

COMPENSATION FUND FEES 2021

When your entity is authorised, you will be asked to pay a contribution to the compensation fund. The purpose of the compensation fund is to provide redress to consumers who suffer a loss due to dishonesty or failure to account by a regulated entity.

The contribution to the compensation fund will be set according to the level of risk posed to client money:

- Where an entity holds client money, they will pay the full contribution.
- Where an entity does not hold client money or uses an escrow account their contribution to the compensation fund reflects the reduced risk of dishonesty posed by these entities.

Turnover	Client Money	No Client Money
Litigation and Immigration		
Up to £250,000	£700	£500
£250,001 - £500,000	£1,400	£1,000
£500,001 to £1M	£2,100	£1,500
£1M + - £3M	£3,500	£2,500
£3M +	£5,075	£2,538
Probate and Conveyancing		
Up to £250,000	£750	£500
£250,001 - £500,000	£1,500	£1,000
£500,001 to £1M	£2,500	£1,500
£1M + - £3M	£4,000	£2,500
£3M +	£6,090	£2,538

Notes:

- Contributions will be collected on an annual basis, on the anniversary of authorisation for each entity.
- If the circumstances of the entity change during the course of the 12-month period, either in terms of the type of work undertaken (for example, addition of litigation to probate), or if the entity begins to hold client money, the entity will be expected to pay pro rata the appropriate amount for the remainder of the relevant period.