



SCHOOLS FUNDING FORUM AGENDA

8.00 - 10.30 am	15 June 2023	CEME Room 233
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Members: 27 Quorum: 11

MEMBERSHIP:

Representative Groups

Head Teachers (12): Emma Allen, Special
Kirsten Cooper, Primary
Georgina Delmonte, Primary Maintained
Keith Williams, Academy

Governors (7):

**Non-School
Representatives (4):**

Trade Unions (3): Denise Broom
John Delaney, Trade Union
Neil Frost
Peter Liddle, UNISON
John McGill, NASUWT
Kate Ridley-Moy, Primary Academy Governor
Representative
David Turrell
David Unwin-Bailey
Dave Waters, Primary Maintained School Governor
Representative

For information about the meeting please contact:
Nick Carter nick.carter@havering.gov.uk 01708 433884

If you are unable to attend please contact your named substitute or ask Nick Carter to do so on your behalf.

AGENDA ITEMS

1. **APOLOGIES FOR ABSENCE AND ANNOUNCEMENT OF SUBSTITUTE MEMBERS OR OBSERVERS**
2. **TO AGREE THE NOTES OF THE MEETING HELD ON 9TH FEBRUARY 2023** (Pages 1 - 5)

To agree the notes of the meeting held on 9th February 2023 as a correct and accurate record.
3. **MATTERS ARISING**
4. **LA MAINTAINED SCHOOLS' BALANCES 2022-23** (Pages 6 - 10)
5. **DEDICATED SCHOOLS GRANT - YEAR END BALANCE 2022-23** (Pages 11 - 13)
6. **SECTION 151 BUDGET SUBMISSION 2023-24** (Pages 14 - 22)
7. **COST PRESSURES IN EDUCATION SETTINGS** (Pages 23 - 26)
8. **EARLY YEARS - FUTURE ENTITLEMENT TO FUNDED PROVISION AND FUNDING CHANGES** (Pages 27 - 31)
9. **HIGH NEEDS FUNDING RATES 2023-24 AND DELIVERING BETTER VALUE UPDATE** (Pages 32 - 33)
10. **SCHOOL FUNDING FORUM MEETINGS ACADEMIC YEAR 2023-24** (Pages 34 - 35)
11. **ANY OTHER BUSINESS**

MINUTES OF A MEETING OF THE SCHOOLS FUNDING FORUM

Thursday 9th February 2023 (8.00 – 9.30am)

Present:

Representative Groups

LA Maintained School Representatives:

Primary: Kirsten Cooper (Chair)
Georgina Delmonte
Hayley McClenaghan
Chris Speller
David Unwin-Bailey

Special: Emma Allen

Academy Representatives:

Primary: Chris Hobson

Secondary: Denise Broom
Neil Frost

Non-School Representatives:

Early Years PVI Sector: Emma Reynolds

Trade Unions: John McGill (teaching staff)
Peter Liddle (support staff)

Non Members in attendance: Trevor Cook – Assistant Director for Education
Caroline Penfold – Head of CAD services
Nick Carter- Strategic Finance Manager
Angela Adams – Clerk, HGS

1 **APOLOGIES FOR ABSENCE AND ANNOUNCEMENT OF SUBSTITUTE MEMBERS OR OBSERVERS**

Apologies were received from Scott McGuinness, David Turell and, Kate Ridley-Moy (Chris Hobson was substituting for K Ridley – Moy)

It was also noted that Dave Waters, Governor Representative, had stepped down from the Forum.

2 TO AGREE THE NOTES OF THE MEETING HELD ON 12TH JANUARY 2023

The minutes of the meeting held on 12th January 2023 were agreed as a correct record

3 MATTERS ARISING

There were no matters arising that had not been included elsewhere on the agenda.

4 EARLY YEARS FUNDING 2023 -24

Colleagues noted that following the last Funding Forum meeting a consultation was compiled and circulated with regards to the Early Years funding, the consultation ran until 7th February 2023, 89 settings responded.

The responses to the questions were noted as follows:

Q1: 97% agreed to 2 year old funding increasing by 49p an hour.

Q2: 89% were in favour of contingency being set that would enable a 4% increase in the number of hours funded.

Q3: 89% of respondents favoured option B, a rise in the base rate and the SEN inclusion rate to £5.34 with a transfer of £141,280 to a quality factor in place of the TPPG.

Q4: 87% agreed that deprivation remained the only other supplementary factor used in Havering's formula and that the IDACI deprivation rates of funding continued to be aligned with the rates used in the schools' national funding formula.

Q5: 74% were in favour of the central retained budget for LA support remaining unchanged at £790K.

It was noted that 25 written responses had been received and these comments had been shared with the Forum.

It was agreed that all Early Years settings were facing financial constraints and that the Early Years funding settlement from the DfE had not kept pace with rising costs.

DUB stated that a 3p an hour increase was not enough, especially with the cost of living rises at this time. Nurseries in maintained schools were required to have a qualified teacher in place which meant that their costs were higher. ER stated that PVI's were unable to afford qualified teachers.

It was agreed that both schools and the PVI sector were facing rising costs. Although the PVI settings and maintained school nurseries were different, they both met the needs of children in different ways. The sector was underfunded.

The base line increase was only 1.1%. NC stated that he had advised officials from the DfE that options for allocating the funding given in lieu of the Teachers Pay and Pension Grant would create a divide between schools with nurseries and PVI's.

