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16 December 2010

Dear *Les*

Revisions to the 2010-2011 Grant Letter (3rd iteration)

Further to the revised Grant Letter issued on 17th July 2010, this letter sets out the latest revised funding for the YPLA for the 2010-11 financial year.

Annex 1 outlines the changes to 2010-11 funding as a result of remit changes and in year savings exercises; all of which have been previously discussed and agreed with YPLA colleagues. Corresponding changes will also be made to the YPLA Grant in Aid budget.

It should be noted that, given the timing of this letter, it has not been possible to capture final allocations for E2E Youth Community Action Capacity, JACQA, Free Childcare Training & Learning at Work or Education Maintenance Allowance, of all which will close this financial year, so indicative allocations are shown in Annex 1. It is mutually understood that any further savings generated will be returned to DfE once final outturn positions are known in January 2011. Conversely, further allocations may be necessary for the expanding Academies programme. A further revised Grant Letter which encapsulates these changes, plus anything else that subsequently arises, will be considered in February 2011.

This letter should provide the opportunity to reprofile and revise the budgets affected, in order to report on them from period 9 onwards.

I would like to thank YPLA colleagues for their continued support in delivering the changing remit whilst helping to achieve significant savings in a number of areas.

Yours sincerely



**Oliver Harvey on behalf of
Sue Baldwin
Director
Young People's Resources Group**

cc: **Peter Lauener
David Russell (YPLA)**

Annex A

The virement rules outlined in the YPLA Framework Document apply to the revenue participation and non-participation budgets and the Capital budget.

Budget	1 st Revised Grant Letter (19 th July 2010) Funding (£m)	Change (+/- £m)	2 nd Revised Grant Letter Funding (£m)
Revenue Funding			
Maintained School Sixth Forms	2,247	-£34	2,213
Sixth Form Academies	169	+£34	203 ¹
16-18 FE	3,963	+1	3,964
E2E	0	0	0
Total 16-18 Participation	6,379	+1	6,380
Pre-16 Participation (Academies)	1,720	+162	1,882 ¹
LLDD	282	0	282
Total Participation	8,381	+163	8,544
Learner Support 16-18	98	0 ²	98
EMA	564	0	564
14-19 Reform	65	-12	53
Total 14-19 Learner Support & Development	727	-12	715
Free Childcare for T&L at Work	30	-25	5
Total DfE Recurrent Programmes	9,138	+126	9,264
DfE Capital Programmes	276	-45	231
YPLA Administration	48	+1	49
Total DfE Funded Initiatives	9,462	+82	9,544
Education in Youth Custody (MOJ)	18	0	18 ³
Adult Learner Support Funds (BIS)	37	0	37
Online Learner Panel (BIS)	0.003	+0.056	0.059
Total Funded Initiatives	9,517.003	+82.056	9,599.059

These changes are made up as follows:

Maintained School Sixth Forms:

- Virement to Sixth Form Academies to reflect the actual costs associated with converters - £34,400,149 (rounded to £34m above)

Sixth Form Academies:

- Virement from Maintained School Sixth Forms reflect the actual costs associated with converters - £34,400,149 (rounded to £34m above)

16-18 FE/E2E:

- Savings surrendered following a review of commitments - £2.786m

¹ Estimated budget based on the expected number of converters this financial year

² Zero impact when rounded to millions

³ Final figure will be dependent on the number of beds commissioned

- Virement from 14-19 Reform budget in respect of Parents To Be as suite of accredited qualifications have been developed to meet the needs of this particular group of young people and there is no longer a requirement for a separate scheme or financial reporting - £4m

Net total increase of £1.214m (rounded to £1m above)

Pre-16 Participation (Academies):

- Removal of 'double count' as pre-16 element should have read £1,551m as within the £1,720m there was £169m relating to post 16 which was already acknowledged separately in the Grant Letter - £169m
- Additional estimated funding for Academy converters (based on estimated new requirement of £1,872.9m less original budget of £1,551m) - £321.9m
- Additional funding in respect of National Challenge and Gifted & Talented Targeted Support - £0.545m
- Additional funding in respect of One To One Tuition - £8.8m

Net total increase of £162.245m (rounded to £162m above)

Learner Support 16-19:

- Savings surrendered from LEA Transport Partnerships following a review of commitments - £0.060m¹

14-19 Reform:

- Reduction due to the dissolution of JACQA - £0.163m
- Reduction due to closure of E2E Youth Community Action Capacity programme - £2.9m
- Reduction of the Young Apprenticeships budget from £33m to £27.47m to reflect the residual number of 2009 starters and the actual take up of new places in 2010 - £5.53m
- Additional funding in respect of Learner Achievement Tracker - £0.250m
- Virement of Parents To Be budget to 16-18 FE as suite of accredited qualifications have been developed to meet the needs of this particular group of young people and there is no longer a requirement for a separate scheme or financial reporting - £4m

Net total decrease of £12.343m (rounded to £12m above)

Free Childcare for Training and Learning at Work

- Reduction due to closure of programme - £25m

16-19 Capital Programmes

- Reduction to reflect transfer to BIS £35.275m (£35.5m - £0.225m for Henley College)
- Savings surrendered from 14-19 Capital Fund (£6m) and Pre-16 Devolved Formula Capital (£3.365m) following a review of commitments

Net total decrease of £44.64m (rounded to £45m above)

YPLA Administration:

- Additional funding for YPLA staff whilst on secondment to Government Offices - £0.269m

Net total increase of £1m when combined with previous budget of £48.468m (and rounded)

Other Government Department Funding

- Additional funding from BIS in respect of Online Learner Panel - £0.056m

