GREATER LONDON AUTHORITY

REQUEST FOR DIRECTOR DECISION – DD2345

Title: Skills Advisory Panel implementation funding

Executive Summary:

Skills Advisory Panels (SAPs) are a Government initiative aiming to bring together local employers and skills providers to pool knowledge on skills and labour market needs, working together to understand and address key local skills challenges.

On behalf of the Greater London Authority (GLA), the Mayor's existing Skills for Londoners Board will lead on the SAPs work and its terms of reference will be updated to reflect the additional responsibility. Comprising public and private sector employers, local authorities, colleges and universities, the SfL Board already advises the Mayor on skills and employment priorities in London, so is already configured to support any new SAP funding and responsibilities.

Each SAP area will receive £75,000 from the Department for Education for 2019/20 to help analyse local skills needs and priorities. It is proposed that this funding pays for a specialist analyst to support the work of the SfL Board to develop an evidence base for the people strand of London's Local Industrial Strategy submission and the Mayor's Skills and Employment Vision for London. The post will also provide ongoing analytical support to determine London's skills and employment needs and inform the development of skills and employment policy and programmes in London.

Decision:

That the Executive Director of Development, Enterprise and Environment approves:

- 1. The receipt of £75,000 from the Department for Education to help analyse local skills needs and priorities as a part of the Skills Advisory Panel programme; and
- Expenditure of the same on a dedicated skills and employment analyst to support the development
 of the skills and employment sections of London's local industrial strategy and to develop the
 Mayor's vision for London's future skills system, including the respective evidence base for each of
 these.

AUTHORISING DIRECTOR

I have reviewed the request and am satisfied it is correct and consistent with the Mayor's plans and priorities.

It has my approval.

Name: Debbie Jackson

Position: Interim Executive Director, Development, Enterprise and

Environment

Signature:

Date:

01/04/19

PART I - NON-CONFIDENTIAL FACTS AND ADVICE

Decision required - supporting report

1. Introduction and background

- 1.1. Skills Advisory Panels (SAPs) are a 2017 manifesto commitment and a key initiative under Government's Industrial Strategy to address mismatches between skills supply and employer demand more effectively. The aim of SAPs is to support new local partnerships comprising local employers, skills providers and local government to pool knowledge on skills and labour market needs, and to work together to understand and address key local challenges.
- 1.2. The development of SAPs also aims to strengthen the capability of local areas to understand current and future skills needs and labour market challenges in their areas, allowing them to draw up action plans to address skills issues. The Panels are also expected to provide analysis to inform the 'People' element of the Local Industrial Strategies (LIS) and local post-16 skills provision, so that skills provision better meets labour market needs, now and in the future.
- 1.3. In order to achieve this aim, the Department for Education (DfE) has agreed to provide £75,000 implementation funding to each local area for the purpose of building capacity, growing local capability sustainably and for producing high quality analysis to underpin the work of the SAP.
- 1.4. On behalf of GLA, the Skills for Londoners Board will take on the SAP responsibilities for London¹, closely supported by the Skills for Londoners Business Partnership² and LEAP the Local Enterprise Partnership for London.
- 1.5. The GLA's approach to developing LIS was approved by the LEAP Board on 19 December 2018. The GLA Skills and Employment Unit and London Councils are working jointly to develop the 'People' section of the LIS, alongside the development of the skills and employment vision, which will set out more detailed actions to develop an integrated employment and skills offer in the capital. Expenditure of £60,000 was approved under DD2337 for consultancy services to undertake research and analysis required to develop an evidence base for the 'People' strands of the LIS submission and the Mayor's Skills and Employment Vision for London. In addition, approval for funding elements of the LIS led by the Regeneration and Economic Development Unit, totalling £170,000, has been requested under cover of MD2429.

