



ADDITIONAL / TO FOLLOW AGENDA ITEMS

This is a supplement to the original agenda and includes reports that are additional to the original agenda or which were marked 'to follow'.

NOTTINGHAM CITY COUNCIL SCHOOLS FORUM

Date: Thursday, 12 February 2015

Time: 1.45 pm

Place: LB31-32 - Loxley House, Station Street, Nottingham, NG2 3NG

Governance Officer: Phil Wye **Direct Dial:** 0115 8764637

AGENDA

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SUPPLEMENTARY INFORMATION

SCHOOLS FORUM 12 FEBRUARY 2015 - SCHOOLS BUDGET REPORT 2015/16

1. Amendments

- 1.1 The Schools Forum (SF) report refers to a total Dedicated Schools Grant (DSG) budget of £235.459m, it should be noted that this is before **all** academy recoupment.

This figure is referred to in recommendation 1a, section 2.4 and 5.1.

The Dedicated Schools Grant comparable to previous years, after High Needs recoupment for academies is removed, is **£233.001m**. This equates to an increase of £11.406m on the 2014/15 pre 2 year old funding which is £221.595m. This updates **Table 2** in the report as follows:

TABLE 2: 2015/16 BUDGET INCREASE ANALYSIS	
	£m
Transfer of responsibility to the LA for non-recoupment academies and free schools budgets	6.382
CRC Energy Scheme rate increase	(0.036)
Increased pupil numbers (City total 34,842 in 2014/15 36,025 in 2015/16)	3.825
Indicative Early Years Pupil Premium	0.525
Increase in High Needs	0.710
TOTAL	11.406

- 1.2 **Appendix B iii** showed the Contingency for alignment Home Tuition charges to Average Weighted Pupil Unit of £0.100m as a reduction in cost associated with Pupil Referral Units.
- 1.3 This was incorrect as the contingency is an additional cost. This has now been amended and a replacement **Appendix B i, ii and iii** is attached.

2. Additional information

- 2.1 **Table 5** below provides a summarised analysis of DSG. In 2015/16 there are elements of funding that are being allocated outside of the

DSG settlement. These are now shown as a separate line within the table.

- 2.2 Early years funding in 2015/16 is being allocated based on participation and not place numbers. To support the indicative budget, an element of the ring fenced Early Years (EY) under spend from previous years, held in the Statutory Schools Reserve (SSR) from is required. The amount required is £0.537m and was included in the SSR SF report on 18 December 2014.

TABLE 5: DSG BUDGET BLOCK ALLOCATION

	Schools £m			Early Years £m			High Needs £m			TOTAL £m		
	2013/14	2014/15	2015/16	2013/14	2014/15	2015/16	2013/14	2014/15	2015/16	2013/14	2014/15	2015/16
Budgets	170.435	175.410	187.666	15.763	18.246	12.849	18.377	20.025	20.330	204.575	213.681	220.845
Central Expenditure	8.589	8.194	7.965	1.160	1.159	1.159	5.656	4.677	4.677	15.405	14.030	13.801
Block Totals	179.024	183.604	195.631	16.923	19.405	14.008	24.033	24.702	25.007	219.980	227.711	234.646
Funding not included in DSG settlement												(1.108)
Early Years reserve												(0.537)
Headroom										0.534	0.599	0
TOTAL										220.514	228.310	233.001

- 2.3 There have been some changes to the funding allocation of EY and High Needs (HN), these are as follows:

Early Years

The significant changes to the EY block in 2015/16 are:

- The inclusion of funding for the EY Pupil Premium and
- Funding for 2 year olds based on participation.

The DSG allocation for EY's is indicative and will be adjusted retrospectively on the basis of actual participation numbers. The final DSG allocation for 2, 3 and 4 year olds will be based on 5/12 of the January 2015 participation numbers and 7/12 of the January 2016 participation numbers.

The DfE will conduct a survey in Autumn 2015 to check take-up of the EYPP with adjustments to allocations to be made to funding allocations in January 2016.

Indicative allocations for 2 year old participation will not be announced until June 2015 and will be based on participation as at the January 2015 census.

The Local Authority (LA) will receive £4.88 per hour for the Early Education Entitlement for 2 Year Olds for those eligible taking up a place. The LA does not propose to top-slice the £4.88 per hour received for 2 year olds to pay for central EY's costs that have historically been paid for from 2 year old funding.

The indicative 3 & 4 year old funding allocations are provisional as further work to verify allocations will be undertaken before release of funding to educational setting in February 2015.

High Needs

The LA's HN allocation has increased, as stated in **Table 2** above; this is to allow for growth the LA's share of £47m national growth in top-up funding which has been allocated on the basis of 2-19 population projections.

