The 5% Club EMPLOYER AUDIT

Inspiring increased, socially-inclusive 'earn and learn' opportunities, through employer benchmarking and annual membership awards.

2021-2023



Welcome & Introduction

Founded in 2013, The 5% Club is uniquely an employer-led charity organisation.

It works with UK employers – and key influencers – to inspire, educate, and retain a growing body of people into 'earn and learn' employment, to increase the number of apprentices, sponsored degree placement students, and graduate trainees.

Members of the Club aspire to having at least 5% of their UK workforce in 'earn and learn' positions within five years of joining – and it was with this in mind that we launched a major new research initiative for Club members in 2021, **The 5% Club Employer Audit**.



From its inception, the annual Employer Audit has enabled Club members to validate and benchmark their 'earn and learn' activities, and rewarded employers with **Bronze**, **Silver** or **Gold** membership of The 5% Club, in recognition of where they have reached in their journey towards having 5% of their UK workforce in 'earn and learn' positions – and beyond.

To celebrate The 5% Club's tenth anniversary, a new **Platinum** membership category was introduced in 2023 – its highest-level of membership yet – for employers that had already achieved a Gold membership in both 2021 and 2022, and went on to have at least 10% of their employees in 'earn and learn' roles in 2023.

We are delighted that **217 employers**, large and small, have now taken part in the Employer Audit in its first three years.

In addition to providing each participating employer with invaluable benchmarking data and individual feedback on their 'earn and learn' employment, the scheme allows employers to demonstrate to Government, investors, customers, employees, wider society, and potential recruits that they are a business that is committed to developing its workforce and building the skills the UK economy now needs to thrive.

This short report summarises the data and findings from the Employer Audit in 2021, 2022 and 2023, and the resulting Bronze, Silver, Gold and Platinum memberships awarded by the Club.

Mark Cameron OBE Chief Executive Officer, The 5% Club



Research Methodology

The 5% Club Employer Audit is the prestigious annual employer benchmarking and membership awards programme that explores five aspects of employers' 'earn and learn' programmes:

- the number of employees in **employment** on graduate programmes, apprenticeships, student degree placement schemes, and other 'earn and learn' training programmes
- the breadth & balance of employers' schemes and programmes
- employers' commitment to inclusion & social mobility
- the **quality** of employers' training & development schemes, including assurance, standards and completion rates for apprenticeships and graduate programmes



• employers' plans for future growth of 'earn and learn' opportunities

A total of 73 members of The 5% Club elected to participate in the inaugural Employer Audit in 2021 (see *Chart 1*), including 52 employers that have more than 250 employees and a further 21 employers that are small or medium-sized enterprises (SME).

A year later, 129 employers took part in the 2022 Employer Audit, including 85 larger employers and 44 SME employers. And in 2023, the number of participating employers increased again, to 114 larger employers and 74 SME employers.

Over a dozen different industries & business sectors have been represented in the first three annual Employer Audits, including construction, manufacturing, accounting & professional services, retailing, banking & finance, technology and the public sector.

Employers participating in the Audit completed a questionnaire in June or July about their 'earn and learn' programmes and employees, and then took part in a short follow-up verification interview or email correspondence with a researcher.



Each employer then received a comprehensive benchmarking report – comparing their 'earn and learn' employment with other Club members taking part in that year's Employer Audit – and were awarded either **Platinum**, **Gold**, **Silver** or **Bronze** annual membership of The 5% Club.

