Health Education Funding in England from 2017/18: The System Explained

Summary
In November 2015, the Government announced changes to the funding system for university education for nursing, midwifery and most of the allied health professions in England. In the past, these have been funded through NHS grants but from the 2017/18 academic year will be funded through student loans.

What’s changing?
From 1 August 2017, new students in England on nursing, midwifery and AHP pre-registration courses (which lead on to registration with one of the health professional regulators) will have access to the standard student support package of tuition fee loans and support for living costs, rather than getting an NHS grant.

The Government is currently consulting on implementation of the changes (closing date 30 June).

Which courses does this affect?
This change affects a wide range of courses that lead to professional registration:

- Nursing (all four fields – adult, child, mental health, learning disability)
- Midwifery
- Physiotherapy
- Occupational Therapy
- Speech and Language Therapy
- Podiatry
- Diagnostic and Therapeutic Radiography
- Dietetics
- Orthoptics
- Operating Department Practice
- Prosthetics/Orthotics
- Dental hygiene
- Dental therapy

These reforms do not as yet include funding for paramedic courses. These courses are currently on a mixed funding model (some students are already on the loans system, some are funded by Ambulance Trusts and some are supported by Health Education England).

I’m already a student, does it affect me?
No. This change is for new students only.
I’ve applied for 2016/17, does it affect me?
No. This change will be implemented only for new students starting from 1 August 2017.

Does this affect students domiciled in Scotland, Wales and Northern Ireland?
Not primarily. This is a decision about higher education funding in England. However, it does affect student mobility across the UK (see paragraphs 3.42-3.44 of the Government consultation).

What about deferrals?
If you have applied for a place on a course that starts in 2016/17 but defer to September 2017, you will come under the new rules, so will take out tuition and maintenance loans rather than getting grants. If you defer to a course date before 1 August 2017, you will be under the current rules.

If you have started your course, or start in 2016/17 (i.e. under the current rules) and then have to defer, for example for maternity leave, you will not be transferred on to the new rules but will continue under the current system (i.e. with grants rather than loans).

Under the new system, what happens when I graduate?
As with other students, if you graduate and earn above a certain amount of money (currently above £21k) you start repaying the loan. This is usually taken out of your pay packet each month. There are a lot of myths about whether this is affordable. The thresholds and amounts can change according to government policy but as an indication, at the moment on a Band 5 salary in the NHS of £21.7k (the usual starting salary for new nurses) you would repay £5.25 per month. Any unpaid loan amount is written off after 30 years. Find more information about how the funding works.

What happens now?
The Government is currently consulting on the implementation of the reforms, including a range of important issues, such as placement expenses and postgraduate pre-registration courses. We should know the key decisions taken in light of the consultation over the summer.