The figure included in this report for HN's includes an estimate of the recoupmnt by the Education Funding Agency for places in directly funded educational settings; these are academies, non-maintained special schools, Alternative Provision free schools and post-16 places funded through a separate sixth form grant.

- 2.4 **Appendix C** is the statutory proforma showing the factors and associated rates used to construct the schools budgets.

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DIRECT EARLY YEARS PROVISION ANALYSIS

APPENDIX B ii

DESCRIPTION OF SERVICE	EDUCATIONAL OUTCOMES	EXPENDITURE TITLE	2013/14				2014/15			2015/16
			Budget £m	Outturn £m	Variance - Over/ (Under) budget £m	Reason for Variance	Budget £m	Forecast £m	Variance - Over/ (Under) budget £m	Reason for Variance
Page 9 This budget aligns to the projection of funding that will be provided to maintained settings for 3 & 4 year olds based on the Early Years Single Funding Formula (EYSFF).	Funds the educational entitlement fo 3 & 4 year olds which impacts on outcomes for children across all areas of the EYFSP.	3 & 4 year old funding maintained schools and academies	8.269	7.910	(0.359)	Pupil numbers	8.371	8.371	0.000	8.579
This budget aligns to the projection of funding that will be provided to PVCI settings for 3 & 4 year olds based on the EYSFF.	Funds the educational entitlement fo 3 & 4 year olds which impacts on outcomes for children across all areas of the EYFSP.	3 & 4 year old funding PVCI settings	3.404	3.535	0.131	Year on year increase in funded hours in PVCI	3.383	3.695	0.312	Year on year Pupil number increases 3.695
This budget is a contingency for in-year termly adjustments to EYSFF allocations based on actual participation	Funds the educational entitlement fo 3 & 4 year olds which impacts on outcomes for children across all areas of the EYFSP.	3 & 4 Year Old funding - contingency	0.300	0.042	(0.258)	Variance is offset by overspend on PVCI expenditure above. Only £0.042m net in-year adjustment in maintained settings.	0.300	0.003	(0.297)	Termly adjustment for maintained sector have had near nil net effect. Underspend on contingency offsets projected overspend above for PVCI settings. 0.000
This budget will be for early education for eligible 2 year olds. From 2015/16 this will be based on participation. This has previously been based on estimated take up and included trajectory funding meaning prior year figures are not comparable. The indicative DSG allocation does not yet include 2 year old funding. This budget will be amended in year to align to the indicative DSG allocation for 2 year olds.	Funds the educational entitlement for eligible 2 year olds which impacts on outcomes for children across all areas of the EYFSP.	2 Year Old funding	3.740	2.707	(1.033)		6.142	6.142	0.000	TBC
This is additional funding to support pupils with SEN in the PVCI sector (ISG).	Supporting the inclusion, educational and aspirational attainment of vulnerable city children.	Top Up funding PVCI's	0.050	0.000	(0.050)		0.050	0.050	0.000	0.050
This budget aligns to the indicative allocation Early Years Pupil Premium.		EYPP								0.525
TOTAL DIRECT EARLY YEARS PROVISION			15.763	14.194	(1.569)		18.246	18.261	0.015	12.849
CENTRAL EXPENDITURE (Approved at SF on 18th December 2014)			1.159	0.950	(0.209)		1.159	1.000	(0.159)	1.159
TOTAL EARLY YEARS BLOCK (Excluding funding for 2 year olds for 2015/16)			16.922	15.144	(1.778)		19.405	19.261	(0.144)	14.008

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DIRECT HIGH NEEDS PROVISION ANALYSIS