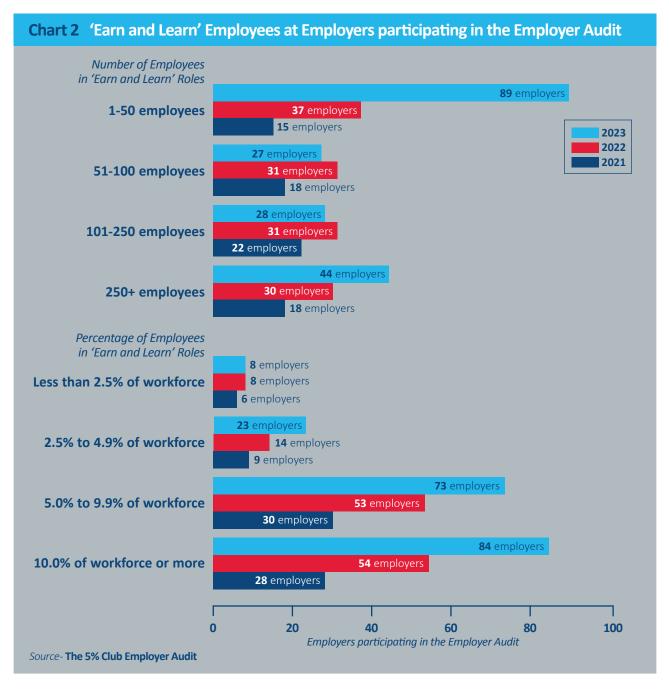


Employers' 'Earn and Learn' Employment

The 5% Club Employer Audit begins by asking participating employers how many of their employees are in 'earn and learn' roles, in relation to the size of their UK workforce.

The number of employees on 'earn and learn programmes' at organisations participating in the Employer Audit has grown by more than a quarter in the past three years – from 48,460 employees in 2021 to 62,155 employees in 2023. In the latest Employer Audit, more than half of employers had at least 50 apprentices, graduates, degree placement students or other 'earn and learn' employees and 44 organisations had over 250 'earn and learn' employees (see *Chart 2*). On average, 7.7% of the workforce at larger employers and 14.4% of employees at SMEs were in 'earn and learn' roles.

In total, 31 employers were awarded the new Platinum membership in 2023 for having at least 10% of their UK workforce in 'earn and learn' positions – and having achieved Gold membership in the two previous years (see *Tables 7 & 8*). A further 126 employers were awarded Gold in 2023, for reaching or exceeding their target of having 5% of employees on 'earn and learn' programmes, up from 107 in 2022 and 58 in 2021. Silver membership was awarded to 23 employers for reaching halfway to their 5% target and 8 employers achieved Bronze for being in the early stages of working towards 5%.



Breadth & Balance of 'Earn and Learn' Programmes

The second part of **The 5% Club Employer Audit** examines the range of different 'earn and learn' opportunities that employers currently offer.

The results from each of the first three years of the Employer Audit show that almost all participating employers ran apprenticeship programmes and that these accounted for more than three-quarters of the 'earn and learn' roles provided.

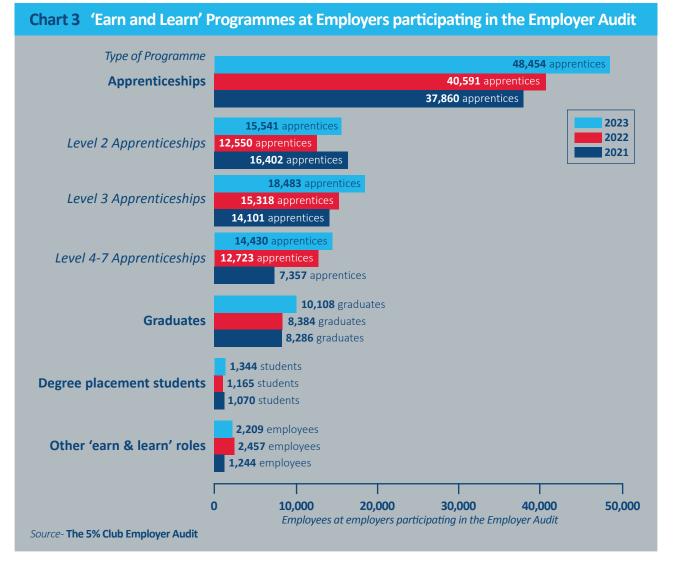
It is interesting to note that in 2021 the largest number of apprentices were those on Level 2 apprenticeships but that in the two years since, there have been fewer apprentices at this level. Level 3 apprentices were the biggest group in 2022 and 2023, and the volume of apprentices on higher & degree apprenticeships has doubled in the past three years.