2. Objectives and expected outcomes

- 2.1. The £75,000 funding is provided for the 2019/20 financial year and will be used to:
 - Fund a dedicated skills and employment analyst to support the development of the skills and employment sections of London's LIS; and
 - Develop the Mayor's vision for London's future skills system as well as the respective evidence base for each of these.
- 2.2. These two pieces of work will provide a blueprint for how the Mayor's skills and employment programmes can deliver on the Mayor's vision for skills and employment in the capital, together with further collaboration with central government, London's businesses, and other partners. The implementation of this work will ensure the analysis produced by the post has a lasting impact.

¹ In other areas that SAP forms part of the Local Enterprise Partnership or Mayoral Combined Authority.

² This business-led partnership is responsible for advising the Mayor on how to improve and better align skills provision including specialist, industry-relevant and higher-level skills provision to meet skills needs in London.

- 2.3. As indicated above, the work will be overseen by the Skills for Londoners Board, which is taking on the role of London's SAP, working closely with the Skills for Londoners Business Partnership and LEAP. This will ensure that the analysis produced by the post is able to influence strategic skills and employment decisions in London.
- 2.4. The post will sit in the GLA Economics team, working closely with the Skills and Employment Unit to support the development of employment and skills policy and programmes in London. The post will provide analysis to support the development and implementation of the Skills for Londoners Framework, which sets out the Mayor's plans for the Adult Education Budget (AEB) and other skills and employment funding. As the SAP funding is a one-off grant, the permanent post will continue to be funded by the GLA following the expiry of these grant funds.
- 2.5. In order to receive the funding, the GLA was required to submit a Memorandum of Understanding to the DfE on 25 January 2019 detailing current capacity and capabilities and setting out the arrangements to use the funding to grow local analytical capability and deliver the SAP role sustainably. A draft grant determination letter from the DfE has since been received, setting out the conditions under which the grant will be awarded.
- 2.6. The DfE has published further guidance on the <u>role and governance of SAPs</u>. The guidance sets out how the Government will support SAPs and its expectations as to their role, structure and governance.

3. Equality comments

- 3.1. In carrying out any functions in respect of his skills and employment programmes, including the work of the SAP, the Mayor will comply with the public sector equality duty under section 149 of the Equality Act 2010.
- 3.2. Under Section 149 of the Equality Act 2010, as a public authority, the GLA must have 'due regard' of the need to:
 - Eliminate unlawful discrimination, harassment and victimisation;
 - Advance equality of opportunity and foster good relations between people who have a protected characteristic and those who do not; and
 - Foster good relations between persons who share a relevant protected characteristic and persons who do not share it.
- 3.3. The evidence base for the Skills for Londoners Strategy found that key groups with protected characteristics, including women, BAME Londoners and disabled Londoners are under-represented in London's labour market. Through its support for London's LIS and skills and employment vision, the funded post will support work to develop actions to address this, including the creation of inclusive and good quality education and transition opportunities for all, with targeted actions to improve access for protected and under-represented groups. The post will also support the development of proposals to deliver economic fairness and a more inclusive London, with proposed actions to promote diversity, inclusion and community cohesion.

 $https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/762629/Skills_Advisory_Panels-Guidance_on_the_Role_and_Governance.pdf$

4. Other considerations

- a) Risks arising/mitigations
- 4.1. There is currently no commitment from DfE for continued funding beyond the initial £75,000. While the post will be created as a permanent role and will be funded by the GLA after funding from DfE comes to an end, as stated in the submission to DfE, any additional funding beyond the initial £75,000 would help to maintain this additional capacity within GLA Economics, including analytical resource to support the implementation of the skills and employment elements of London's LIS and Mayor's vision for skills.
 - b) Links with Mayoral Strategies
- 4.2. The funded post will support the development of London's LIS alongside the development of the Mayor's vision for skills and employment. The Mayor is required to work with government to establish a LIS by 2020.
- 4.3. The development of a skills and employment vision was included as an action in the Mayor's Skills for Londoners strategy.
- 4.4. The Skills for Londoners Strategy set out the need to improve London's skills system across a number of areas, particularly the AEB which is being delegated to the Mayor. The funded post will support the development of this work.