APPENDIX B iii

DESCRIPTION OF SERVICE	EDUCATIONAL OUTCOMES	EXPENDITURE TITLE	2013/14				2014/15				2015/16			
			Budget £m	Outturn £m	Variance - Over/ (Under) budget £m	Reason for Variance	Budget £m	Forecast £m	Variance - Over/ (Under) budget £m	Reason for Variance	Budget £m			
This budget is for HLN support for named pupils in mainstream schools and Additional Inclusion Allowances.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	High Level Needs Support in Mainstream Schools	2.972	2.972	0.000					3.494	3.494	0.000		3.479
This budget is for top-up funding for pupils in SEN resource units attached to mainstream schools.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	SEN Resource Units	0.509	0.509	0.000					0.448	0.448	0.000		0.451
This budget corresponds to the indicative special school budgets. It excludes place funding that will be paid to Nethergate Special Academy directly by the EFA.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	Special Schools Indicative Budgets	8.794	8.794	0.000					9.113	9.113	0.000		9.622
This is a new budget introduced as a result of the Special School Review in order to provide transition support for certain qualifying pupils in their first term.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	Special Schools Transition Pupil Budget	NA	NA						NA	NA	NA	NA	0.150
This budget is a contingency for additional top-up and/or place funding in case pupil numbers in special schools are higher than projected in the indicative budgets.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	Special Schools Contingency	NA	NA						0.267	0.100	(0.167)	Funding set aside to the level required if all places fully occupied.	0.100
This budget is for the net cost of top-up funding for pupils being educated outside of their home LA.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	Cross-border top ups (net)	0.894	0.344	(0.550)	Budget took account of anticipated outstanding claims from prior years under old recoupment regulations. Actual cost relates to 2013/14 only under new arrangements.				0.386	0.386	0.000		0.386
This budget is for HLN support for post-16 pupils in Further Education settings.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	Post-16 HLN budget	1.179	0.563	(0.616)	Budget was for a full year but actuals were part year September - March. This funding stream migrated into DSG from September 2013.				0.938	0.891	(0.047)		0.938
This budget is to pay the costs of provision for SEN pupils placed in independent/non maintained special schools.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	Independent/Non Maintained Special Schools	0.675	0.672	(0.003)					0.675	0.675	0.000		0.675
This budget corresponds to a projection of the indicative PRU budgets for 2015/16.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	Pupil Referral Units	4.002	3.911	(0.091)					4.020	4.086	0.066	Retrospective correction to QMC budget relating to 2 financial years.	4.379

DIRECT HIGH NEEDS PROVISION ANALYSIS

APPENDIX B iii

DESCRIPTION OF SERVICE	EDUCATIONAL OUTCOMES	EXPENDITURE TITLE	2013/14				2014/15			2015/16	
			Budget £m	Outturn £m	Variance - Over/ (Under) budget £m	Reason for Variance	Budget £m	Forecast £m	Variance - Over/ (Under) budget £m	Reason for Variance	Budget £m
Contingency for Children and Families Act implementation.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	Children & Families Act Contingency					0.686	0.629	(0.057)		0.000
Contingency for alignment Home Tution charges to AWPU.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	Contingency for alignment Home Tuition charges to AWPU	NA	NA			NA	NA	NA		0.100
Alternative Provision Contingency.	Supporting the inclusion, educational and aspirational attainment of vulnerable city resident school age.	Alternative Provision Contingency	0.304	0.000	(0.304)		NA	NA	NA		0.050
TOTAL DIRECT HIGH NEEDS PROVISION			19.328	17.765	(1.563)		20.025	19.821	(0.204)		20.330
CENTRAL EXPENDITURE (Approved at SF on 18th December 2014)			4.704	4.064	(0.640)		4.677	4.289	(0.388)		4.677
TOTAL HIGH NEEDS BLOCK			24.032	21.829	(3.767)		24.702	24.110	(0.797)		25.007

LA Name: Nottingham
 LA Number: 892

Pupil Led Factors		Reception uplift	Yes	Pupil Units		80.00							
		Description	Amount per pupil		Pupil Units		Sub Total	Total	Proportion of total pre MFG funding (%)		Notional SEN (%)		
1) Basic Entitlement Age Weighted Pupil Unit (AWPU)	Primary (Years R-6)		£3,050.15		24,215.00	£73,859,382	£132,583,769	39.86%			0.28%		
	Key Stage 3 (Years 7-9)		£4,196.64		7,802.00	£32,742,185			17.67%			0.34%	
	Key Stage 4 (Years 10-11)		£4,893.07		5,310.00	£25,982,202			14.02%			0.29%	
		Description	Primary amount per pupil	Secondary amount per pupil	Eligible proportion of primary NOR	Eligible proportion of secondary NOR	Sub Total	Total	Proportion of total pre MFG funding (%)		Primary Notional SEN (%)	Secondary Notional SEN (%)	
2) Deprivation	FSM % Primary		£1,816.22		7,188.62	£13,056,083	£27,569,291	14.88%			39.37%		
	FSM % Secondary			£2,514.99		3,600.19			£9,054,428				21.15%
	IDACI Band 1		£101.27	£101.27	1,165.32	656.36			£184,482				
	IDACI Band 2		£101.27	£101.27	1,826.98	991.98			£285,476				
	IDACI Band 3		£101.27	£101.27	3,788.58	1,981.72			£584,358				
	IDACI Band 4		£101.27	£101.27	6,464.55	3,259.77			£984,782				
	IDACI Band 5		£282.48	£282.48	3,947.83	2,070.37			£1,700,015				
	IDACI Band 6		£370.73	£370.73	3,070.30	1,568.32			£1,719,667				
		Description	Primary amount per pupil	Secondary amount per pupil	Eligible proportion of primary NOR	Eligible proportion of secondary NOR	Sub Total	Total	Proportion of total pre MFG funding (%)		Primary Notional SEN (%)	Secondary Notional SEN (%)	
3) Looked After Children (LAC)	LAC X March 12		£1,142.31		177.91		£203,227	£4,609,608	0.11%				
4) English as an Additional Language (EAL)	EAL 3 Primary		£636.02		4,473.15	£2,845,013	2.26%						
	EAL 3 Secondary			£2,028.00		663.94	£1,346,465						
5) Mobility	Pupils starting school outside of normal entry dates		£91.14	£91.14	1,939.85	418.10	£214,904	0.12%					
		Description	Weighting	Amount per pupil	Percentage of eligible Y1-2 and Y3-6 NOR respectively	Eligible proportion of primary and secondary NOR respectively	Sub Total	Total	Proportion of total pre MFG funding (%)		Primary Notional SEN (%)	Secondary Notional SEN (%)	
6) Prior attainment	Low Attainment % new EFSP		42.00%		23.86%		£4,808,907	2.60%			100.00%		
	Low Attainment % old FSP 78			£542.02	23.60%	5,748.34			£3,115,715				
	Secondary pupils not achieving (KS2 level 4 English or Maths)			£432.34		3,916.34			£1,693,192				100.00%