In 2023, more than half of employers that took part in the Employer Audit offered apprenticeships at Level 2, Level 3 and Levels 4-7.

The number of graduates employed has grown since 2021 too but continue to represent approximately one in six of the 'earn and learn' roles available at organisations participating in the Employer Audit.

Over the last three years, a much smaller proportion of 'earn and learn' employees have been students completing work placements as part of their university degrees, typically lasting either 6 or 12 months.

In the most recent Employer Audit, an impressive 81 employers out of the 188 organisations featured in the research offered apprenticeships, graduate programmes and degree course placements for university students. Of these, 30 employers provided apprenticeship programmes in all three categories – Level 2, Level 3 and Levels 4-7 apprenticeships.

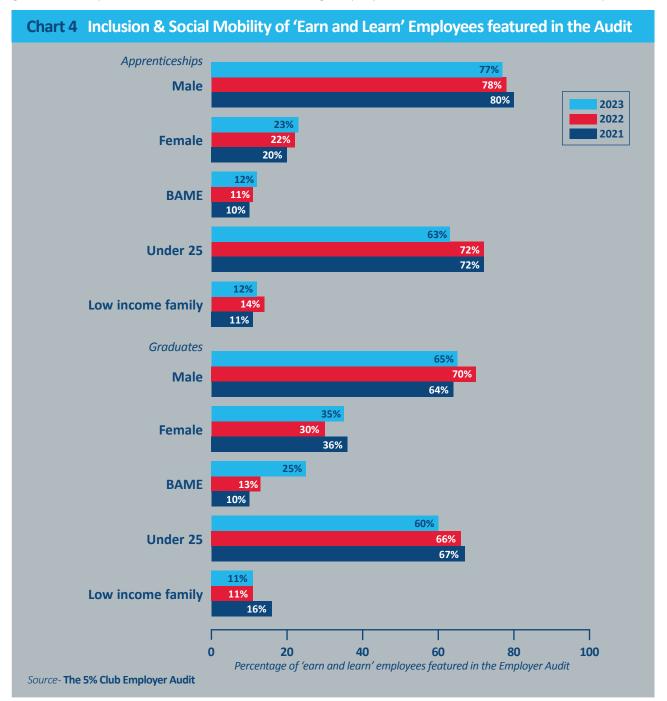


Employers' Inclusion & Social Mobility

The third aspect of **The 5% Club Employer Audit** addresses the inclusion and social mobility of 'earn and learn' employees at participating employers.

Within the Employer Audit, organisations are asked for details of the gender, ethnic background, sexuality, age and disability of their apprentices and graduates – five of the 'protected characteristics', as defined by the Equality Act 2010 – as well as data on whether their employees are from low-income families. Whilst most employers were able to provide detailed information about the gender, ethnic background and age of their 'earn and learn' employees, decreasing numbers had accurate data on employees' family backgrounds, their sexuality or disabilities.

The results from all three Employer Audits show that over three-quarters of apprentices were men (see *Chart 4*), fewer than one in eight were black, Asian or minority-ethnic, and around two-thirds were under the age of 25. Fewer than one in six apprentices were from low-income families, although this data was based on a very limited number of employers. There was a better gender balance amongst graduates – up to a third were women – and a higher proportion were black, Asian or minority ethnic.



