



ITO sector update

Issue 2015-2

24 September 2015



Interim Wash-up and recovery in January 2016

As part of the flexible approach to funding, we need to be able to allocate any unused funding to those organisations that demonstrate quality demand. In order to do so, we will be undertaking an interim wash-up of raw STM delivery as at 31 January 2016, with payment due at the beginning of March 2016. This wash-up will include over-duration and over-enrolment offsets, but not the under-achievement offset. We encourage you to please make sure that your data in the ITR is current and reflects actual delivery. There will still be a final wash-up and recovery, which will include underachievement (and final calculations of over-duration and over-enrolment), as at 31 March 2016, but we expect data changes to be minimal in this case. Please note that following final wash up in March, if it turns out we have over-recovered, we will refund this to the extent of your allocations.

Publication of 2015 EPIs

The timeline for finalising 2015 data is being brought forward for other sectors and this means the publication of EPIs will be earlier. We are expecting EPI publication to be in May 2016 rather than August or September as in previous years. Although these changes do not affect you, they will ensure more timely information about the tertiary system.

Next monitoring snapshot on 31 October

As I mentioned in my previous emails, we are closely monitoring demand each month to ensure that allocations are aligned to delivery. The next snapshot will be as at 31 October, and we will be engaging with you around options to manage any significant under-delivery. This might include placing November payments on hold or making Plan amendments for the 2015 year. We would like to make a case for additional funds to be allocated to the Industry Training Fund in 2016, but we will be relying on the current funding being spent appropriately, with minimal recoveries at year end.



We ensure New Zealand's future success.