

**FINANCIAL SERVICES REGULATORY AUTHORITY OF ONTARIO
RULE 2019 – 001
ASSESSMENTS AND FEES**

AMENDMENT 1

1. The Financial Services Regulatory Authority of Ontario Rule 2019 – 001 Assessments and Fees (the “FSRA Fee Rule”) is amended by this Amendment 1.

2. Subsection 1.1 (1) of the FSRA Fee Rule is amended

(a) by adding the following paragraph:

(l.1) “financial professionals sector” means the sector referred to in clause (a.1) of the definition of “regulated sector” in subsection 1(1) of the FSRA Act;

(b) by repealing paragraph (x) and replacing it with the following:

(x) “regulated sector” means the credit unions sector, the insurance sector, the loan and trust sector, the mortgage brokering sector, the pension sector, the financial professionals sector, and the PRPP sector;

(c) by repealing paragraph (z) and replacing it with the following:

(z) “variable rate sectors” means the credit unions sector, the insurance sector, the loan and trust sector, the financial professionals sector and the pension sector.

3. The FSRA Fee Rule is amended by adding the following part:

PART 8 FINANCIAL PROFESSIONALS SECTOR ASSESSMENTS AND FEES

8.1 Assessments

(1) Definitions – In this Part 8,

(a) “budgeted financial professionals sector expenses and expenditures for the assessment period” means, in respect of a particular assessment period, the total amount of direct costs of, and common costs that the Authority allocates to, the financial professionals sector in respect of the assessment period, as set out in the final budget;

(b) “budgeted financial professionals sector fees for the assessment period” means, in respect of a particular assessment period, the total amount of fees

that the Authority estimates will be charged to persons or entities with respect to the financial professionals sector in respect of the assessment period, as set out in the final budget; and

(c) “financial professionals sector start-up costs” means, as the Board determines is appropriate in the Authority’s final budget, the total amount of expenses and expenditures incurred and made by the Authority in the period ending immediately prior to the time at which the Authority began to carry out the regulatory functions contemplated by the FSRA Act in respect of the financial professionals sector.

(2) For the first five assessment periods after this section comes into force, an approved credentialing body’s share of an assessment of the financial professionals sector under subsection 21(2) of the FSRA Act for an assessment period is the amount calculated using the formula,

$$\$25,000 + A + B$$

in which,

“A” is the amount calculated using the formula,

$$(C - D) \times (E / F)$$

in which,

“C” is the budgeted financial professionals sector expenses and expenditures for the assessment period,

“D” is the budgeted financial professionals sector fees for the assessment period,

“E” is the total number of approved credentials issued to individuals by the approved credentialing body on or before a date determined by the Authority for the purposes of preparing a final budget,

“F” is the total number of approved credentials issued to individuals by all approved credentialing bodies on or before a date determined by the Authority for the purposes of preparing a final budget, and

“B” is the amount calculated using the formula,

$$[(G \times 0.20) \times (E / F)] + H$$

in which,

“E” is the same as “E” used in the calculation of “A”,

“F” is the same as “F” used in the calculation of “A”,

“G” is the financial professionals sector start-up costs, and

“H” is the amount, either positive or negative, determined appropriate by the Authority to compensate for any change in the number of approved credentialing bodies since the previous assessment period.

- (3) Starting with the sixth assessment period after this section comes into force, an approved credentialing body’s share of an assessment of the financial professionals sector under subsection 21(2) of the FSRA Act for an assessment period is the amount calculated using the formula,

$$\$25,000 + A$$

in which “A” is calculated using the same formula as the formula used for calculating “A” in subsection 8.1 (2).

- (4) An approved credentialing body shall pay its assessment within 30 days after the date of the invoice for the assessment in the manner and to the account specified by the Authority in such invoice.

8.2 Fees

- (1) The fees payable with respect to matters under the *Financial Professionals Title Protection Act, 2019* are listed opposite the description in the following table.

DESCRIPTION	FEE
Application for approval of credentialing body – <i>Financial Professionals Title Protection Act, 2019</i> , section 4	\$10,000 per application
Application for approval of credentials – <i>Financial Professionals Title Protection Act, 2019</i> , section 7	\$5,000 per credential

(2) Fees not refundable – A fee paid by person or entity under this section 8.2 is not refundable and may not be credited toward any subsequent fee payable by the person or entity.

4. The FSRA Fee Rule is amended by re-numbering

(a) Parts 8, 9 and 10 as Parts 9, 10, and 11, respectively, and

(b) the sections in Parts 8, 9 and 10 in accordance with the amendment in clause 4 (a).

5. This Amendment 1 comes into force on the day clauses 21(2)(b) and (d) of the *Financial Services Regulatory Authority of Ontario Act, 2016*, S.O. 2016, c. 37, Sched. 8 come into force.