Ontario

Tuition Fee Framework
Implementation Guidelines for
Publicly Assisted Universities for
2021-22 and 2022-23

Ministry of Colleges and Universities
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Definitions

The following terms are used in the Tuition Fee Framework Implementation Guidelines for Publicly Funded Universities for the 2021-22 and 2022-23 academic years:

**Ancillary Fee:** An ancillary fee is defined as a fee imposed or administered by a given institution, or one of its constituent parts or its federated or affiliated institutions, in addition to regular tuition fees, which a student pays in exchange for, or to support, a service or product.

**Enrolment:** refers to fiscal full-time equivalent enrolments eligible and claimed for Ministry operating grant support as defined in the Operating Funds Distribution Manual.

**Universities:** refers to publicly funded universities and university-level institutions as defined and listed in the Operating Funds Distribution Manual.

Introduction

These Tuition Fee Framework Implementation Guidelines are intended to give direction to publicly funded universities on implementing the Tuition Fee freeze for domestic Ontario students and the limited increases for domestic students from other provinces, as established by the Ministry of Colleges and Universities. These guidelines will be in effect for the 2021-22 and 2022-23 academic years.

Tuition fees for publicly funded programs continue to be regulated and are tied to the Student Access Guarantee requirements.

Unless otherwise indicated in these Guidelines, all policies in relation to tuition fees in the current university *Ontario Operating Funds Distribution Manual* remain in effect. In the event of a conflict between the previous policy and the *Ontario Operating Funds Distribution Manual*, these guidelines will apply.
Section 1: Tuition Fee Framework

2021-22 Academic Year

As per the April 30, 2021 announcement, institutions were requested to continue the freeze in tuition fees over the 2021-22 academic year. The tuition fee freeze applies to all publicly funded programs at each year of study for all funding-eligible students. The new tuition fee framework will provide students with predictability in tuition fees in 2021-22.

In addition, institutions are given the flexibility to increase fees for domestic out-of-province students up to 3 per cent in 2021-22.

2022-23 Academic Year

As per the March 23, 2022 announcement, the ministry is continuing the tuition freeze for all funding-eligible programs, as well as the flexibility to increase tuition fees for domestic out-of-province students.

Tuition fees for domestic Ontario residents will remain frozen at 2021-22 levels for the 2022-23 academic year. Institutions will have the flexibility to increase tuition fees for domestic out-of-province students by up to 5 per cent in 2022-23.

Tuition Freeze and Increase for Out-Of-Province Students

Tuition fees for domestic Ontario residents will remain frozen at 2020-21 levels in the 2021-22 and 2022-23 academic years. Institutions will have the flexibility to increase tuition fees for domestic out-of-province students by 3 per cent in 2021-22 and by 5 per cent in 2022-23.

For the purpose of tuition fees, an out-of-province student is defined in the same manner used to determine eligibility for Ontario student loans and grants under the Ontario Student Assistance Program (OSAP). OSAP requirements indicate to be eligible for in-province tuition, students must:
be a domestic student who is a Canadian citizen, a permanent resident within the
meaning of the Immigration and Refugee Protection Act (Canada) or a protected
person within the meaning of subsection 95 (2) of that Act\(^1\); and

- meet the Ontario residency requirement described in section 6 of Ontario
  Regulation 70/17.
  - As of the first day of their study period, Ontario must be the most recent
    province in which the student resided for 12 consecutive months, not
    including time as a full-time postsecondary student. Students who do not
    meet Ontario residency criteria based on their own status in Ontario, may be
    considered a resident of Ontario under other circumstances.\(^2\)

Any student demonstrating eligibility to pay domestic fees at Ontario’s publicly funded
universities but who is unable to demonstrate Ontario residency is an out-of-province
student.

A student who permanently moves their residence to Ontario must meet residency
requirements and reside in Ontario for 12 consecutive months - without being in full-time
postsecondary studies - to be considered an Ontario resident for the purposes of OSAP
and tuition fees.

