Student Loans Company

# Student Finance in a Franchised Partnership

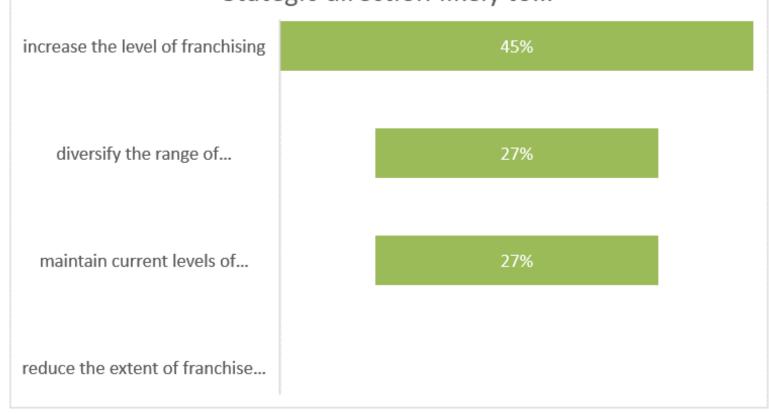
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Paul Smith/Amanda Thomson

Partner Services

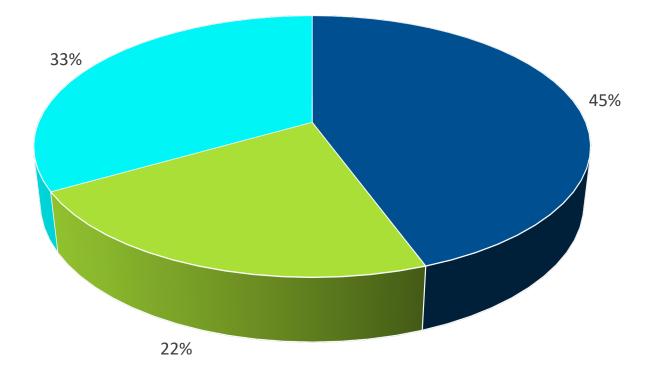
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# Strategic Purpose of your franchise.... Widening participation... 23% A pathway through lower... 31% A positive net contribution... 38% A feature of a local econo... 8% Other - please specify

