Our future. It's in our hands.



## Delivering local economic value through Capital Programmes and Apprenticeships

### **Policy Update**

John Myers, Head of Apprenticeships, Greater Manchester

4 November 2011



### What is an Apprenticeship?

- ✓ Work-based training programme designed around the needs of employers, leading to nationally recognised qualifications. Simply a Job with Training!
- ✓ Apprentices can be any age 16 65
- ✓ New recruit or existing member of staff.
- √Three levels: usually lasting from 1 to 4 years.
- ✓ Over 190 types of Apprenticeships within a variety of industry sectors ranging from accountancy and engineering to veterinary nursing and floristry.





### **Employers say Apprenticeships are 'Good for Business'**

- Clear return on investment
- ✓ Greater productivity 87% of employers believe apprentices make their company more productive
- Efficiency Savings Quality of work (85% right first time v 60%)
- ✓ Lower recruitment costs
- ✓ Lower training and retention costs
- ✓ Succession planning for your future workforce needs
- ✓ Increased employee satisfaction
- ✓ Greater loyalty and quality of work



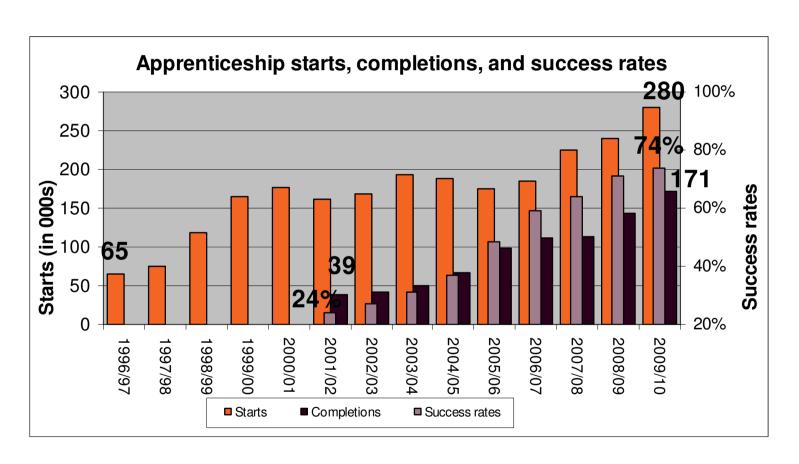
# Apprenticeships - Good for the Economy

- ✓ For every £1 of government investment in Apprenticeships the economy gets £40 of added value!
- ✓ Companies who employ apprentices are more profitable and more successful than those who don't
- Developing our workforce through Apprenticeships will keep the UK competitive nationally
- ✓ Research shows that apprentices earn, on average, over £100,000 more throughout their lifetime than other employees.

## **Background**



#### **Apprenticeships: A Real Success Story**



### 10/11 P12 2 year growth



• Growth from the final year positions in 08/09 to the current position at Period 12 10/11- therefore these will increase further when P15 data is submitted.

Age Band	2 year growth
16-18	29.1%
19-24	63.9%
25+	214.1%
Total	84.5%



## Construction, Planning & the Built Environment, England

Starts			
SSA T1	07/08	08/09	09/10
Business, Admin & Law	52833	64063	76585
Retail & Commercial Enterprise	46942	48033	61621
Health, Public Services & Care	31761	34891	44152
Engineering & Manufacturing Technol	40702	36992	37861
Construction, Planning & the Built Environ	33721	29221	25212
Leisure, Travel & Tourism	6848	11325	14690
Information & Communication Tech	6757	8823	12567
Agriculture, Horticulture & Animal Care	4809	5208	5690
Education & Training	336	1160	855
Arts, Media and Publishing	43	231	443
Grand Total	224758	239947	279676

Percentage Split			
07/08	08/09	09/10	
23.51%	26.70%	27.38%	
20.89%	20.02%	22.03%	
14.13%	14.54%	15.79%	
18.11%	15.42%	13.54%	
15.00%	12.18%	9.01%	
3.05%	4.72%	5.25%	
3.01%	3.68%	4.49%	
2.14%	2.17%	2.03%	
0.15%	0.48%	0.31%	
0.02%	0.10%	0.16%	
100%	100%	100%	

National Apprenticeship Service



## Construction, Planning & the Built Environment, North West

Starts	Academic Year		
SSA T1	07/08	08/09	09/10
Business, Admin & Law	8977	11016	15091
Retail & Commercial Enterprise	7674	7010	10163
Health, Public Services & Care	4771	5256	7096
Engineering & Manufacturing Technologies	5648	5008	5350
Construction, Planning & the Built Environment	6500	5334	4630
Leisure, Travel & Tourism	802	1582	3026
Information & Communication Technology	408	579	1012
Agriculture, Horticulture & Animal Care	529	585	609
Education & Training	147	127	239
Arts, Media & Publishing	25	30	67
Grand Total	35481	36527	47283

Percentage Split			
07/08	08/09	09/10	
25.30%	30.16%	31.92%	
21.63%	19.19%	21.49%	
13.45%	14.39%	15.01%	
15.92%	13.71%	11.31%	
18.32%	14.60%	9.79%	
2.26%	4.33%	6.40%	
1.15%	1.59%	2.14%	
1.49%	1.60%	1.29%	
0.41%	0.35%	0.51%	
0.07%	0.08%	0.14%	
100.00%	100.00%	100.00%	



# **Construction Sector Greater Manchester**

Starts	Academic Year		
Framework	2007/08	2008/09	2009/10
Construction (116)	1397	1089	908
MES Plumbing (117)	330	255	264
Electrotechnical (105)	400	329	255
Heat, Vent, Air Con & Refrig (212)	60	56	65
Build Services Engineering Techs (282)	11	33	5
Fitted Interiors (344)	10	0	0
Grand Total	2208	1764	1497

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### **Policy Update**



#### What's the policy direction.....

- Significant increase in Apprenticeship starts <u>but</u>
- Further 16-18 growth required to meet the ambition
- Demand from individuals outweighs employer opportunities <u>so</u>
- More employers needed to realise growth
- Expansion of Apprenticeship frameworks <u>but</u>
- Greater alignment with key employment & growth sectors and
- Need to increase the proportion of Advanced Apprentices to meet skills needs



## **Apprenticeships – Where we want** to be

- **Increased number** of L4 and L5 frameworks developed, to meet evidenced business and sector need.
- 10,000 additional Higher Apprenticeships delivered over the next four years.
- Greater recognition from employers, potential apprentices and others, of Higher Apprenticeships as a high quality progression pathway to achieve professional status and meet business needs.
- £140m additional funding to support the training of 40,000 young unemployed adults.
- A high quality experience for every apprentice and employer

## **Marketing Campaign**



- The target audience is employers with under 250 employees
- The data being used this year is for employers in the NAS priority sectors of;
  - ✓ Advanced Manufacturing
  - ✓ Digital Economy and Creative Industries (including IT)
  - ✓ Business and Professional Services
  - ✓ Energy and Environment
  - ✓ Construction
  - ✓ Life Sciences, Health and Social Care
  - ✓ Engineering

### **Promoting Apprenticeships**



- Marketing campaign "Get With Apprenticeships"
- Targeting SME businesses across the country using media & radio advertising, direct mail and telemarketing
- National Apprenticeships Week 2012
  6<sup>th</sup> to 10<sup>th</sup> February
- Annual Apprenticeship Awards previous winners include Bentley Motors Ltd.



#### Find out more



- ✓ National Apprenticeship Service in place to offer expert advice and support.
- How can you contact us

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