Area Reviews

Background

- An increasing number of colleges in financial difficulty
- A tough spending review
- A picture of a considerable variations of costs amongst colleges
- A desire to make better use of public funds
- A refocus of the GFE sector on technical and professional education and training to meet economic needs

The Programme

- Approximately 40 area reviews to be completed by March 2017
- With full implementation by 2020
- Covering all areas of the country
- Incorporating GFEs and Sixth Form Colleges
- Taking account of school sixth forms and other provision
- And including other providers where they agree

The Guidance

- The need to respond to the productivity challenge
- With greater collaboration
- Moving towards "fewer, larger, more resilient and efficient colleges"
- Whilst creating a network of prestigious Institutes of Technology
- And only funding good quality institutions that are financially sustainable

Delivering

- Institutions which are financially viable, sustainable, resilient and efficient and deliver maximum value for public investment
- An offer that meets each area's academic and vocational educational needs
- The right balance of providers, including greater specialisation
- Sufficient access to high quality and relevant education and training for all young people, adults and employers
- Provision which reflects changes in government funding priorities and future demand

Steering Groups

- ► Each review will be led by a local area review steering group (5 meetings over 3–4 months)
- Chaired by the FEC or the SFC (except in the case of devolved authorities)
- With a membership of the chairs (supported by their Principals) of the participating colleges, local authorities, the LEP, funding agencies, the Regional Schools Commissioner, BIS and the DFE

Decision making

"It will be for the governing bodies of each individual institution to decide whether to accept the review's recommendations, reflecting their status as independent bodies"

Principles

- Review options for whole area to meet local economic and educational needs and support government priorities such as apprenticeships and high quality technical routes
- A willingness to change for the greater good, irrespective of vested interests and personal preferences
- Seek best value in the use of resources, especially those arising from public funding, for the benefit of learners and employers

- A strong commitment to collaboration, taking account of the views of learners and employers
- Consider potential new structure and teaching models
- Sound financial planning to help ensure best area-wide use of resources and discharging of debt to secure long term financial sustainability

- An evidence-based review of local labour market information and the data available about learners and institutions in the area
- A strong focus on quality improvement across the area (for all learners and learning routes)
- Consider the use of technology via blended, independent and on line delivery and assessment to increase the quality and scope of provision and improve efficiency

- Review potential efficiencies for consolidation of back office systems and the adoption of shared services
- Commitment to ongoing operations during the area review process
- Learn the lessons from others with experience of the area review process and SPAs
- Utilise sector learning and development support

The results?

- Mergers/Federations/Alternative structures
- Shared back office functions
- Agreements as to affordable levels of service
- Greater degrees of specialisation
- Common marketing
- New Institutes of Technology
- Local outcome agreements

The first wave

- Birmingham and Solihull
- Greater Manchester
- Sheffield City Region

Advance Information from the Colleges

- A detailed curriculum plan
- The College's latest self assessment report
- The college's latest management accounts and financial plans
- A list of key employers that the college works with and their contact details
- A completed copy of the questionnaire attached to this letter

Process

Five Steering Group meetings, each to consider a different aspect of the review

- ▶ 1) Background to the review
- 2) The Curriculum
- 3) The College Estate and Shared services
- 4) Finance and Structures
- 5) The Way Forward

Supported by site visits (2 day) and analyses

Questions

Initial thoughts

Next steps

- Preliminary Information to be supplied by the colleges (By 25 September)
- Site Visits
- First Steering Group meeting
 10:30, 21 September, Manchester Town Hall