

News story: Efficiency Review to drive productive public services

Putting the public finances on a sustainable path is vital to securing a strong and stable economy, and the government will ensure it is delivering value for money while maintaining its commitments on public spending in this Parliament.

The review, which was announced at Budget 2016, will generate £3.5 billion of savings in 2019 to 20, with up to £1 billion to be reinvested in priority areas.

Government departments have today been commissioned to begin drawing up proposals for contributions by modelling scenarios of 3% and 6% savings.

This is part of an ongoing commitment to modern, flexible public services that deliver the best value for money for taxpayers.

The NHS and core schools budgets are protected and do not come under the scope of the review. The government also recognises the important role that social care spending plays and so efficiencies found within local government will be used to help meet existing pressures.

The government will also maintain its commitment to meet the NATO target of spending 2% of GDP on defence and for the defence budget to rise by 0.5% above inflation each year of this Parliament.

An update will be provided in autumn 2017.

The Chief Secretary to the Treasury, David Gauke and Ben Gummer, the Minister for the Cabinet Office and Paymaster General, have commissioned the work and it will be aligned with a refresh of Single Departmental Plans, so that departments can consider savings options in the context of their business planning.

Chief Secretary to the Treasury, David Gauke, said:

We are committed to a modern, high-quality public sector that delivers the services people need in the most efficient way possible. There has been considerable progress, but there is further to go and the whole of government is working together to consider how we can live within our means while delivering maximum value for every pound of taxpayers money.

[News story: Accelerator webinar: revolutionise the human information relationship for Defence](#)

The webinar provided information about the £6 million Innovation Fund competition, for those who couldn't make it to the [main networking event on 23 February 2017](#).

The [competition](#) is seeking new technologies, processes and ways of working to improve the way we analyse and exploit data. With the relationship between human and information at the centre of war-fighting we need Defence leaders to have access to the right information on critical issues to enable decision making that outpaces our adversaries.

Phase 1 proposals are now invited and must be received by no later than 12 noon on 21 March 2017.

[News story: First Innovation Fund challenge event – presentation slides](#)

At the event in London, a series of presentations provided details of three challenges that make up the Defence and Security Accelerator competition [‘Revolutionise the human information relationship for Defence’](#).

To [set the scene](#), Accelerator Acting Head Rob Solly and Innovation Partner Jim Pennycook opened the event, giving an overview of proof-of-concept research funding opportunities for innovative science and technology providers.

Rear Admiral Tim Fraser and military staff from Joint Force Command outlined the importance of this competition for defence.

Challenge 1

[Challenge 1](#): allowing rapid and automated integration of new sensors was introduced, with details provided from a military and technical perspective.

Challenge 2

[Challenge 2](#): free up personnel by the innovative use of machine learning algorithms and artificial intelligence (AI) for military advantage was

explained from a military and technical challenge perspective.

Challenge 3

[Challenge 3](#): make effective use of operator cognitive capacity, particularly by human-machine teaming was outlined, again with details from a technical and military view.

The competition was then summed up by Joint Force Command and the competition process was explained.

Other opportunities

UK Defence Solutions Centre then talked about export opportunities and Dual Use Technology Exploitation gave an overview of opportunities through non-defence markets.

How to work with the Accelerator

The Accelerator team then outlined how organisations can [access the Accelerator and gave advice on how to submit good proposals](#) for funding.

Unmanned Warrior

A briefing on the Unmanned Warrior was then given.

[News story: Invitation to tender for research from the Low Pay Commission 2017](#)

The Low Pay Commission is commissioning new research to understand the effects of the NLW. The closing date is 13 March 2017.

The introduction of the National Living Wage is a major change for the labour market – likely to represent a sharp increase in the nominal, real and relative value of the UK's pay floor. Coverage is set to triple by 2020.

In some sectors more than half of workers could be paid at the minimum – all at a time of major change in the economy, and the welfare system. It is, in effect, a natural experiment.

Such a significant change in the minimum wage is likely to have a wide set of effects and there are many approaches that could be used to analyse such

effects.

The Low Pay Commission has launched its latest invitation to tender for research. Please see the links below to the projects on the central procurement provider, UKSBS Contracts Finder. The deadline is 13 March 2017. These are open tender calls for research and cover 3 areas.

We are commissioning research:

- **on the impact of the National Minimum Wage and the new National Living Wage on employment and hours (UK SBS BLOJEU-CR17029LPC).**

One project will be commissioned with a total budget up to £60,000. [Link to Contracts Finder.](#)

- **into the impact of the minimum wage regime on the labour market outcomes of young workers (UK SBS BLOJEU-CR17030LPC).**

One project will be commissioned with a total budget up to £60,000. [Link to Contracts Finder.](#)

- **open call for Other Research on the Impact of the National Living Wage (UK SBS BLOJEU-CR17028LPC).**

Up to four projects will be commissioned, with a total budget of £100,000. [Link to Contracts Finder.](#)

Please circulate to colleagues who may be interested.

Please also note that the LPC will be holding a research workshop on the afternoon of Thursday 6 April. Details will follow shortly.

[News story: Low Pay Commission visits programme 2017](#)

The Low Pay Commission's purpose is to provide advice to the Government on the rates of the National Living Wage and the other National Minimum Wages, as well as other related issues.

We want to hear first hand evidence from employers, workers and anyone else with a view on the minimum wage and its effects.

We are visiting Leeds, Glasgow and East Renfrewshire, Belfast, Newport and

Gwent, and Melton and East Northamptonshire.

See the table below for dates, and click the link below to arrange a meeting with us. You can also give us a call on 020 7215 8772.

We are particularly interested in the effects of the National Living Wage, the minimum wage for workers aged 25 and over, which was introduced at £7.20 in April 2016 and will rise to £7.50 on 1 April 2017.

All the other minimum wage rates will increase on 1 April as well (see table below for rates) and we would like to hear views on these too.

The LPC organises an annual programme of visits to gather evidence in support of our recommendations to government. The visits are attended by members of our Commission and Secretariat.

We can host meetings in the locations we visit, but it is also extremely useful for us to visit businesses and workers at their place of work to see the effects of the minimum wage 'on the ground'. So, we would be delighted if you would like to host us and show us around your business.

Please note that the date of the visit to Belfast has been changed since the programme was originally sent to our stakeholders.

Date	Location
26-27 April	Leeds
31 May-1 June	Glasgow and East Renfrewshire
7-8 June	Belfast
5-6 July	Newport and Gwent
9-10 August	Melton and East Northamptonshire

National Minimum Wage rates

Minimum Wage rate	Current rate (hourly)	Rate from 1 April 2017
National Living Wage	£7.20	£7.50
21-24 Year Old Rate	£6.95	£7.05
18-20 Year Old Rate	£5.55	£5.60
16-17 Year Old Rate	£4.00	£4.05
Apprentice Rate	£3.40	£3.50
Accommodation offset	£6.00	£6.40