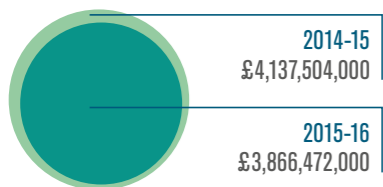


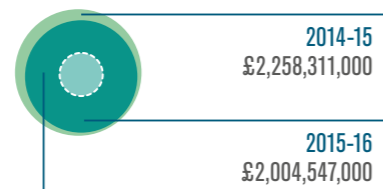
## KEY MESSAGES FOR THIS PARLIAMENT

- Ensure Stability
- Adopt Greater Systems Thinking
- Improve the Policy Process
- Enhance Quality and Confidence
- Boost Employer Engagement
- Ensure Fair and Sustainable Funding

Overall BIS Skills Funding is decreasing  
Skills funding is not protected and risks being decreased further

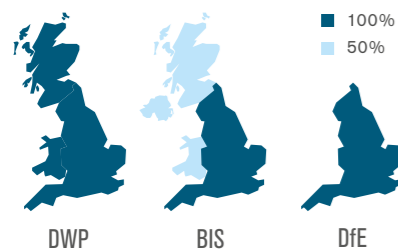


Within this, the Adult Skills Budget is shrinking

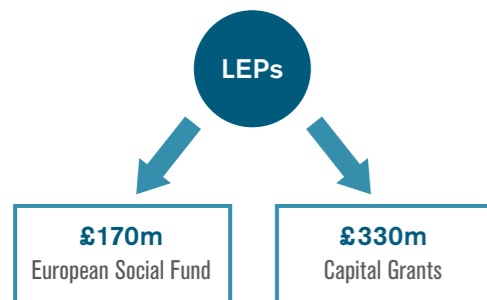


Apprenticeship ring-fence  
£770,000,000  
About 2/5 of adult skills budget

Extent of devolved responsibility by department



LEP funding sources 2015-16



## Government

Departments: BIS, DfE, DWP  
Funders: EFA, SFA, Jobcentre Plus, HEFCE

## Devolved Powers

Devolved Parliaments, LEPs, City Deals

Fact: 5 x as many learners are expected to re-sit GCSEs in FE Colleges in 2015/16 compared with the 2012/13 level as a result of reforms

Fact: As of March 2015, 12 of the FE Commissioner's 19 college visits were triggered by financial concerns from the Skills Funding Agency (SFA)

Fact: Each year colleges educate and train over 3.1m people

## Standards

Regulation: Ofsted, Ofqual, QAA, Industry specific SFA and EFA  
Authentication: Awarding Organisations, Apprenticeship Trailblazers  
Quality Enhancement: Education and Training Foundation, FE Commissioner

Fact: There are over 3,000 Independent Training Providers

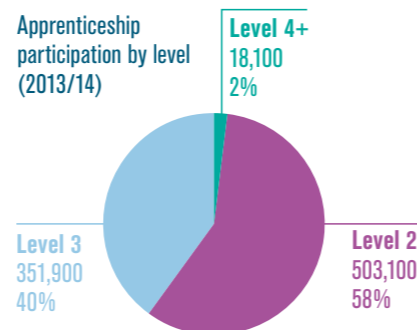
## Providers

Schools, Colleges, Independent Providers, Universities, Jobcentre Plus

## Education and Training

Compulsory Education, Further Education, Higher Education, Workplace Training, Continued Professional Development, Adult Learning, Community Learning

## Individuals

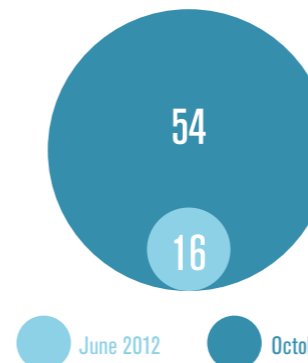


## Labour Market Intelligence

UKCES, Careers Advice Services

Fact: Apprenticeship success rates declined by 4.9% between 2011/12 and 2013/14 falling from 73.8% to 68.9%

Recruiters highlight a growth in areas facing skills shortages



38% of employers across England offer work placements to young people

66% of employers say work experience is a significant or crucial factor in their recruitment

2/3 employers across the UK fund or arrange training for their staff, investing every year an estimated

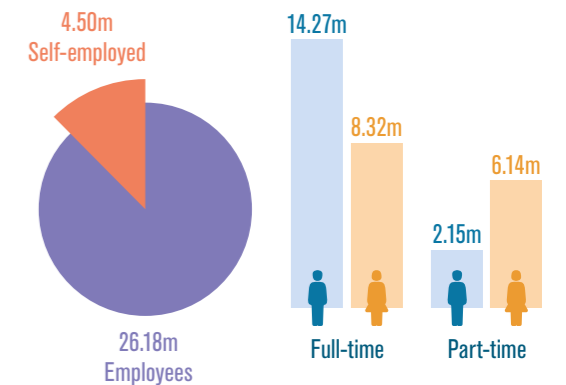
£42.9bn

This figure includes the direct and indirect costs to employers, accounting for wages and lost productivity as well as the training costs.

Fact: Of the £3.3bn spent by employers on externally provided training, £440m is spent on training provided by FE colleges or HEIs

## Employers and Enterprise

Large Employers, Public Sector, SMEs, Micro Business & Self-employment



Part-time and self-employed workers at the start of 2015

For every four people in a low paid job 10 years ago, three are still in low paid job today:



7 million people come out of the education system

Labour market over the next 10 years

12 million set to retire

The CBI estimates that over half of STEM based employers are anticipating increased difficulties in recruiting skilled workers



a policy connect activity

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Fact: Between 2010/11 and 2013/14 HEFCE estimates the number of part-time undergraduate entrants fell by 46%