5. Financial comments

- 5.1. The estimated cost of £75,000 for this proposal will be funded by the receipt of grant income from the DfE, scheduled to be spent in the 2019-20 financial-year.
- 5.2. As detailed within the main body of this report, there is currently no commitment from DfE for funding beyond the 2019-20 financial-year. However, beyond the current funding period, the GLA will look to create staffing resource on a permanent basis in order to continue the support for the SAP, which will go through the Authority's usual HR procedures for the creation of new posts (including the identification of funding source for the resource).

6. Legal comments

- 6.1. The foregoing sections of this report indicate that the decisions requested of the Executive Director concern the exercise of the GLA's general powers, falling within the GLA's statutory powers to do such things considered to further or which are facilitative of, conductive or incidental to the promotion of economic development and wealth creation, social development or the promotion of the improvement of the environment, in Greater London.
- 6.2. In implementing the proposals in respect of which a decision is sought, officers should comply with the GLA's related statutory duties to:
 - Pay due regard to the principle that there should be equality of opportunity for all people;
 - Consider how the proposals will promote the improvement of health of persons, health inequalities between persons and to contribute towards the achievement of sustainable development in the United Kingdom; and
 - Consult with appropriate bodies.

- 6.3. In taking the decisions requested, the Executive Director must have due regard to the Public Sector Equality Duty under section 149 of the Equality Act 2010, namely the need to eliminate discrimination, harassment, victimisation and any other conduct prohibited by the Equality Act 2010, to advance equality of opportunity between persons who share a relevant protected characteristic (age, disability, gender reassignment, pregnancy and maternity, race, gender, religion or belief, sexual orientation) and to foster good relations between persons who share a relevant protected characteristic and persons who do not share it. To this end, the Executive Director should have particular regard to section 3 (above) of this report.
- 6.4. Section 1 of this report indicates that the GLA intends to recruit a GLA employee. Officers should liaise with the HR team as required.

7. Planned delivery approach and next steps

Activity	Timeline
Receipt of funding	March 2019
Recruitment of specialist analyst	March-April 2019
DfE review of SAP implementation to track progress	Summer 2019
SAP standards fully embedded	October 2019
Continuation of post to be funded by GLA	After April 2020

Appendices and supporting papers:

Appendix A – Draft grant determination letter SAP MoU – GLA submission (available on request)

Public access to information

Information in this form (Part 1) is subject to the Freedom of Information Act 2000 (FoIA) and will be made available on the GLA website within one working day of approval.

If immediate publication risks compromising the implementation of the decision (for example, to complete a procurement process), it can be deferred until a specific date. Deferral periods should be kept to the shortest length strictly necessary. **Note**: This form (Part 1) will either be published within one working day after it has been approved <u>or</u> on the defer date.

Part 1 - Deferral

Is the publication of Part 1 of this approval to be deferred? NO

If YES, for what reason:

Until what date: (a date is required if deferring)

Part 2 - Sensitive information

Only the facts or advice that would be exempt from disclosure under FoIA should be included in the separate Part 2 form, together with the legal rationale for non-publication.

Is there a part 2 form - NO

ORIGINATING OFFICER DECLARATION:	Drafting officer to confirm the following (✓)
Drafting officer:	
Rachel Greenwood has drafted this report in accordance with GLA procedures and confirms the following:	✓
Assistant Director/Head of Service:	
<u>Michelle Cuomo Boorer</u> has reviewed the documentation and is satisfied for it to be referred to the Sponsoring Director for approval.	✓
Financial and Legal advice:	
The Finance and Legal teams have commented on this proposal, and this decision reflects their comments.	✓
Corporate Investment Board	
This decision was agreed by the Corporate Investment Board on 1 April 2019.	

EXECUTIVE DIRECTOR, RESOURCES:
I confirm that financial and legal implications have been appropriately considered in the preparation of this
report.
Signature Mills Date 01.04'19
Tom MIDDLETON ON BEAALT OF MAKIN CLARKE