1. A: 2021-22 and 2022-23 Tuition Fee Freeze

During the 2021-22 and 2022-23 academic years there is a tuition fee freeze in place and:

- Institutions are expected to charge the same full-time and part-time tuition fees that
  they charged in 2020-21, for each program and year of study for 2021-22 and 2022-
  23;

\(^1\) As per the definition for eligible students provided in the Ontario Operating Funds Distribution Manual.
\(^2\) The description of the residency requirement in this section is provided for ease of reference only; section 6
of Ontario Regulation 70/17 determines the residency requirement. Subsection 6(3) of the regulation also
applies.

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Students enrolled in the first year of a program in 2021-22 and 2022-23 are to pay the same tuition as students enrolled in first year of the program in 2020-21;

Students in 2021-22 and 2022-23 are to pay the same tuition fees as students in the same program and program year of study paid in 2020-21.

Similar to previous framework, the tuition freeze applies by year of study for all programs and not by cohort in 2021-22 and 2022-23 academic years.

Programs subject to this framework will remain the same as those regulated under the previous framework.

- This framework applies to tuition fees for programs which are eligible for ministry operating funding.

- Tuition fees for programs that are ineligible for operating funding, such as full-cost-recovery programs, are excluded from this framework.

- This framework does not apply to tuition for funding-ineligible students (such as international students).

1. B: 2021-22 and 2022-23 Tuition Fee Increases for Domestic Out-of-Province Students

During the 2021-22 academic year, institutions can increase tuition fees for domestic out-of-province students by a maximum of 3 per cent.

During the 2022-23 academic year, institutions can increase tuition fees for domestic out-of-province students by a maximum of 5 per cent:

- Institutions shall determine whether a student is an Ontario resident based on the definition used in determining eligibility for Ontario student loans and grants under the Ontario Student Assistance Program.
• The tuition fees are to be increased by year of study and not by cohort.

Out-of-province students are identified using the same standards and definitions as Ontario Student Assistance Program (OSAP) applications outlined in O. Reg. 70/17: Ontario Student Grants and Ontario Student Loans, Section 6.

In determining whether an individual or their expected contributor has resided in Ontario or another Canadian province or territory for a period of 12 consecutive months, for the purposes of the residency requirement, the time that the individual or spouse spent in full-time studies at a post-secondary institution shall not be included.

An expected contributor may be one or more of the following individuals who contributes toward the education costs of the student for a period of study:

1. the student’s parents or step-parents;
2. an individual who is the student’s sponsor within the meaning of the regulations made under the Immigration and Refugee Protection Act (Canada);
3. the individual who, on the first day of the period of study, is the student’s spouse

The description of the residency requirement above is a summary of the applicable regulatory provisions for ease of reference only. The residency requirement in the regulation, as amended from time to time, is the governing document.
Section 2: Application of the Tuition Fee Framework

2. A: Exceptions under the Tuition Fee Freeze

The Tuition Fee freeze will not apply to programs or to categories of student that are not eligible for operating grant funding. This includes full-cost-recovery or self-funded programs. In addition, this excludes international students who are ineligible to be counted for operating grant funding.

Tuition fees for all publicly funded programs approved by the Minister of Colleges and Universities must remain the same as the tuition fee levels reported in the 2020-21 academic year.

A university may not convert an existing publicly funded program to a full-cost-recovery program without prior approval from the Ministry.

2. B: Tuition Fees for New Programs

A university may set tuition fees for new programs up to a level commensurate with the tuition charged for comparable university programs in Ontario. Tuition fees should not exceed the maximum fee rates charged by other comparable university programs across the province.

For new programs which require the approval of the Minister of Colleges and Universities, the Ministry will review tuition fees for comparable programs and work with universities to establish an appropriate initial tuition fee.

Once tuition fee for the first year of a new program has been approved, the new program and tuition fee will be subject to the provisions of the Tuition Fee Framework.
Section 3: Tuition Fee Set-Aside

The tuition fee set-aside fund is in addition to the government’s Ontario Student Assistance Program (OSAP) and other institutional funds, which currently provide students with financial assistance.

