

Page **1** of 7 Public Domain

Owner: MIB Finance

MIB Levy form guidelines

Status	Version 20.1
Issued	February 2025
Document owner	MIB Finance
Document author	MIB Finance

Contact Details

MIB Finance Team Email: levy@mib.org.uk



Contents

1 Guidelines	3
2 Forms	4
2.1 MIB Levy form	4
2.2 Example MIB Levy forms	4
3 RTA Rates	5
4 Calculation method	5
Appendix A - MIB Levy form — example	



1 Guidelines

All the active MIB members will receive system generated email with a link to access the GWP form. There is one form to complete and submit online. **Once the form is submitted, the link will no longer be valid** unless reactivated by an administrator.

MIB Levy form requires Gross Written Premium (GWP) information from your Solvency II return and a breakdown of the Gross Written Premium by class.

The Motor Insurers' Bureau (MIB) acts as the Guarantee Fund and Green Card Bureau for the territories of the UK, Gibraltar, Channel Islands and the Isle of Man.

When completing the Gross Written Premium by class please include figures for all UK registered vehicles. Members in Gibraltar, the Channel Islands and Isle of Man should also include premiums for vehicles registered in those territories.

If you are operating under the Freedom of Services agreement, please ensure you declare premium only in respect of vehicles registered in the territories above. Do not include figures for overseas premiums written.

All subsidiaries must be included except those giving their own return.

When completing the Gross Written Premium included on your Solvency II return it is understood that these may include premiums written in territories other than those listed above.

All returns are to be made in GBP. No empty fields are permitted.

If you are not the person who should be completing and submitting the return, please contact us and provide the contact details of the appropriate person and we will update our records.

You will be required to upload a copy of your solvency II report if applicable in PDF format only. You can do this direct from the form by clicking Choose file on the top right-hand side of the form. If the Solvency II report is not applicable for your company, you will be required to tick the box as the GWP form will not allow you to submit your figures until there is either a PDF form attached, or the box is ticked.

The return of the MIB Levy forms are due no later than the last working day in April.



2 Forms

2.1 MIB Levy form

The MIB Levy form is for entering the required information. The MIB Levy form requests an analysis of Gross Written Premiums (GWP) by class. This information is required to calculate the levies based on the RTA percentages. The current RTA percentages can be found below in section 3. The RTA rates are reviewed annually.

You are required to enter GWP by class for "this reporting year", which is the last full year data. Total will be automatically populated.



Any changes to prior year GWP numbers must be recorded under "prior year not previously reported" section.



All subsidiaries must be included except those completing their own return.

2.2 Example MIB Levy forms

Example of the MIB Levy form can be found at Appendix A.



Page **5** of 7

Public Domain

Owner: MIB Finance

3 RTA Rates

Current RTA rates	%
Private Car – Comprehensive	56
Private Car – Non – comprehensive	95
Commercial	64
Motorcycle	56
Fleet	67
Other	48

4 Calculation method

The following is an example showing how the levy for each Member is calculated. The formula used is:

Total levy due from Member = Member's weighted covers x amount to collect

Total weighted covers

The Member's weighted covers figure is the summation of the Gross Written Premium (GWP) per class of business, as specified in the GWP return, multiplied by the relevant RTA%. The total of all Members' weighted covers produces the denominator in the formula. The Levy amount to collect for **2025** is £530.3m.

This should become clearer by working through the example below:



Page **6** of 7

Public Domain

Owner: MIB Finance

Another Car Insurance Company

	GWP £	RTA %	Leviable £
PC Comp	3,998,000	56	2,238,880
PC Non – comp	2,400,000	95	2,280,000
Commercial	868,000	64	555,520
Motorcycle	639,000	56	357,840
Fleet	75,000	67	50,250
Other	3,0000	48	1,440
	8,010,000		5,483,930

Leviable income x no. of months' membership £5,483,930 x 12 = £65,807,160

Total levy due from Member = $\underline{\text{Member's weighted covers}}$ x amount to collect

Total weighted covers

= <u>65,807,160</u> x £530,300,000 146,351,516,605

_ : 0,00 _,0 _0,000

= £238,450.12 i.e. £19,870.84 pcm

Note: in the example shown the leviable percentage = 0.044965137%

i.e.: <u>Member's weighted covers</u>

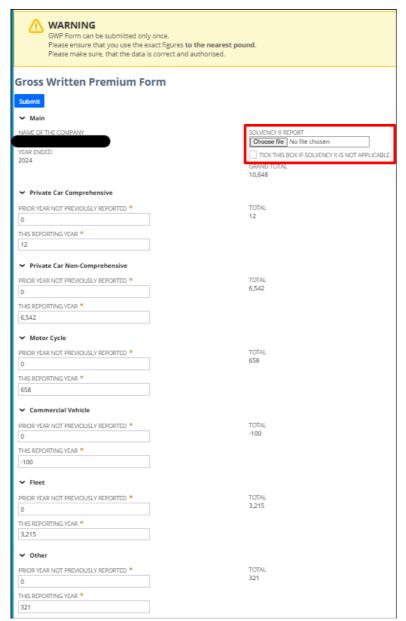
Total weighted covers

The same methodology is applied to calculate the additional levy arising as a result of the Claims Portal Levy.

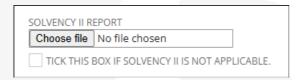
In 2025 this is £1.5697m.



Appendix A - MIB Levy form – example



You will be required to upload a copy of your solvency II report if applicable in PDF format only. You can do this direct from the form by clicking Choose file on the top right-hand side of the form. If the Solvency II report is not applicable for your company, you will be required to tick the box as the GWP form will not allow you to submit your figures until there is either a PDF form attached, or the box is ticked.



Page **7** of 7 Public Domain Owner: MIB Finance