

Illustration of rates of resource and notional HEFCE grant under the proposals in HEFCE 2005/41

Please note: The HEFCE grant figures are notional, because most of the actual mainstream teaching grant that institutions receive is not calculated by price group, mode and level but rather reflects a baseline rolled forward from the previous year. These notional HEFCE grant figures cannot therefore be used to determine an individual institution's teaching grant. All figures exclude elements of teaching grant that would be allocated under 'principle B', such as funding for widening participation.

Price group	Mode	Level	Standard resource			Assumed fee rates			Implied notional HEFCE grant per FTE		
			Standard resource per FTE (current)	Standard resource per FTE (£1750 FT UG assumed fee model)	Standard resource per FTE (£2000 FT UG assumed fee model)	Fee per FTE (current)	Fee per FTE (£1750 FT UG assumed fee model)	Fee per FTE (£2000 FT UG assumed fee model)	Current	£1750 FT UG assumed fee model	£2000 FT UG assumed fee model
A	FTS	PGT	14,432	15,876	16,496	3,608	3,969	4,124	10,824	11,907	12,372
A	FTS	UG	14,432	15,876	16,496	1,175	1,750	2,000	13,257	14,126	14,496
A	PT	PGT	14,432	15,876	16,496	3,968	3,969	4,124	10,464	11,907	12,372
A	PT	UG	14,432	15,876	16,496	1,175	1,175	1,175	13,257	14,701	15,321
B	FTS	PGT	6,134	6,747	7,011	3,608	3,969	4,124	2,526	2,778	2,887
B	FTS	UG	6,134	6,747	7,011	1,175	1,750	2,000	4,959	4,997	5,011
B	PT	PGT	6,134	6,747	7,011	3,968	3,969	4,124	2,166	2,778	2,887
B	PT	UG	6,134	6,747	7,011	1,175	1,175	1,175	4,959	5,572	5,836
C	FTS	PGT	4,690	5,160	5,361	3,603	3,965	4,120	1,087	1,195	1,241
C	FTS	UG	4,690	5,160	5,361	1,174	1,750	2,000	3,516	3,410	3,361
C	PT	PGT	4,690	5,160	5,361	3,968	3,969	4,124	722	1,191	1,237
C	PT	UG	4,690	5,160	5,361	1,175	1,175	1,175	3,515	3,985	4,186
D	FTS	PGT	3,608	3,969	4,124	3,608	3,969	4,124	0	0	0
D	FTS	UG	3,608	3,969	4,124	1,175	1,750	2,000	2,433	2,219	2,124
D	PT	PGT	3,608	3,969	4,124	3,968	3,969	4,124	0	0	0
D	PT	UG	3,608	3,969	4,124	1,175	1,175	1,175	2,433	2,794	2,949

Explanatory notes and health warnings

The figures in this table provide an illustration of how "Principle A" standard resource rates, and the implied notional HEFCE contribution towards them, might change under the proposals on which HEFCE is consulting in HEFCE 2005/41. The figures are broadly consistent with the modelling at institutional level previously provided on our web-site and take account of two specific proposals in the consultation:

- The proposal to increase fee assumptions for full-time undergraduate students to £1,750 in 2007-08 and to £2,000 in 2008-09.
- The proposal to replace the student-related and institutional premiums within the calculation of standard resource, with strategic allocations allocated as part of the new 'Principle B' stream of recurrent teaching grant.

The figures above do not take account of other proposals in the consultation, such as taking account of credit awarded to non-completing students. Nor do they take account of the effects of, for example, changing student numbers across the sector compared to those that underpin our 2005-06 recurrent grant allocations as announced in HEFCE 2005/43.

All standard resource figures relate solely to "Principle A" recurrent teaching resource. They therefore exclude, for example, funding for widening participation and those elements of grant attributable to the current student-related and institutional premiums, which we propose should be transferred to the new "Principle B" strategic allocations.

The assumed fee rates are the main fee rates that we propose to use for different modes and levels of student. This is not consistent with how we prepared the modelling at institutional level previously provided on our web-site. This is because we do not calculate assumed fee rates at the price group level (fee information collected on Table 4 of HESES and HEFES does not include a price group disaggregation). The assumed fee rates shown here do not, therefore, take account of specific variations in regulated fee levels for certain groups of students (these include ERASMUS students; other language year-abroad students; postgraduates subject to regulated undergraduate fee rates, such as those on initial teacher training (ITT) and some architecture courses; and part-time undergraduate ITT students). These variations in regulated fee levels are most likely to apply in price group C, and therefore there is likely to be greater variation about the balance of contribution to standard resource between fees and HEFCE grant in this price group. The extent to which this affects individual institutions will depend on the types of provision they offer. PGT sandwich year-out fees are at the UG sandwich year-out level since they are all reported as subject to regulated fees on HESES04.

The implied notional HEFCE grant per FTE in general represents the difference between the standard resource and assumed fee rates for each mode, level and price group. The exception is for part-time postgraduate taught students in price group D, where the assumed fee per FTE in the current model is higher than the standard resource rate once the current part-time premium is excluded. The implied notional HEFCE grant has been set to zero for this group of students in the current model. This is consistent with past practice where we have ensured that assumed fees cannot exceed the standard resource rate for any individual category of student.