

PRA RULEBOOK: PRA FEES AMENDMENT INSTRUMENT 2024

Powers exercised

- A. The Prudential Regulation Authority (“PRA”) makes this instrument in the exercise of the following powers and related provisions in the Financial Services and Markets Act 2000 (“the Act”):
- (1) section 137G (The PRA’s general rules);
 - (2) section 137T (General supplementary powers); and
 - (3) paragraph 31 (Fees) of Part 3 (Penalties and Fees) of Schedule 1ZB (The Prudential Regulatory Authority) of the Act
- B. The rule-making powers referred to above are specified for the purpose of section 138G(2) (Rule-making instruments) of the Act.

PRA Rulebook: PRA Fees Amendment Instrument 2024

- C. The PRA makes the rules in the Annex to this instrument.

Commencement

- D. This instrument comes into force on [] 2024.

Citation

- E. This instrument may be cited as the PRA Rulebook: PRA Fees Amendment Instrument 2024.

By order of the Prudential Regulation Committee

[DATE]

Draft for consultation

Annex

Amendments to the Fees Part

In this Annex new text is underlined and deleted text is struck through.

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3 PERIODIC FEES

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Periodic Fees Schedule – Fee Rates and Modifications for the Period from 1 March ~~2023~~2024 to ~~2928~~February 202425

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TABLE IIIA – PERIODIC FEE RATES APPLICABLE TO PRA FEE BLOCKS OTHER THAN THE MINIMUM FEE BLOCK FOR THE FEE YEAR ~~2023-4~~2024-5

Column 1 <i>Fee block</i>	Column 2 <i>Tariff base</i>	Column 3 <i>Tariff bands</i>	Column 4 <i>Tariff rates</i>
A1 deposit acceptors fee block	<i>modified eligible liabilities</i>	Band width (£million of MELs)	Fee payable per million or part million of MELs(£)
		>10 – 140	32.834 <u>35.510</u>
		>140 – 630	32.834 <u>35.510</u>
		>630 - 1,580	32.834 <u>35.510</u>
		>1,580 - 13,400	41.039 <u>44.388</u>
> 13,400	54.174 <u>58.592</u>		
A3 general insurers fee block <i>gross written premium for fees purposes, best estimate liabilities for fees purposes</i>	<i>gross written premium for fees purposes</i>	Band width (£million of gross written premium for fees purposes)	Fee payable per million of gross written premium for fees purposes (£)
		>0.5	488.575 <u>547.67</u>
	<i>best estimate liabilities for fees purposes</i>	Band Width (£ million of best estimate liabilities for fees purposes)	Fee payable per million of best estimate liabilities for fees purposes (£)
		>1	30.84 <u>35.20</u>
For UK ISPVs the <i>tariff rates</i> are not relevant and a flat fee of £430.00 is payable in respect of each <i>fee year</i> .			
A4 Life insurers fee block <i>gross written premium</i>	<i>gross written premium for fees</i>	Band width (£million of gross written premium for fees)	Fee payable per million of gross written premium for

<i>for fees purposes, best estimate liabilities for fees purposes</i>	purposes	purposes)	fees purposes (£)
		>1	301.96 <u>323.69</u>
	best estimate liabilities for fees purposes	Band width (£million of best estimate liabilities for fees purposes)	Fee payable per million of best estimate liabilities for fees purposes (£)
		>1	20.30 <u>21.77</u>
A5 managing agents at Lloyd's	active capacity	Band width (£million of active capacity)	Fee payable per million of active capacity (£)
		>50	39.39 <u>41.41</u>
A6 Society of Lloyd's	flat fee	N/A	General periodic fee (£) 2,311,994.57 <u>2,500,000</u>
A10 Firms dealing as principal fee block <i>total assets for fees purposes, total operating income for fees purposes</i>	total assets for fees purposes	Band width (£million of total assets for fees purposes)	Fee payable per million or part million of total assets for fees purposes (£)
		N/A	2.41 <u>2.60</u>
	total operating income for fees purposes	Band width (£million of total operating income for fees purposes)	Fee payable per million or part million of total operating income for fees purposes (£)
	N/A	316.08 <u>333.08</u>	

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TABLE VIII – MODEL MAINTENANCE FEES

Basis of scale, (aggregated figures for all UK firms within the scope of each model or model type)	Annual fee for CRR firms per model type (£)				Annual fee for UK Solvency II firms per group or solo internal model (£)	
	IMA	IMM	IRB	AMA	A3 fee block	A4 fee block
<i>CRD credit institutions with modified eligible liabilities in excess of £40,000million,</i>	65,000 <u>67,500</u>	85,000 <u>90,000</u>	120,000 <u>125,000</u>	35,000 <u>30,000</u>	-	-

or <i>designated investment firms</i> with total assets for fees purposes in excess of £100,000million						
<i>CRD credit institutions</i> with modified eligible liabilities greater than £5,000million and less than £40,000million, or <i>designated investment firms</i> with total assets for fees purposes greater than £12,500million and less than £100,000million	25,000 <u>26,000</u>	40,000 <u>42,000</u>	50,000 <u>52,000</u>	15,000	-	-
...
The sum of a firm's best estimate liabilities for fees purposes and gross written premium for fees purposes is £1,000 million or more for firms in the general insurance fee block (A3), or for firms in the life insurance fee block (A4), £15,000million or more	-	-	-	-	190,000 <u>200,000</u>	250,000 <u>260,000</u>
The sum of a firm's best estimate liabilities for fees purposes and gross written premium for fees purposes is greater than £300million and less than £1,000million for firms in the general insurance fee	-	-	-	-	75,000 <u>80,000</u>	100,000 <u>105,000</u>