It is expected that institutions will continue to partner with the Ministry to support access to postsecondary education and provide assistance to students with financial need through the continuation of the Student Access Guarantee. To ensure institutions have sufficient funds to meet their Student Access Guarantee obligations and to provide other forms of assistance to students in need, the Ministry is continuing tuition fee set-aside requirements.

Universities are responsible for expending the tuition fee set-aside amount annually to provide financial support to students through bursaries, scholarships, work-study programs and work between academic terms.

The Ministry will monitor the tuition fee set-aside disbursement by requiring universities to report on the disbursement of tuition set-aside funds annually.

For additional details on tuition fee set-aside, please refer to the *Tuition Fee Set-Aside Expenditure Guidelines* issued by the Ministry of Colleges and Universities.
Section 4: Tuition Fee Billing

While the requirements listed in Section 4 are intended to apply to programs or student categories that are eligible for operating grant funding, universities are also asked to consider applying the policies to programs or student categories that are ineligible for operating grant funding (e.g., international students) where feasible.

4. A: Tuition Deposits

A tuition deposit refers to an amount that is paid as part of the student’s total tuition fees for the academic year to secure a student’s enrolment at a university.

Universities may require a tuition deposit from students before the start of their study term for the academic year, in accordance with the following:

- The tuition deposit shall reduce the amount of tuition owed by the student and shall not be an additional fee over and above the course/program fees for the academic year.

- The maximum tuition deposit that a university can require is 10 per cent of the student’s total tuition fees for the academic year or $500, whichever is greater.

- The tuition deposit may be non-refundable, to a maximum amount of $500.
  
  - Universities shall make accommodations and refund deposits to students who withdraw for reasonable circumstances (e.g., parental or medical leave).

- Universities may require the tuition deposit no sooner than three (3) months prior to the first day of the month of student’s study period start date (e.g., a tuition deposit can be required to be paid June 1st for study periods that begin anytime in September).
  
  - Information regarding collection of tuition deposits must also display available options for students who are unable to make a deposit payment.
For students enrolled in consecutive terms of study, the tuition deposit can be charged once only during the academic year.

- A tuition deposit may be charged more than once per academic year for students who take a term off from their studies. For example, a student studying in the Fall term who is not enrolled for the Winter term, but returns in the Spring/Summer term, may be charged a tuition deposit for the Fall term as well as the Spring/Summer term.

- Students who take a term off from their studies for education-related reasons such as a co-op/work term shall not be charged an additional tuition deposit upon return to the in-class component of their studies.

- A tuition deposit can be charged each time a student elects to switch his/her program of study during the academic year.

4. B: Subsequent Payments

A subsequent payment is an amount that is paid after the initial tuition deposit as part of the student’s total fees, to reduce the amount of fees owing for the academic year.

Subject to the subsequent payments below, universities shall provide all students with the option of per-term billing. Universities may do this for all students or can require students to opt-in to the per-term billing process. For clarity, per-term billing refers to dividing the total tuition fees for the academic year by the number of academic terms that the student is scheduled to participate in for the academic year and requiring a subsequent payment each term as per below.

In the case of programs for which universities do not utilize academic terms, the total tuition fees shall be divided as follows:
Universities may charge subsequent payments in accordance with the following:

1. **Students without an Entitlement from the Ontario Student Assistance Program (OSAP) One Month Prior to Study Period Start**

   - These students shall not have their subsequent payment(s) due sooner than:
     - Mid-November for the winter term;
     - One (1) month prior to the start date of the respective term for all other terms;
     - For example, a student who commences three terms of study in the Fall may pay the first payment in August for the Fall/September start; the second payment in November for the Winter/January term; and the remaining payment in April for the Spring/Summer/May term.

2. **Students with an Entitlement from the Ontario Student Assistance Program (OSAP) One Month Prior to Study Period Start**

   - These students shall not have their subsequent payment(s) due sooner than the start date of the respective term.

