



Skills Funding  
Agency

**This document has been  
withdrawn as it is out of  
date**

# Funding Rules 2014 to 2015

Version 2

Addendum 2

Rationale for publication: revised traineeship policy

March 2015

Of interest to providers and employers delivering traineeships

## Introduction

1. This document sets out an amendment to the [Funding Rules 2014 to 2015 Version 2](#).
2. The amendment forms part of the terms and conditions of the funding agreements and the 24+ Advanced Learning Loans Facility Conditions between the Chief Executive of Skills Funding and all providers of education and training that receive funding from the Chief Executive of Skills Funding or a 24+ Advanced Learning Loan Facility.
3. The amendment changes the funding rules on subcontracting for traineeship delivery so that the same rules apply to traineeships as for other training provision.
4. We will apply the change to the funding rules from **1 April 2015**. It applies only to learners who start a traineeship on or after that date.
5. We have identified the amendment by striking through the text that is no longer applicable and underlining text that we have added.

## Amendment

Paragraph Reference	Text
<b>Section 2 – The Adult Skills Budget including Apprenticeships</b>	
<b>Traineeships: Provider eligibility and contracting</b>	
<i>Traineeships for 16- to 18-year-olds and for 19- to 24-year-olds</i>	
<b>160</b>	<u>See paragraphs 437 to 472 for the funding rules on</u>

	<p><u>subcontracting</u>. If you are a lead provider with a funding agreement to deliver Traineeships, you can subcontract Traineeship provision to subcontractors declared on your subcontractor declaration form as of 1 June 2013. However, under the Traineeship programme, eligible lead providers must not subcontract to a provider with an Ofsted grade of Inadequate or a provider under notice from either us or EFA for any reason.</p>
<p><b>161</b></p>	<p>If you are a lead provider and want to enter into a new subcontracting agreement for Traineeships, the provider must have an existing Ofsted grade of Outstanding (Grade 1) or Good (Grade 2). If your subcontracting arrangements change during the year you must update your subcontractor declaration form. Please see paragraphs 437 to 472 for more information on the subcontracting rules.</p>



© Crown copyright 2015

You may re-use this information (excluding logos) free of charge in any format or medium, under the terms of the Open Government Licence.

To view this licence,  
visit <http://www.nationalarchives.gov.uk/doc/open-government-licence/>  
or e-mail: [psi@nationalarchives.gsi.gov.uk](mailto:psi@nationalarchives.gsi.gov.uk).

Where we have identified any third party copyright information you will need to obtain permission from the copyright holders concerned.

This document is also available from our website [gov.uk/sfa](http://gov.uk/sfa)

If you have any enquiries regarding this publication or require an alternative format, please contact us [info@sfa.bis.gov.uk](mailto:info@sfa.bis.gov.uk)

Publication number - P-1500125