Other Factors

Factor	Lump Sum per Primary School (£)	Lump Sum per Secondary School (£)	Lump Sum per Middle School (£)	Lump Sum per All-through School (£)	Total (£)	Proportion of total pre MFG funding (%)	Notional SEN (%)	
7) Lump Sum	£124,752.13	£124,752.13			£11,227,692	6.06%		
8) Sparsity factor					£0	0.00%		
Please provide alternative distance and pupil number thresholds for the sparsity factor below. Please leave blank if you want to use the default thresholds. Also specify whether you want to use a tapered lump sum for one or both of the phases.								
Primary distance threshold (miles)		Primary pupil number average year group threshold			Fixed or tapered sparsity primary lump sum?	Fixed		
Secondary distance threshold (miles)		Secondary pupil number average year group threshold			Fixed or tapered sparsity secondary lump sum?	Fixed		
Middle schools distance threshold (miles)		Middle school pupil number average year group threshold			Fixed or tapered sparsity middle school lump sum?	Fixed		
All-through schools distance threshold (miles)		All-through pupil number average year group threshold			Fixed or tapered sparsity all-through lump sum?	Fixed		
9) Fringe Payments					£0	0.00%		
10) Split Sites					£534,130	0.29%		
11) Rates					£1,696,869	0.92%		
12) PFI funding					£1,274,077	0.69%		
13) Sixth Form					£525,358	0.28%		
14) Exceptional circumstances (can only be used with prior agreement of EFA)								
Circumstance					Total (£)	Proportion of total pre MFG funding (%)	Notional SEN (%)	
Additional lump sum for schools amalgamated during FY14-15					£0	0.00%	0.00%	0.00%
Additional sparsity lump sum for small schools					£0	0.00%		
Exceptional Circumstance3					£466,435	0.25%		
Exceptional Circumstance4					£0	0.00%		
Exceptional Circumstance5					£0	0.00%		
Exceptional Circumstance6					£0	0.00%		
Total Funding for Schools Block Formula (excluding MFG Funding Total) (£)					£185,296,136	100.00%	£12,257,576	

Local Authority Funding Reform Proforma

APPENDIX C

LA Name:

Nottingham

 LA Number:

892

15) Minimum Funding Guarantee (MFG is set at -1.5%)		£2,181,260	
Apply capping and scaling factors? (gains may be capped above a specific ceiling and/or scaled)		Yes	
Capping Factor (%)	3.00%	Scaling Factor (%)	100.00%
Total deduction if capping and scaling factors are applied		-£21,372	
		Total (£)	Proportion of Total funding(%)
MFG Net Total Funding (MFG + deduction from capping and scaling)		£2,159,888	1.15%
High Needs threshold (only fill in if, exceptionally, a high needs threshold different from £6,000 has been approved)			
Additional funding from the high needs budget		£1,433,629.00	
Growth fund (if applicable)		£1,047,000.00	
Falling rolls fund (if applicable)		£0.00	
Total Funding For Schools Block Formula		£187,456,024	
% Distributed through Basic Entitlement		71.55%	
% Pupil Led Funding		91.51%	
Primary: Secondary Ratio		1 :	1.34