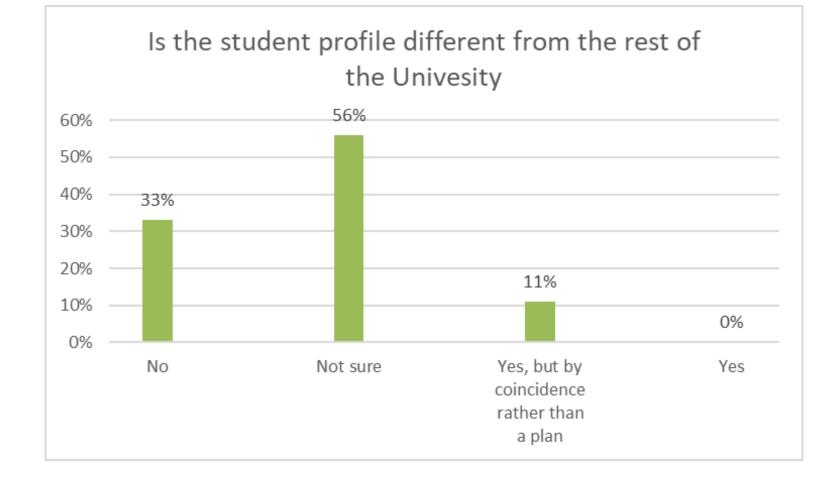


#### Stategic direction likely to ...

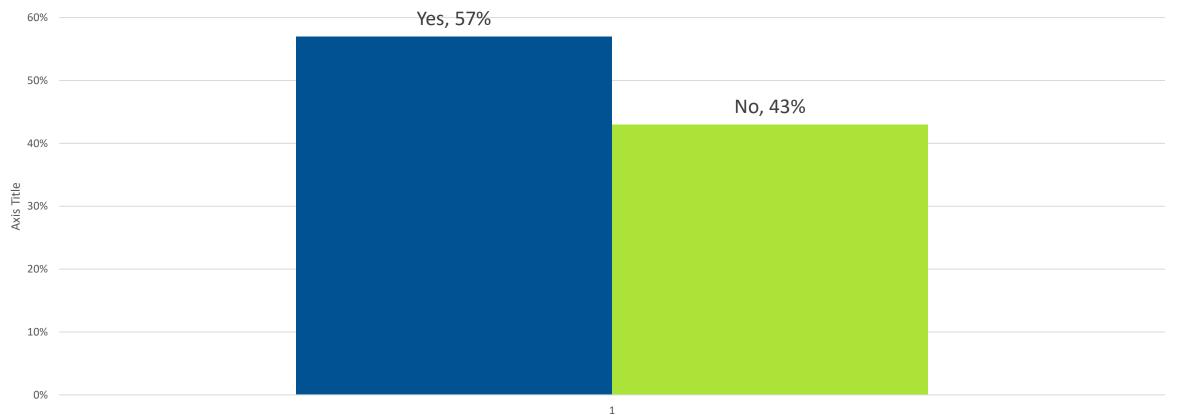
Contract Specifies whether the fee to the Franchise partner is.....



- a specified proportion of the tuition fee charge
- the full fee less a specific charge by the university
- a fixed amount not specified as related to the tuition fee



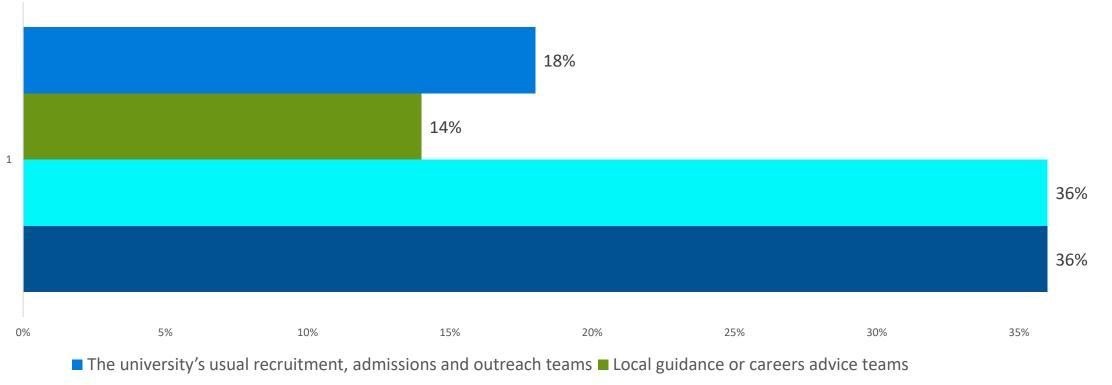
#### Specific Director accountable for admission management of the partnership



What function does the director belong to.... 0% 25% 75% Partner management Finance Curriculum or course management Opportunity, participation and access

Other - please specify

#### Who recruits the students?



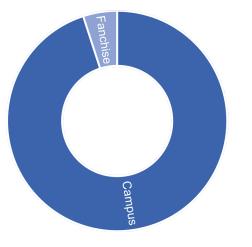
The franchise partner through recruitment agents

The franchise partner directly

## Franchise Partners Survey

#### Courses

Courses run at franchise locations account for 5% of the total



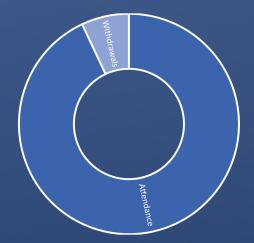
#### Students

21% of all student finance applicants and 14% of all registered students, are studying on a franchised course



#### Participation

Withdrawal rates for partner students are higher than sector average at 7%







- English providers registered with the Office for Students (OfS) can enter into validation and franchise agreements
- This can be with OfS registered and nonregistered Providers
- Providers that are not registered with OfS can do this without seeking specific designation
- All eligible courses run through validation or franchise arrangements are automatically designated
- Eligible students can access the student finance system





### **Franchise Arrangements**

- When a lead provider (the franchisor) enters into an agreement with another provider (the franchisee)
- Students apply to the lead provider and all tuition fee loan payments are made to the lead provider