<i>block (A3) or greater than £5,000million and less than £15,000million, or for firms in the life insurance fee block (A4)</i>						
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4 REGULATORY TRANSACTION FEES

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4.8 The transferor seeking regulatory consent for an *insurance business transfer scheme* under Part VII of *FSMA* pays a *regulatory transaction fees* of ~~£20,000.00~~ £25,000 the *due date for payment* being on or before the date of any *application* to the *PRA* for the appointment of an independent expert.

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4.14A

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TABLE D – MODEL TYPES UNDER ~~CRR~~CRR

Applicant (groupings based on <i>tariff data</i> submitted by <i>firms</i> as at 31 December in the <i>fee year</i> prior to the <i>fee year</i> in which the fee is payable).	Fee payable (£)	
Where the application relates to <i>CRD credit institutions</i> or <i>designated investment firms</i> and includes five or more significant overseas entities within the same group.	model type	£
	<i>advanced IRB, IMM or IMA</i>	345,000.00 <u>360,000</u>
	<i>foundation IRB</i>	300,000.00 <u>310,000</u>
	<i>AMA</i>	230,000.00 <u>240,000</u>
Where the applicant: (1) has <i>modified eligible liabilities</i> in excess of £40,000million; or (2) is a <i>designated investment firm</i> with <i>total assets for fees purposes</i> in excess of	model type	£
	<i>advanced IRB, IMM or IMA</i>	295,000.00 <u>305,000</u>
	<i>foundation IRB</i>	250,000.00 <u>260,000</u>

£100,000million.	AMA	185,000.00 <u>190,000</u>
Where the applicant:	model type	£
(1) has <i>modified eligible liabilities</i> greater than £5,000million and less than £40,000million; or (2) is a <i>designated investment firm</i> with <i>total assets for fees purposes</i> greater than £15,000million and less than £100,000million.	<i>advanced IRB, IMM or IMA</i>	120,000.00 <u>125,000</u>
	<i>foundation IRB</i>	90,000.00 <u>95,000</u>
	AMA	65,000.00 <u>70,000</u>
Where the applicant:	model type	£
(1) has <i>modified eligible liabilities</i> of £5,000million or less; or (2) is a <i>designated investment firm</i> with <i>total assets for fees purposes</i> of £15,000million or less.	<i>advanced IRB, IMM or IMA</i>	55,000.00
	<i>foundation IRB</i>	40,000.00
	AMA	35,000.00

4.14 B

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Table E – Internal model application fees

Applicant (groupings based on <i>tariff data</i> submitted by <i>firms</i> as at 31 December in the <i>fee year</i> prior to the <i>fee year</i> in which the fee is payable)	Fee payable (£)
Group Internal Model (Full and Partial)	
Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for <i>groups</i> in the <i>general insurance fee block</i> of £1,000million or more	320,000.00 <u>330,000</u>
Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for <i>groups</i> in the <i>general insurance fee block</i> greater than £300million and less than £1,000million	120,000.00 <u>125,000</u>
Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for <i>groups</i> in the <i>general insurance fee block</i> less than £300million	60,000.00 <u>62,500</u>
Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for <i>groups</i> in the <i>life insurance fee block</i> of £15,000million or more	320,000.00 <u>330,000</u>

Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for groups in the <i>life insurance fee block</i> greater than £5,000million and less than £15,000million	420,000.00 <u>125,000</u>
Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for groups in the <i>life insurance fee block</i> less than £5,000million	60,000.00 <u>62,500</u>
Solo Internal Model (Full and Partial)	
Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for firms in the <i>general insurance fee block</i> of £1,000million or more	280,000.00 <u>290,000</u>
Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for firms in the <i>general insurance fee block</i> greater than £300million and less than £1,000million	400,000.00 <u>105,000</u>
Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for firms in the <i>general insurance fee block</i> less than £300million	50,000.00 <u>52,500</u>
Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for firms in the <i>life insurance fee block</i> of £15,000million or more	280,000.00 <u>290,000</u>
Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for firms in the <i>life insurance fee block</i> greater than £5,000million and less than £15,000million	400,000.00 <u>105,000</u>
Sum of <i>best estimate liabilities for fees purposes</i> and <i>gross written premium for fees purposes</i> for firms in the <i>life insurance fee block</i> less than £5,000million	50,000.00 <u>52,500</u>

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5 SPECIAL PROJECT FEE FOR RESTRUCTURING

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5.7 The *SPF* for restructuring is calculated as follows:

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SPF hourly rates

Pay grade of persons employed by the <i>PRA</i>	Hourly rate
Administrator	£60.00 <u>£70</u>
Associate	£130.00 <u>£150</u>
Technical specialist	£190.00 <u>£220</u>
Manager	£250.00 <u>£290</u>
Any other persons employed by the <i>PRA</i>	£350.00 <u>£405</u>

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Draft for consultation