

Five year Professional Standards Scheme approved

Approval of a five year Professional Standards Scheme provides reassurance for members

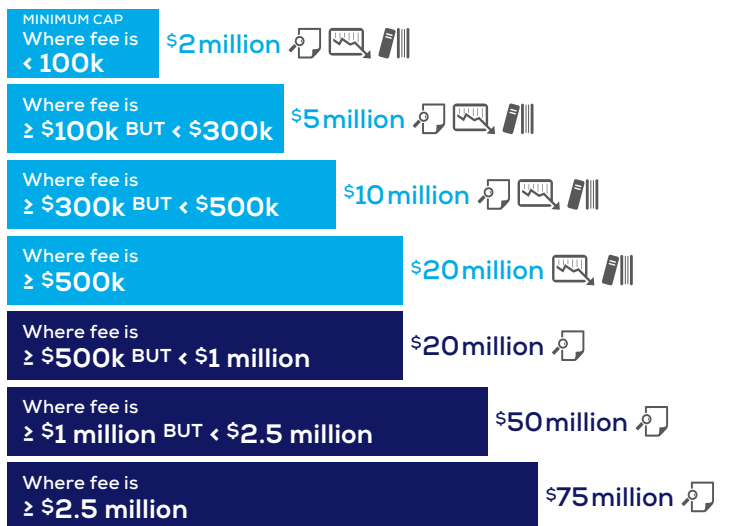
The Professional Standards Council (PSC) has formally approved a five year Professional Standards Scheme (Scheme).

Providing reassurance and certainty to members, the five year scheme will replace the current scheme that expires on 7 October 2019.

The timing of this approval ensures the continuity of the schemes in all mainland jurisdictions.

This significant milestone has been achieved through the collective effort of members who have generously provided data, as well as through the tireless work of the Professional Standards team and its extensive consultation with member groups, regulators, the insurance industry and the PSC.

Five year Professional Standards Scheme – overview



Category 1 services: Audit
Category 2 services: Insolvency
Category 3 services: Other

*References to fees in the graphic above relate to a single engagement fee.

The main change to our Professional Standards Scheme (commencement date 8 October 2019) is to the “Persons to whom our Scheme applies”.

Our new Professional Standards Scheme applies to CA ANZ members who:

- i hold a current Australian Certificate of Public Practice (CPP)
- ii are Affiliate members; or
- iii are incorporated Practice Entity Members (PEM).

Members are advised that they can use the PI calculator <https://survey.charteredaccountantsanz.com/cappingquestions/picalculator/> to understand what the caps and thresholds will be from 8 October 2019. Please note: there has been no change to our Professional Standards Scheme current limits of indemnity or category of services.

If you are eligible to be a participant of the Scheme then it is compulsory for you to be a participant of the Scheme and meet all the Scheme requirements and all of CA ANZ’s relevant regulations.

Members need to consider:

- 1 The impact of the change in “persons to whom the Scheme applies” and if any principals in the practice require a CA ANZ CPP or Affiliate membership
- 2 If the entities they operate out of will benefit from obtaining Practice Entity Membership (PEM). Read up on PEM here: <https://www.charteredaccountantsanz.com/member-services/being-in-public-practice/practice-entity-membership>
- 3 Reviewing the Professional Indemnity Insurance that they have in place
- 4 Ensuring all business documents including websites carry the limitation of liability disclosure statement: “Liability limited by a scheme approved under Professional Standards Legislation”.

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