



## Schools Funding Forum 2<sup>nd</sup> March 2017

## ITEM 9

**Subject Heading:**

**The treatment of surplus and deficit balances when maintained schools become academies**

**Report Author:**

**David Allen – Strategic Finance Manager**

**Eligibility to vote:**

**All members**

### SUMMARY

This report is to consider the treatment of surpluses and deficits when maintained schools become academies and to establish a process for Havering schools.

### RECOMMENDATIONS

That the Schools Funding Forum considers the treatment of deficits when Havering maintained schools become sponsored academies.

### REPORT DETAIL

DFE guidance on the treatment of surpluses and deficits is attached.

This guidance is already followed by the LA although a situation has not yet occurred when a school has converted with a deficit balance. The possible courses of action will be discussed at the meeting should this situation arise in the future.