

Levy forecasts – PRA classes

Deposits

2022/23 update

| 2022/23 forecast fund balances | May 2022 forecast (£m) | November 2022 forecast (£m) | Variance (£m) |
|--|------------------------------|-----------------------------------|------------------|
| Opening balance | 13.6 | 14.0 | 0.4 |
| Compensation | (12.0) | (11.1) | 0.9 |
| Recoveries | 0.0 | 0.0 | 0.0 |
| Management expenses | (14.1) | (14.1) | 0.0 |
| Annual levy receipts – excluding provider contributions | 14.0 | 14.0 | 0.0 |
| Total closing surplus/(deficit) | 1.5 | 2.8 | 1.3 |

| | | | |
|--|-------------|-------------|------------|
| Total levies The 'Total levies' is not the sum of each column. This row shows the May forecast in comparison to the latest levy forecast. 'Total levies' includes provider contributions to other classes. | 18.4 | 18.4 | 0.0 |
|--|-------------|-------------|------------|

The forecasts within the Deposits class largely remain as anticipated, with a surplus (£2.8m) expected to be taken forward to offset the 2023/24 levy.

Compensation paid out so far in this financial year includes approximately £4m for five credit union failures. These failures were the City of Plymouth Credit Union Ltd, North East Warrington Credit Union Ltd, Rainbow Saver Anglia Credit Union Ltd, Gloucestershire Credit Union Ltd and Birmingham Inner Circle Community Credit Union Ltd.

In 2022/23, the Deposits class paid £18.4m in levies which included £4.4m in [provider contributions](#) to the Life Distribution and Investment Intermediation class.

2023/24 forecast

| Class | Latest 2022/23 levy position (£m) | 2023/24 forecast (£m) | Variance (£m) |
|----------|---|-----------------------------|------------------|
| Deposits | 18.4 | 18.2 | (0.2) |

For 2023/24, our early estimates indicates that the Deposits class will pay £18.2m in levies, which is similar to 2022/23. This would include approximately £2m paid as [provider contributions](#) to the Life Distribution and Investment Intermediation class.

In line with previous years, we expect a small number of credit union failures to occur during 2023/24.

Deposit Acceptors

Please note that the Deposit Acceptors class only contributes towards the annual levy if the [retail pool](#) is triggered. For 2022/23 and 2023/24, this is not currently expected to occur.