   - Universities shall automatically administer per-term billing.

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3 For the purpose of these guidelines, an entitlement is an amount greater than zero of student loans or grants that a student qualifies for through the Ontario Student Assistance Program (OSAP). The Ministry notifies institutions of students’ entitlements through the institution’s daily year-to-date file.
Universities may not charge a fee for this later payment date or for providing this service to students.

Universities may wish to extend this option to students entitled to financial assistance through other programs (either from Ontario, the federal government or other jurisdictions).

4. C: Deferral and Late Fees

Universities may not charge a fee for the administration of tuition deposits or subsequent billings.

Deferral and/or late fees refer to both lump-sum and percentage-based fees that are charged over and above a student’s tuition fees if a student does not pay tuition and/or ancillary fees before payment deadlines.

The 2012-13 moratorium on increases to, or the introduction of, deferral fees have not been in effect since the 2014-15 academic year. For clarity, the use of deferral and/or late fees must be compliant with the provisions in these guidelines.

While bearing in mind the need to ensure timeliness of tuition fee payments, deferral and/or late fees shall be reasonable and transparent to students. The Ministry will be monitoring the reasonableness of these fees.

Universities may also continue to use non-financial methods to encourage students to pay their outstanding tuition balances.
Section 5: Program or Flat Fees

Program or flat fees refer to a tuition fee structure in which all students in the same program are charged the same tuition fee for course loads at or above a certain threshold of the normal course load. A normal course load is defined as that which would be required for a student to earn a given credential in a prescribed amount of time (for instance: five courses per term to complete an honours bachelor’s degree in four years).

In 2012-13, the Ministry placed a moratorium on the introduction of new program/flat fees as well as changes to the existing program/flat fee structures.

After consultations with institutions and student groups, the ministry updated the program/flat fee policy. For universities that charge tuition on a program/flat fee basis, the updated policy set a threshold of a minimum of 80 per cent of a normal course load to charge program/flat fees. After a phasing in period in 2014-15 and 2015-16, this policy took full effect in the 2016-17 academic year.

Universities that currently charge program fees for cohort-based programs that require participation in a full course load may continue to charge such fees. Examples include medicine and engineering programs. For programs that have tuition fees charged on a program/flat fee basis, students taking courses above the threshold of a normal course load may not be charged for the additional courses.

Universities are required to have policies in place, and publicize these policies, for students with permanent, documented disabilities who require a reduced course load as a learning accommodation, such that these students are exempted from paying tuition fees on a program/flat fee basis. The Ministry recognizes that minor differences in per-credit fees across universities reflect variability in program delivery costs and these differences will continue to exist under this updated policy.

The moratorium placed in 2012-13 on the introduction of new program/flat fees is maintained for the duration of this framework. Tuition fee levels within the program/flat fee
structure may increase or decrease as per the rate specified under the Tuition Fee Framework.

Section 6: Ancillary Fees

Ancillary fees are not covered by the tuition fee policy. The ancillary fee policy outlined in the Ontario Operating Funds Distribution Manual remains in place. The protocol process for introducing new or increasing current ancillary fees will continue. For those ancillary fees exempt from the protocol process, it is the Ministry’s expectation that institutions will limit fee increases to reflect the reasonable cost of providing service to students.

Section 7: Reporting and Compliance

Each university is required to report their annual tuition fees by program to the Ministry. As part of this report, university Executive Heads are required to sign-off on the report confirming that the tuition policy has been correctly implemented, including confirmation that the university is compliant with the Tuition Fee Framework.

Any university that does not comply with the tuition fee requirements specified in this framework or is not in compliance with the provisions of the framework, may be required to reimburse students for the excess of non-compliant fees charged. In the event that the students cannot be reimbursed, the Ministry will work with institutions on facilitating corrective action and will have the option of reducing the institution’s operating grants.

The Ministry will provide details regarding tuition compliance reporting requirements and templates through memorandums sent to universities.