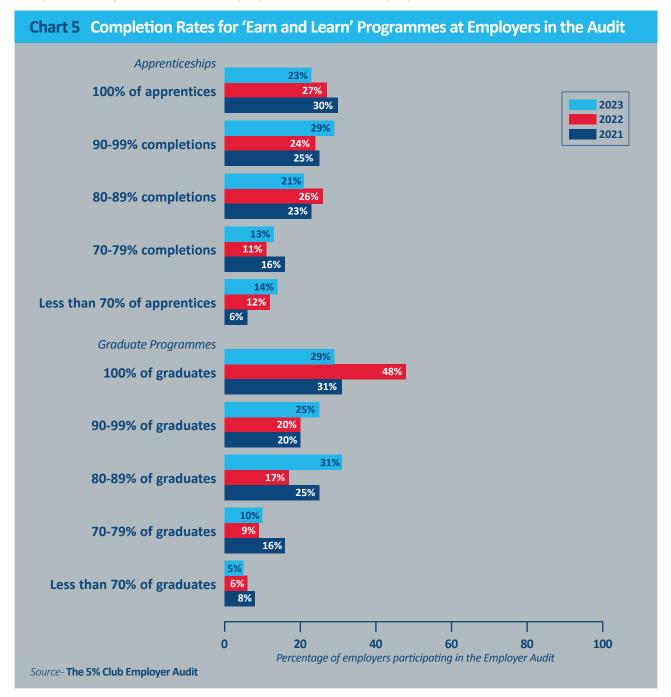
Quality of Employers' 'Earn and Learn' Programmes

The penultimate section of **The 5% Club Employer Audit** examines the quality of the 'earn and learn' opportunities provided by employers participating in the research.

Employers were asked how they assured the quality of their apprenticeships, graduate programmes and degree course placements for university undergraduates. They were also asked about the percentage of apprentices and graduates who completed their training with the organisation, and then the percentage who progressed on to a permanent role within the organisation – either on another apprenticeship programme, further training or a full-time position.

The results show that the completion rates for apprenticeships have decreased a little over the past three years (see *Chart 5*), with fewer employers recording a 100% completion rate and more organisations reporting that less than 70% of their apprentices finish their apprenticeships.

Similarly, the number of graduates who complete their initial training & development programmes has also dropped – in 2022 over two-thirds of employers declared completion rates of at least 90%, compared with just over half of employers in the latest Employer Audit.



Future Growth of Employers' 'Earn and Learn' Opportunities

The final part of **The 5% Club Employer Audit** analyses employers' latest plans for recruiting more apprentices and graduates in the future, as part of their continuing commitment to 'earn and learn' roles at their organisation.

At many employers, recruitment of apprentices and graduates is often planned up to a year in advance. For example, applications for graduate programmes with September 2023 start dates typically opened in September 2022, with selection and assessment of candidates in January or February and job offers following shortly afterwards. This means that within the Employer Audit, the majority of employers are able to provide an accurate assessment of their likely recruitment in the year ahead.

The 2020-2021 recruitment year was dominated by the Coronavirus pandemic and because of the considerable economic uncertainty, many employers recruited fewer apprentices and graduates than usual during this period. As a result, the Employer Audit in 2021 reported that a large majority of employers expected to step-up their recruitment during 2021-2022, often to make up for under-recruiting in the previous recruitment round. Four-fifths of participating employers confirmed they intended to increase their apprenticeships in the year ahead (see *Chart 6*) and more than two-thirds believed they would take on more graduates in 2021-2022.

Twelve months on from these predictions, with all Coronavirus restrictions lifted and life returned to a 'new normal', employers anticipated more modest growth in their future recruitment of apprentices and graduates. Half of employers expected to employ more apprentices during 2022-2023 and three-fifths planned to increase their graduate recruitment.

At the time of the 2023 Employer Audit the outlook for recruitment seemed more cautious. Although over half of employers were planning to expand their apprenticeships in 2023-2024, just 45% of employers expected to recruit more graduates – the lowest proportion recorded so far by the Audit.

