



NOTIFICATION OF SCHEME
(*Professional Standards Act 2003 (Vic)*)

Notification is hereby given pursuant to Section 9 of the *Professional Standards Act 2003 (Vic)* of a scheme prepared by the Institute of Chartered Accountants in Australia (ICAA). The scheme:

1. Applies to all members of ICAA ('participants'), including affiliate members and practice entity members, with a Certificate of Public Practice issued by the ICAA except financial services licensees, unless exempted by the ICAA.
2. Limits the occupational liability of participants, in accordance with the following:

	Category 1 Services	Category 2 Services	Category 3 Services
Schedule A Participants	The limitation amount is the monetary ceiling of \$75 million	For claims arising from a service where the fee is \$150,000 or less, the limitation amount is the monetary ceiling of \$2 million. For claims arising from a service where the fee is greater than \$150,000, the limitation amount is the monetary ceiling of \$20 million.	For claims arising from a service where the fee is \$150,000 or less, the limitation amount is the monetary ceiling of \$2 million. For claims arising from a service where the fee is greater than \$150,000, the limitation amount is the monetary ceiling of \$20 million.
Schedule B Participants	For claims exceeding \$1 million, the limitation amount is the lower of ten times the reasonable charge for the service provided and the monetary ceiling of \$75 million	The monetary ceiling is the lesser of \$20 million and ten times the highest fee billed by the Participant for Category 2 services over the preceding 3 financial years (see scheme for full details) or \$1 million if no or less than 1 year's billing history applies.	For claims exceeding \$1 million, the limitation amount is the lower of ten times the reasonable charge for the service provided and the monetary ceiling of \$20 million

3. Requires the participants to have insurance and/or business assets for occupational liability of an amount not less than the amount of their limited liability.

ICAA requires the participants to comply with relevant risk management strategies.

The scheme may commence on 8 October 2013 or a day sooner than 2 months after the date of the gazettal of the scheme (but subsequent to the date of its gazettal) as may be specified in the scheme when approved, whichever being the later. The scheme may remain in force for a period of up to 1 year.

A copy of the scheme may be obtained from or inspected at the office or website of the Professional Standards Council.

Before approving the scheme, the Council hereby invites comments and submissions to be made in writing to be received by the Executive Officer, Office of the Professional Standards Councils within 28 days after the publication of this notice.

The Office of the Professional Standards Councils is located at the Parramatta Justice Offices, Level 2, 160 Marsden St, PARRAMATTA NSW 2150. Locked Bag 5111, PARRAMATTA 2124.

Website: www.psc.gov.au

Email: pscinfo@psc.gov.au

Telephone: 1300 555 772 / (02) 8688 8060. Fax: (02) 8688 9675.

Comments and submissions received will be public unless confidentiality is specifically requested, and will be subject to the *Freedom of Information Act 1982 (Vic)*.

Professional Standards Council

