5	FEES 6.3.1R(3), 6.1.6G and 6.1.14G	R	In relation to a <i>com- pensation costs levy</i> for the 2018/2019 fin- ancial year of the <i>compensation scheme</i> , the <i>FSCS</i> must take into account: (1) the <i>FSCS's</i> expend- iture in respect of <i>compensation costs</i> expected between 1 July 2018 and 31 March 2019; or, if greater (2) 75% of one third of the <i>compensation costs</i> expected in the 36 <i>months</i> following 1 April 2018, instead of expendit- ure expected in the periods in the provi- sions in column (2).	From 1 April 2018 to 31 March 2019	Amended from 1 April 2018
18.6	FEES 6.3.5R, 6.5A.1R, 6.5A.4R, 6.5A.5R, 6 An	R	In the 2018/19 finan- cial year of the <i>com- pensation scheme</i> , the maximum ag-	From 1 April 2018 to 31 March 2019	Amended from 1 April 2018

			<p>Annex 2R, and 6 Annex 5R</p> <p>aggregate amount of <i>compensation costs</i> and <i>specific costs</i> that may be allocated to a particular <i>class</i>, whether directly or (where relevant to that <i>class</i>) through the <i>retail pool</i>, is:</p> <p>(1) 75% of the amount of the limit for each <i>class</i> as set out in FEES 6 Annex 2R; and</p> <p>(2) for <i>FCA provider contribution classes</i>, 75% of the amount of the <i>retail pool</i> levy limit for each <i>class</i> as set out in FEES 6 Annex 5R.</p>		
18.7	FEES 6.3.1R(3), 6.1.6G and 6.1.14G, 6.3.5R, 6.5A.1R, 6.5A.4R, 6.5A.5R, 6 Annex 2R, and 6 Annex 5R	R	TP 18.5 and 18.6 do not apply in respect of levies imposed on the debt management claims <i>class</i> .	From 1 April 2018 to 31 March 2019	From 1 April 2018 to 31 March 2019
18.8	FEES 6.7.-1R	R	FEES 6.7.-1R does not apply to levies imposed in the 2018/2019 financial year of the <i>compensation scheme</i> .	From 1 April 2018 to 31 March 2019	Amended from 1 April 2018