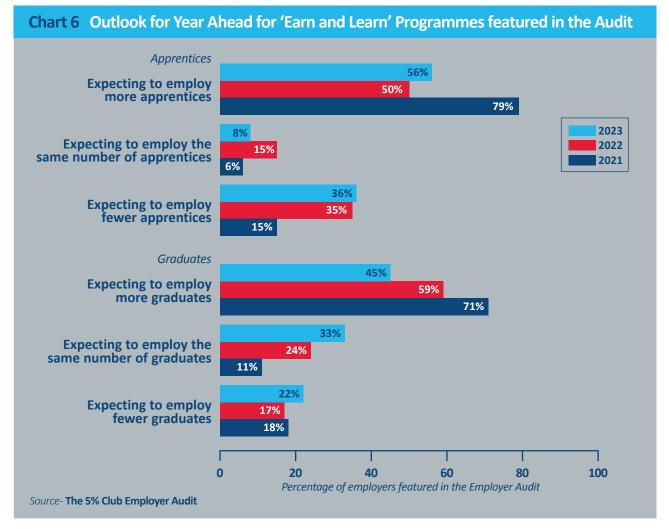


Table 7The 5% Club Membership Awards to Larger Employers in 2021, 2022 and 2023

EMPLOYER	2023	2022	2021
adi Group	Gold	Gold	Gold
AECOM	Platinum	Gold	Gold
Aggregate Industries	Bronze	Bronze	-
Ainscough Crane Hire	Gold	Silver	Silver
Aldi	-	-	Bronze
American Express			Bronze
Amey	Gold	-	-
Aptus Utilities	Gold		
B&Q	Silver	-	-
Babington Business College	Gold	Silver	
Bagnalls	Platinum	Gold	Gold
Balfour Beatty	Gold	Gold	Gold
Bechtel	Gold	-	-
Bell Group	Platinum	Gold	Gold
Bellway Homes	Gold	Gold	Gold
Berkeley Group	Gold	Gold	
Bethell Group	Platinum	Gold	Gold
Birmingham City Council	-		Bronze
Boeing UK	Silver	-	-
Breedon Group	Silver	Silver	
Briggs & Forrester Group	C:1	Gold	
Bromford	Silver		Calif
BT	C:1	-	Gold
Cambridgeshire County Council	Silver Gold	Gold	
Capgemini	Bronze	Bronze	-
Capita Centrica	Bronze	bronze	
CGI	Gold	Gold	Gold
CLdN Ports	Gold	Gold	Gold
Coca-Cola Europacific Partners	Gold	Silver	Silver
Costain	Platinum	Gold	Gold
Coyle Personnel Ltd	Gold	Goid	Guiu
CPI (Centre for Process Innovation)	Platinum	Gold	Gold
Crest Nicholson	Gold	Silver	-
CrossCountry	Gold	511701	_
Croudace Homes	Gold	Gold	
Crown Worldwide Group	Silver	-	_
Currie & Brown	Gold	Gold	
Danny Sullivan Group	Bronze		-
Department for Education	Gold	Gold	
Deutsche Bank	-	-	Bronze
Digital Catapult	Gold		
Eurovia UK	-	Gold	Gold
FM Conway	Gold		
Forterra	-	Bronze	-
Galliford Try	Platinum	Gold	Gold
Gemini Accident Repair Centres	Platinum	Gold	Gold
Genuit Group	Silver	Silver	Silver
GMI Construction Group PLC	Gold	-	-
Graham Group	Platinum	Gold	Gold
Grant Thornton UK LLP	Gold	-	-
GSK		Gold	Gold
Heidelberg Materials	Gold	Gold	Gold
High Speed Two (HS2)	Gold	Gold	Gold
Hill Group	Platinum	Gold	Gold
Ipsum Utilities LTD	Gold		
ISG Ltd	Gold	Gold	-
	Bronze	Bronze	
ISS		Silver	Gold
ISS J McCann & Co	-		
	Gold	Gold	
J McCann & Co	Gold Gold	Gold Gold	-
J McCann & Co J. Murphy & Sons			
J McCann & Co J. Murphy & Sons Jackson Civil Engineering	Gold	Gold	- - Gold
J McCann & Co J. Murphy & Sons Jackson Civil Engineering JN Bentley	Gold Gold	Gold Gold	Gold
J McCann & Co J. Murphy & Sons Jackson Civil Engineering JN Bentley John Sisk & Son	Gold Gold Gold	Gold Gold	- Gold

