

Question on Notice

ASIC Supervisory Cost Recovery Levy Regulations 2017:

Can ASIC please provide the committee with a written summary of how the changes under the ASIC Supervisory Cost Recovery Levy Regulations 2017 would work in practice?

ASIC's Response

Subject to the passage of legislation in the Senate, new cost recovery arrangements for ASIC will apply from 1 July 2017. Under these arrangements most of ASIC's regulatory costs for 2017-18 will be recovered from the industries ASIC regulates. ASIC's existing cost recovery arrangements such as the Market Supervision and some costs recovered via the Financial Institutions Supervisory Levies (FISL) will cease. Further details are available in the Proposals Paper released by Treasury in November 2016, which can be found at: <https://consult.treasury.gov.au/financial-system-division/asic-industry-funding/>

Activities for the first year are outlined below:

October 2017	ASIC will publish a Cost Recovery Implementation Statement (CRIS).
January 2018	Industry will be required to provide their relevant information through ASIC's regulatory portal for the 2016/17 financial year. This information will be used to refine the indicative levies for the 2017/18 financial year. No invoices will be issued for 2016/17.
June 2018	ASIC will publish indicative levies for 2018/19.
July-September 2018	The regulatory portal will be available for entities to provide their metric data from the 2017/18 year.
January 2019	The first invoices will be issued.

Changes to the model in response to feedback received during the consultation period have been communicated to the relevant industry bodies.