Rt Hon Anne Milton MP

Minister for Apprenticeships and Skills

Department for Education

Sanctuary Buildings

Great Smith Street

London SW1P 3BT Contact: Dianna Neal
Direct line: 020 7934 9819

Fax:

Email: dianna.neal@londoncouncils.gov.uk

Our reference: Your reference:

Date: 12 December 2018

Dear Anne,

The apprenticeship levy in London

We are writing to you as a coalition of London local government and major employers in the capital concerned about the apprenticeship levy.

We support the apprenticeship levy and want to fully use it in London to improve the capital's productivity and economic output, as well as increase social mobility and widen opportunities for all Londoners.

We welcome the reforms the government announced recently including extending the levy transfer to 25 per cent of all levy funds, additional resource for the Institute for Apprenticeships and a review of how the levy operates after 2020.

But we believe the government needs to move further and faster with levy reforms to meet the need in London. All the indications are that many London businesses are not fully using their apprenticeship levy and are struggling with the current system. We have skills shortages in London and these are likely to be exacerbated when we leave the EU. There is an urgent need to make the levy work better in London.

We want to work with government to explore if we can pilot some more flexibilities to the levy in the capital, in order to:

- Increase its flexibility for employers
- Increase and speed up the supply of Apprenticeship Standards and future proof them
- Make the system simpler and more user-friendly for employers and learners.

We have developed a joint paper that sets out the details and rationale behind our proposals, attached to this letter. We would be keen to discuss these proposals during your forthcoming meeting with Cllr Georgia Gould and Jules Pipe.

We are also writing to the Chancellor of the Exchequer to seek his support for these proposals.

We look forward to hearing from you.



Yours sincerely

Cllr Georgia Gould,

Georgia Garlel

Executive Member for Skills and Employment, London Councils and Chair, Central London Employment & Skills Board

Jules Pipe CBE

Deputy Mayor for Planning, Regeneration and Skills

Jasmine Whitbread

Muronz

Chief Executive, London First

Colin Stanbridge

Chief Executive, London Chamber of Commerce and Industry

Cllr Darren Rodwell

Chair, Local London Skills and Employment Board

Cllr Ruth Dombey

Chair, South London Skills & Employment Board

Cllr Steve Curran

Chair, West London Skills and Employment Board