EMPLOYER	2023	2022	2021
Keltbray	Gold	-	-
Kids Inc Day Nursery		Gold	
Kier Group	Gold	Gold	Gold
(ilnbridge Construction Services	Platinum	Gold	Gold
aing O'Rourke	Gold	Gold	-
_eidos	Silver	Bronze	
eonardo	Gold	Gold	-
Lidl		-	Bronze
Lockheed Martin	Gold	Silver	Gold
M Group Services	Silver		
Marston Holdings	Silver	Bronze	-
Mastek UK Ltd	-		Bronze
MBDA UK	Platinum	Gold	Gold
McLaughlin & Harvey	Platinum	Gold	Gold
MGL Group	Gold	Gold	-
Ministry of Defence	Platinum	Gold	Gold
Morgan Sindall Infrastructure	Gold	Gold	Gold
Morris & Spottiswood	-	Gold	Gold
Mott MacDonald	Platinum	Gold	Gold
Network Rail	Silver	Silver	
NHS Supply Chain	Silver	-	-
Octavius Infrastructure Limited	Gold		
Ogilvie Construction	-	Gold	-
Paragon Banking Group	Gold		
Peel Ports Group	Silver	-	-
Pell Frischmann	Gold		
Pennon Group	Gold	Gold	-
Persimmon Homes	Gold	Gold	
Places for People	Silver	-	-
PwC	Platinum	Gold	Gold
QA	Gold	Gold	Gold
QinetiQ	Gold		Silver
R G Carter	Gold	Gold	-
Ramboll UK [–]	Gold	Gold	
Redrow Homes	Platinum	Gold	Gold
Ringway Jacobs	Gold	Gold	
RS Group	Gold	Gold	Gold
Schneider Electric			Gold
SE Trains Ltd	Gold	Gold	-
Seddon Construction	Platinum	Gold	Gold
Serco	Silver	-	-
Severfield	Gold	Gold	
Shepley Group	Gold	-	-
Siemens Energy	Gold	Gold	
Siemens Mobility	Gold	-	_
Siemens plc	Gold	Gold	Gold
Speedy Services	Silver	-	
SSEN Transmission	Gold	Gold	
Stagecoach	Gold	Gold	Silver
Sunbelt Rentals UK	Bronze	Bronze	-
Swift Group Ltd	Gold		
Fara Group	Gold	Gold	
Tarmac	Gold	Gold	Silver
Fhames Water	Silver	Silver	Silver
The Co-op	Bronze	-	-
The Encon Group	Bronze		
Filbury Douglas	Gold		
Transport for Wales	Gold		
Transport for wates	Goid	Silver	Silver
VINCI Construction	Silver	Gold	Silver
		Gold	-
Vistry Group	Gold		
William Hare	Platinum	Gold	Gold
Willmott Dixon	Gold	Gold	Gold
Mamhla Rond Dickinson	Cold		
Womble Bond Dickinson WSP	Gold Gold	Gold Gold	Golu

