

## **Additional Fees/Levies for 2010/2011 - FSCS Levies**

**SA01 (Deposit Class)** - Firms were required to pay £338.8m, the third tranche of the Specified Deposit Defaults (SDDs), arising from 2008 banking defaults.

Calculations for this levy were based on the aggregate protected deposits as at 31 December 2009. This resulted in an additional levy of approximately £327 per £1m of protected deposits. The invoices for this additional levy were raised in July 2010.

More information about the SDD levy can be found in the [July 2012 – FSCS levies for specified deposit-taker defaults update](#).

The fee calculator does not include provision for this levy.

**SD02 (Investment – Intermediation) & SD01 (Investment Fund Management)** – Firms were required to pay £326m to cover the costs of claims made against Keydata Investment Services Limited and Wills & Co.

The planned interim levy exceeded the compensation threshold for the SD02 sub-class. Under the cross subsidy principle of the FSCS funding system, the remaining £233m fell to the SD01 (Investment Fund Management sub-class). Firms in SD02 paid £93m and firms in SD01 paid £233m.

Costs are calculated by reference to the share of the firm's annual eligible income for the relevant sub-class as a proportion of the total annual eligible income for that sub-class. This resulted in an additional payment of approximately £250 per £10,000 of annual eligible income for SD02 and £384 per £10,000 of annual eligible income for SD01.

The fee calculator includes provision for £20m for sub-class SD02, it does not include provision beyond this.

More information can be found in the [FSCS press release](#) and the [letter](#) to firms explaining the levy.

For information on how the levy is calculated for your firm, please call the customer contact centre on 0845 606 9966, or email the [Fees helpline](#).

For information on why the levy is required and how it is allocated, please contact the FSCS on 0800 678 1100.

### **FSCS true-up amounts levied to firms in January 2013 in relation to fund management sub-class (SD01) and investment intermediation sub-class.**

Invoices have been raised to firms in the fund management and investment intermediation sub-classes in order to meet the shortfall of FSCS funds for the 2010/11 levy year. The

shortfall is made up of refunds the FSCS has made to firms where the FSCS accepted the firm's revised annual eligible income data, less recoveries and any surplus due to lower anticipated compensation costs for that year.

For more information please see [FSCS website](#) and [letter](#) accompanying the invoices:

The calculation of this additional amount is based on the total revised annual eligible income for all participant firms. The amounts invoiced to firms work out to be approximately:

Fund management sub-class SD01 - £721 per £100,000 of annual eligible income

Investment intermediation sub-class SD02 - £9 per £100,000 of annual eligible income.