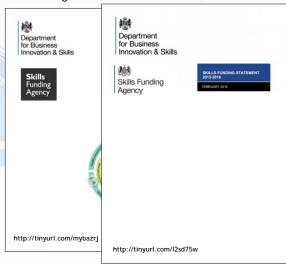




## Skills Funding Statement 2012-15 & 2013-2016

Published 10 February 2014, 431 after the last annual Skills Funding Statement



Published for the first time alongside the HE funding statement, it is believed the delay related to the Treasury wanting bigger than planned cuts, and agreeing if/where they would fall (FE or HE)

In partnership with



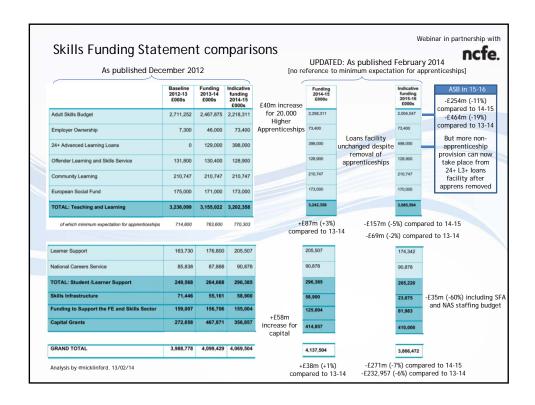
### Skills Funding Statement Priorities

Should come as no surprise

"Our priorities remain to provide Traineeships to improve young people's chances of gaining sustainable employment; Apprenticeships as a core offer to all young adults; English and maths for those who need them; and provision for all learners to increase their skills, competence and knowledge. It is paramount when using our limited funding that we ensure a continual improvement in quality and value for money. We must use our collective expertise and evidence to build a responsive skills system that has rigour, employer ownership and enterprise at its core."

In partnership with





## Skills Funding Statement 2013-2016

My key messages

### RELATIVELY, good overall deal for FE

Despite Treasury attempts, suffered no bigger cut than previously indicated. However, HE budget was cut an additional £125m, but did not completely lose the £332m Student Opportunity Fund (as feared)

### BUT, FE cuts still coming as previously indicated

In a single year (2015-16) there will be a £157m (5%) cut to total Teaching and Learning budget. Impact will be felt on last four months 2014/15 and first eight months of the 2015/16 academic year

AND, cut will depend on provision type. Looks like a 40%+ cut if not apprenticeships or funded via a loan

- Apprenticeship funding protected and growing?
- So extra pressure on ASB after appren loans scrapped
- Although approx £60m more for non-appren loans now
- We wait to hear how the SFA will manage this shift in 2014/15 allocations (due in March)

In partnership with



### Skills Funding Statement 2013-2016

New information (one of two)

Traineeships feature heavily (mentioned 32 times to be exact)

Include 24 year-olds from August 2014

Funding method and provider eligibility will be unchanged next year

Appears to be no ring-fenced nor additional funding

From 2015/16 there may be a 'consistent' 16-24 traineeship funding model, to include funding for 'positive outcomes'

Still no update on from when traineeships will be exempted from the DWP '16 hour rule'

### Apprenticeship ('top priority') funding reform continues

FE loans for apprentices scrapped, and from February reverts back to co-funding from ASB allocation (backdated to August with detail from SFA to come)

New 'streamlined and standardised' funding system (eg HMRC led) with 'minimum disruption' may be piloted with Trailblazers from August 2014

In partnership with



Level 2 apprentices without level 2 Eng & maths will have to study it

## Skills Funding Statement 2013-2016

New information (two of two)

### Funding cap per month

There is a concern that 'accelerated learning delivery' risks 'reducing quality' so non-apprenticeship provision will be subject to a funding per month limit

### Funding payments and performance based on wider outcomes

"We recognise that success rates do not reflect the full range of policy outcomes we are looking for. We have put in place measures to capture learner destinations on the Individualised Learner Record (ILR) as we consider how funding can be more strongly linked to outcomes in future. As part of this we expect providers to place a greater emphasis in 2014/15 on capturing destination information for all your learners.