Source- The 5% Club Employer Audit

Table 8The 5% Club Membership Awards to SME Employers in 2021, 2022 and 2023

EMPLOYER	2023	2022	2021	EMPLOYER	2023	2022	2021
Accuracy UK Ltd	Gold	Gold	-	John Wainwright & Co Ltd	Silver	_	-
AD Construction Group	Gold	Gold	-	Karndean Designflooring	Gold		
Alexander Battery Technologies	Gold	Silver	-	KCE FM Ltd	Gold	Gold	-
Amplicon	Gold		-	Kingerlee Ltd	Gold	Gold	
Auger Site Investigations	Gold	Gold		Kohler Uninterruptable Power	Gold	Gold	Silve
Baltic Apprenticeships			Gold	Langstone Construction Group Ltd	Gold		
Barkers Engineering	Gold	-	-	Lincad	Silver	-	-
Beagle	Gold		-	Livingston Building Services Ltd	Gold		
Berthon Boat Company Ltd	Gold	Gold	-	LocatED	Platinum	Gold	Gold
BOOM Construction Ltd	Gold		-	Malakoff Ltd	Gold	Gold	
Camilleri Construction Ltd	Platinum	Gold	Gold	MCFT	Platinum	Gold	Gold
CEMCOR	Gold			Mivan Ltd	Gold		
chapmanbdsp	Gold	Gold	-	MJ Abbott Ltd	Gold	Gold	-
Clark Contracts Ltd	Gold		-	Morgan Lovell	Gold	-	
Clive Owen LLP	Gold	Gold	-	Morris & Spottiswood Ltd	Platinum	-	
Commercial Property Maintenance Services	Gold	_	Gold	Multipave NW Ltd	Gold		
Concurrent Technologies plc	Gold	Silver	-	Ogilvie Construction Limited	Silver	-	
Coptrz Ltd	Gold	-	-	One Stop Hire	Gold		
Coyle Personnel Ltd	-	Silver	Gold	Optyma Security Systems	Gold	-	-
CR Civil Engineering Ltd	Platinum	Gold	Gold	Pacific Building	Gold	Gold	
CR Reynolds Ltd	Gold	Gold	-	PCE Automation Ltd	Gold	Gold	
CWG Group Ltd	Gold		-	Price Building Services Ltd	Gold	-	
D2 Rail & Civils Ltd	Gold		-	Prism Power Ltd	Gold	Gold	
Dale Power Solutions Ltd			Gold	Quinn London Ltd		Gold	
Danaher and Walsh Ltd	Gold	-	-	Resonate Group Limited	Gold	-	
Dynamic FM & AT Nolan Building Contractors			Gold	RG Group		Gold	
Ford Aerospace	Gold	-	-	Rose Builders	Gold	Gold	-
Hanham Secure Health	Cold	Gold	Gold	Slipstream Engineering	Gold	-	
Harniss	Gold		-	Smart Tec Solutions Ltd	Gold	Gold	
Harniss Contracting Ltd	Gold	Gold	_	Southbourn Rubber	Gold	Sola	
Hertfordshire Building Control	Gold	Gold	_	SPV Group	Platinum	Gold	Gold
Highfield Professional Solutions	Platinum	Gold	Gold	SRC UK Ltd	Gold	Gold	Gold
Hill & Smith Infrastructure Limited	Silver	Golu	Goiu	Swiftool Precision Engineering Ltd	Golu	Gold	-
Horstman Defence Systems Limited	Gold	Gold		Sycamore Process Engineering Ltd		Gold	
Hungry Caterpillar Day Nurseries	Gold	Gold	_	Tenet Consultants	Gold	Gold	
Hyde	Gold	-	_	Thomas Johnstone Ltd	Gold	Goiu	
Industrial and Marine Hydraulics Ltd	Gold	-		Thomas Sinden Ltd	Platinum	Gold	Gold
Introba Consulting Limited	Gold			VRS Solutions Group	Tatintain	Bronze	Gold
J Browne	Silver	-		Warren Services		bronze	Gold
J McCann & Co Limited	Gold			WG Jones	Gold		Gold
J T Mackley & Co Ltd	Platinum	Gold	Gold	Whitehead Building Services	Platinum	Gold	Gold
Jamieson Contracting NW Ltd	Taunum	Gold	Golu	Wilson & Scott (Highways) Ltd	Gold	Gold	
JJ Churchill Ltd	Gold	Golu	Gold	Woodford Heating and Energy Ltd	Platinum	Gold	Gold

Source- The 5% Club Employer Audit