

Annex 1

Detailed revised allocations for the HEFCW budget Expenditure Lines for 2016-17 are set out below (£s):

HEFCW Running costs	2,491,000
HEFCW Current Expenditure	87,575,000
For our future	30,168,000
Higher Education receipts	- 2,798,000
HEFCW Depreciation	82,000
Total Allocation for 2016-17	117,518,000

HEFCW current expenditure line

The HEFCW recurrent budget line includes the following adjustment

- An adjustment of £18.5m has been made for the integration of the National Bursary scheme into the HE support system.
- Additional allocations to increase part time support
 - £18.5m to encourage part time learning in Wales and to allow the council to continue to subsidise the delivery costs of part time courses in Wales
 - £5m allocated to support part time provision
- Additional allocation to support research of £5m
- Additional allocation of £65,000 to support the development of a leadership programme for higher education
- An adjustment of £21.1m has been made to transfer the costs of the tuition fee grant to Welsh Government student support budget.
- Additional allocation of £20m to support strategic change in institutions in Wales

For our Future

A budget allocation of £5.4m has been provided to support the Coleg Cymraeg Cenedlaethol.

However, should these commitments not utilise the full resource within the budget line in 2016-17, HEFCW are authorised to use any flexibility that may exist for the progression of wider priorities.

For illustrative purposes only, in addition to the For Our Future budget line, HEFCW also have access to the funding for Welsh Medium Scholarships (£330,000) that cannot be drawn down as grant in aid.

Arrangements for the payment of these sums have been agreed via a section 83 agreement. As such HEFCW will need to be able to identify spend in each of the areas and raise separate invoices to the Welsh Government prior to payment of the sums due.

March update

An additional allocation of £4,178,335 has been made in relation to the following activities:

- £125,335 to:
 - (i) support high quality research into the relationship between Successful Futures and disadvantaged communities; and
 - (ii) to engage researchers in education departments across HEIs in Wales to enhance capacity building and support researchers in playing a more regular and effective role in policy-making and educational practice.
- £1.100m to help alleviate the impact of reductions to HEFCW's Expensive Subjects premium, specifically to help sustain performing arts provision.
- A further £0.506m, to supplement funding provided through the 2nd Supplementary Budget, to improve and increase collaboration between HE and FE, including £25,000 to provide consultancy to strengthen the sustainability of institutions.
- An adjustment of £2.447m to the HEFCW Receipts line to take account of the shortfall in your anticipated receipts.