

# Agenda

## The regulator and its remit

### 2016 Recap

- The rulebook
- Senior Managers Regime (“SMR”)
- Single Customer View (“SCV”)
- Electronic reporting and data

### 2017 and Supervision in Practice



# The regulator and its remit

- Credit unions and “safety and soundness”.
  - Sound financial position
  - Well-run (governance)
  - Monitoring what might go wrong
- The sector’s ambitions.
- Orderly failure in the event of problems.



# Credit Union Rulebook Part - Publications

On 1 February 2016, we published:

- Policy statement 2/16;
  - Supervisory statement 4/16; and
  - Credit Union Rulebook Part
- 
- Most credit unions operating a basic ‘savings and loans’ business model will still have either a 3% or a 5% capital/assets requirement and all will have to meet the Fundamental Rule that implicitly requires them to have their Single Customer View file in good order and readily available to the Financial Services Compensation Scheme.
  - Requirements for credit unions undertaking additional activities proportionate to activity and level of activity undertaken.



# Senior Managers Regime (SMR)

From March 2016 onwards. PRA requirements are:

- Minimum of one SMF8.
- Ensure all mandatory regulatory responsibilities are covered.
- Responsibilities Map.
- Keep it up to date!



# Single Customer View (SCV)

Single customer view changes – December 2016

- Electronic SCV for all credit unions
- Time limit reduced to 24 hours
- Changes in data items

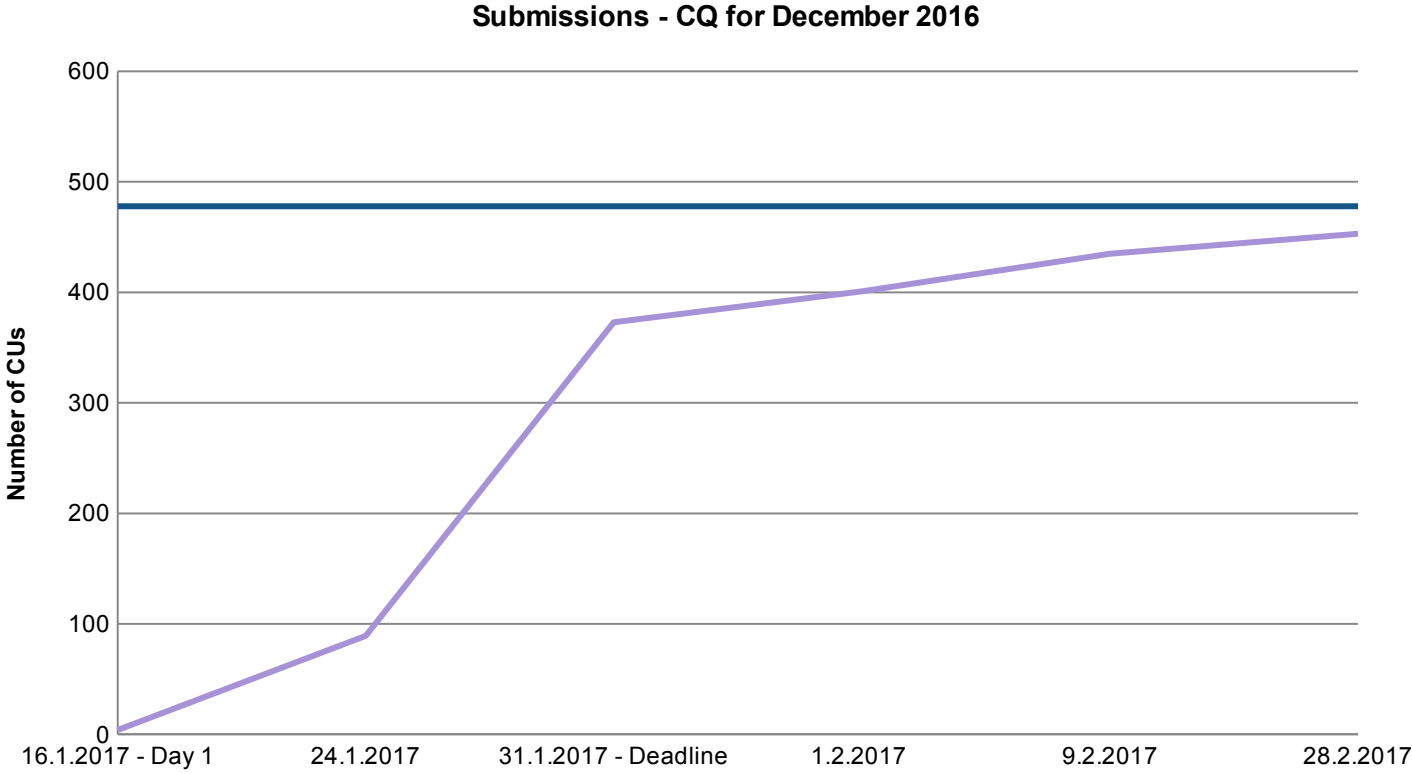


# Electronic Reporting

- As of 3 January 2017:
  - BEEDS Portal.
  - New CQs and CYs.
  - Spreadsheet template.
- Feedback from the sector.
  - The System itself.
  - Completing the returns.
- The data – a first look



# Electronic Reporting



# Electronic Reporting

CUUs with corporate members	112
Total corporate members	2480
CUUs with deferred shares	19
Total deferred shares (£)	5,162,227
CUUs with IBS	23
Total IBS (£)	70,816,358
CUUs with shares above the FSCS limit	19
Number of members with shares above the FSCS limit	96





# Electronic Reporting – some common errors

CU's that told us that ...	Reporting field	Number of CU's
... they have regulatory capital of £0.	F9	31
... they have liquid assets of £0.	P1	9
... they do not hold any deposits or investments.	P9-P12 all blank	103



# Credit unions supervision

- Credit unions with total assets above £40m
- Credit unions with total assets between £15m and £40m
- Credit unions with total assets up to £15m
  - Returns
  - SCV
  - Notifications of significant events with potential prudential impact