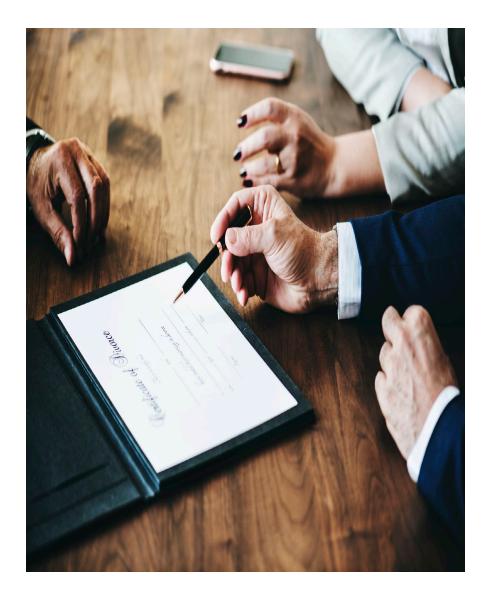
Provider C (franchisor) has entered into a franchise agreement with Provider D (franchisee)

Provider D is delivering the course at its campus on behalf of Provider C The lead provider, Provider C, must upload the course details to CMS under its provider details

The location of the course should be shown as Provider D



### **Key considerations:**



- Strategic objectives must be linked to Access and Participation Plan (APP)
- Used to address local and regional skills gaps
- Accountability, quality and compliance
- Robust technology that enables full transparency
- Recruitment practices that drive student commitment and meet expectation of quality



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## **Components of an agreement**

#### Due Diligence

- Governance and Data
- Operating conditions and restrictions
- Quality requirements





## **Ongoing Provision**

Administrative responsibility on partners to provide information and intelligence on students

Primary providers to oversee provision with the same level of scrutiny as main provision

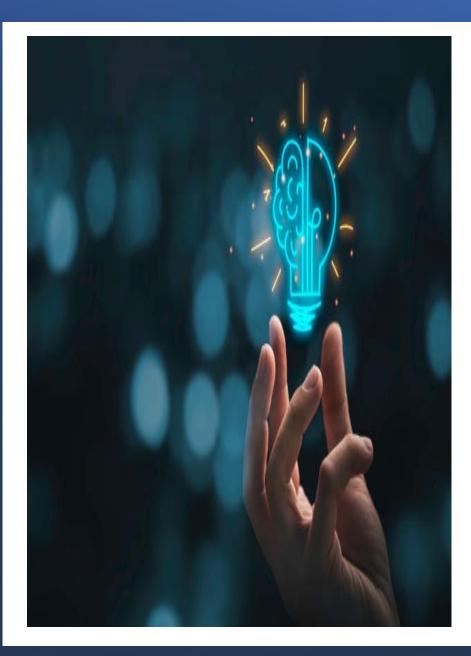
Primary providers fully responsible for educating partners to enable full compliance





## Administration of Student Finance

- Portal access is restricted to the Primary Provider
- Student data on the portal includes all students
- Service standard measures for timeliness and accuracy apply to all provision
- Sanctions, where applicable will apply to the Primary Provider entirely







Where does student advice and guidance sit?



How is quality assured and maintained?



To what extent are primary providers involved in enrolment?



Impact on Service Standard Compliance?



Quality sampling ratio 1:10?

## **Access & Participation**

To what extent are Access & Participation targets driving results in areas such as:

- Programme choices?
- Qualification types?
- Likely bias for specific demographic groups?

business and management	360	
business studies	331	
post compulsory educati	171	
education studies	143	
animal science	141	
health and social care	127	
computer science	125	
interior design and	123	
sports coaching	104	
theology and religious	100	
automotive engineering	75	
management studies	62	
electrical and electronic	58	
psychology	57	
mechanical engineering	54	
sports management	51	



# **BEST PRACTICE**



#### Student Verification Checks

- Immigration status checks to be owned and managed by the Primary Provider
- Defined experiential learning measurements to be regularly sample checked
- Minimum English language proficiency tested at enrolment (F2F preferable)



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### Attendance Management and Admissions Policies

- Robust policies and processes defined at the outset
- New partners should be classified as higher risk until evidence of a proven track record
- Partner visits to perform spot-checks on controls
- Regular review of partner risk profiles poor pass rates, low engagement, identifying inappropriate admissions.
- Live access to attendance data
- Sample check verification of documentation such as previous qualifications



## **Question Time**



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