

HEFCW Remit Letter 2019/20: Annex 1 Revised (July 2019)

Detailed allocations for the HEFCW Budget Expenditure Lines for 2019-20 are set out below (£s):

	2019-20
HEFCW Revenue Expenditure	£142,654,500
HEFCW Depreciation	£90,000
HEFCW Capital Expenditure	£10,000,000
Total	£152,744,500

The HEFCW revenue expenditure is an amalgamation of the following budget lines that were in place in previous financial years:

- For Our Future;
- HEFCW running costs; and
- HEFCW receipts.

Decisions on the level of funding allocated to each expenditure line are now the responsibility of the Council. However, at the start of each financial year, HEFCW must provide the Welsh Government with an estimate of their running costs for the year and an estimate of their anticipated receipts for the year. Any shortfall in anticipated receipts will need to be managed within HEFCW's overall budget allocation, unless otherwise agreed in writing with the Welsh Government.

The HEFCW Revenue Expenditure Line includes the following additional allocations:

- £5m to help mitigate the impact of the decision to freeze the maximum tuition fee level;
- £5m to support a scheme to encourage post-graduate study in Wales;
- £5m to fund the delivery of degree apprenticeships in Wales

Provision has been made within the Welsh Government budget for £10m capital resource to be allocated in 2019-20 to support proposals from institutions that promote more effective use of their estates.

July 2019 Update

Additional funding of £1,602,500 has been allocated to HEFCW's Revenue Expenditure Line, as outlined below:

- £104.5k to support the development of the WHEELP II programme for Higher Education and Further Education;
- £118,000 to cover additional pressures arising as a result of changes to the Civil Service Pension Scheme;

- £1.3m to support a postgraduate incentives scheme;
- £0.08m to support a bursary scheme for Masters students aged 60+.