"We have been working on three core measures: destination (into further learning or into/within employment), progression (through learning) and earnings changes(following completion of learning)."

#### Much tougher qualification funding eligibility

In partnership with

"The approval for funding new qualifications will only occur when [new business rule] process is completed and, importantly, a real demand for the qualification has been shown" - eg maybe only 15 QCF credits and above for level 2 to 4. See http://tinyurl.com/pgmld8p



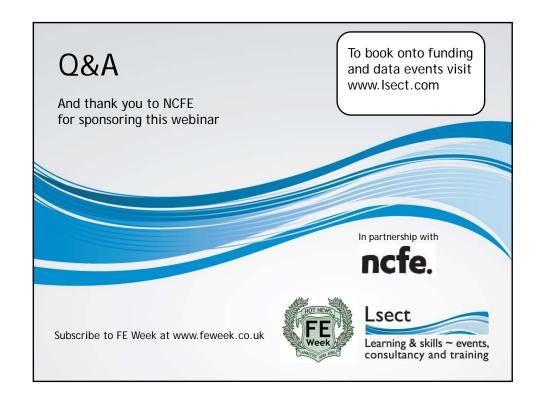
### Skills Funding Statement - what next

We await details of qualifications eligible for funding next year, how the Skills Funding Agency will allocated the budget to providers for 2014/15, and any other changes to eligibility, the formula and/or methodology (should be in their 'Funding Rules 2014/15 when published')

Oh, and the simple matter of curriculum planning for 2014/15....

In partnership with





## ncfe.

# skills funding statement 2013-2016

**Andrew Gladstone-Heighton** 13 February 2014

Twitter - @agladheight

### Impact of SFA funding changes

- We're adopting a number of approaches, looking at each affected qualification individually
- We've already proactively put in an appeal for certain qualifications, where we feel that the loss of public funding will have a strong adverse effect on specific learners
- We have a number of new qualifications which do meet the new criteria which we'll be submitting to the SFA for funding approval as soon as possible

Any queries, you can get in touch with us on 0191 239 8000, or by emailing <a href="mailto:service@ncfe.org.uk">service@ncfe.org.uk</a>

## **Apprenticeships offer**

Over 40 Apprenticeships across 6 sectors:

- Business, Admin and Law
- · Education and Training
- Leisure, Travel and Tourism
- Information & Communication Technology
- Retail
- Health, Public Services and Care
- 15 part Apprenticeships across 5 sectors

ncfe. Visit our Apprenticeship page here



## **Apprenticeships support**

- NCFE's Apprenticeship Directory
- Qualification Support Packs for key qualifications in frameworks
- learner support materials from our partners





### **Traineeships:**

- We've created a 'mix and match' package that you can tailor to suit the individual needs of your learners
- We've over 130 qualifications that are suitable and a suite of Maths and English qualifications that will support your learners in a traineeship.

Visit our Traineeship page here

ncfe.



## **Traineeship support**

- Free E-book resources at Levels 1 and 2 - containing everything you need to deliver a comprehensive and quality programme, to not only meet your learners' needs, but also the core criteria of the Traineeship
- This includes qualifications to support:
  - -Work Skills
  - Personal Development Skills
  - Work Experience.

Visit our Traineeship page here

### **Maths and English**

- We've developed a comprehensive package of over 100 flexible English and maths qualifications which allow you to tailor your programmes to meet your learners' individual needs
- These qualifications are mainly for learners who've not yet achieved their GCSE (A\*-C) or Level 2 Functional Skills English or Maths and wish to obtain their first qualification in either subject.

### ncfe.

### **Maths and English**

- To help support you in the assessment of the English and maths qualifications, we've provided free sample assessment papers at Levels 1 and 2.
- The papers can be used to assess learners, provide them with feedback and help to 'plug the gaps' in their learning to build up evidence within their portfolio.

www.ncfe.org.uk/qualifications/english-and-maths-qualifications

## Get in touch...

Speak to a member of our **Business Development Team** today

Call - 0191 239 8000 Email - <u>businessdevelopment@ncfe.org.uk</u>

Twitter - @ncfe

thanks for listening