NC stated that only 3 schools had responded to the consultation. There were 22 schools with nurseries in Havering. This needed to be raised at the cluster board meetings.

Panel members then voted on the recommendations as follows:

1 (i) The basic hourly rate for 2 year olds to increase from £5.97 to £6.46.

All Agreed

(ii) A contingency to be set that would enable a 4% increase in the number of hours to be funded, initially equalling £78,000.

All Agreed

2 (i) The basic hourly rate for 3 and 4 year olds to increase from £5.19 to £5.34.

All Agreed

(ii) The hourly rate for inclusion funding to increase from £5.19 to £5.34.

All Agreed

(iii) £141,280 to be allocated to primary schools with nurseries in place of the teachers' pay and pension grants formerly received.

8 panel members agreed, 2 were against

3 Deprivation to remain the only other supplementary factor used in Havering's formula and that the rates of funding continued to be aligned with the rates used in the schools national funding formula.

All Agreed

4 The centrally retained budget for LA support to be set at the reduced level of £790k.

All Agreed

5 That the use of any underspend in the Early Years Block continued to be discussed with the Early Years Provider Reference Group before any proposals were brought to the Schools Funding Forum and before any decisions were made on its use.

All Agreed

5 HIGH NEEDS FUNDING 2023 -24

The funding forum noted the report and agreed to delegate the final decision on funding rates for 2023-24 to the Task and Finish group. £4.58m more in funding was available for High Needs than in 2022-23. With High Needs funding expected to exceed funding by £2.47m in 2022-23 the effective additional sum available for 2023-24 was £2.11m.

It was noted that special schools, PRUs and AP Academies had to receive an additional funding allocation equivalent to 3.4% of their total place and top up funding and that there had to be a minimum 3% uplift for 2023-24 in comparison to 2021-22. The DfE wanted to ensure that special schools had an increase this year where they had not had an uplift last year. This resulted in some discretion being removed from the Forum.

There would be additional costs in 2023-24 resulting from the opening of the new free special school in September 2023 and from the creation of additional ARP places. £850k was required for the new special school and new ARPs would require £350k in funding.

EHCP funding was increased in 2022-23 from £14.00 to £16.00 an hour and the number of hours the school had to fund was reduced to 9.6 hours from 11 hours. It was projected that £3.6m more would be spent in 2022-23 in support of EHCPs as a result of the increased funding rates and the increase in numbers of EHCPs. For 2023-24 it was estimated that a further £2m would be needed to support EHCPs at the current rate of £16.00 per hour.

Early Years complex needs funding was currently funded at £3.20 an hour and the task and finish group would be considering an increase. A rise to £4.00 an hour would add £53k to the cost.

Central support for high needs was currently being reviewed by CP to establish which additional posts could potential provide most benefit.at would help the most. An increase in funding of £243K had been included in the calculations.

The Forum agreed to delegate the decision on high needs funding rates for 2023-24 to the Task and Finish group.

6 FUNDING FOR UKRAINIAN PUPILS

Funding had been made available for children between the ages of 2 and 18 who had entered the country through the Homes for Ukraine scheme.

Early years would be allocated £3,000 per pupil

Primary £ 6,580 per pupil
Secondary £8,755 per pupil.

The LA had allocated all the funding to the schools these pupils were attending. It was noted that EY settings would be receiving funding via the census, once children were on roll, as well as from the Home for Ukraine funding.

The DfE released the funding in quarterly amounts, the same amount was received every quarter except for the first when a lower amount was received to reflect the fact that pupils were still arriving. The team responsible for settling people arriving in Havering from Ukraine submitted pupil numbers to the Department for Levelling Up, Housing and Communities. Confirmation of numbers from DLUHC was still awaited for the third quarter.

Funding was allocated on a termly basis to allow funding to follow the pupil if they had moved school. It was questioned whether a school would know by which scheme a pupil had entered the UK.

The funding forum noted the report.

7 NATIONAL TUTORING PROGRAMME GRANT 2022–23

The funding rate for the National Tutoring Programme for the academic year 2022-23 was 60% of the assumed cost of tutoring, meaning that a school had to have spent the remaining 40%, on top of the funding received, in order to prevent funding being clawed back. The cost of tuition was calculated at £18 an hour based on groups of three pupils. £10.80 an hour was funded. For the 2021-22 academic year schools had been funded for 75% of costs whilst for 2023-24 funding would fall to 25% of costs.

8 NEXT MEETINGS

Future meetings had been arranged as follows:

15th June 2023

Meetings to start at 8.00 a.m. at CEME, room 233.

9 ANY OTHER BUSINESS

Colleagues raised the issue of the introduction of the ULEZ charge in the Borough and the effect it would have on schools. It was noted that this was an ongoing concern that was being discussed with councillors.

Meeting closed at 9:14

Agenda Item 4



Schools Funding Forum 15th June 2023

ITEM 4

Subject Heading:

LA maintained schools' balances 2022-23

Report Author:

**Nick Carter – Principal Finance Officer
Schools**

Eligibility to vote:

**Representatives of LA maintained
schools**

SUMMARY

This report provides an analysis of the LA maintained school balances carried forward from 2022-23 into 2023-24.

RECOMMENDATIONS

That the Schools Funding Forum notes the report.

REPORT DETAIL

1. Year on Year Comparison of School Balances

The table below shows the total balances carried forward each year for the 36 primary and one special school that were LA maintained at the end of financial year 2022-23. Three pairs of schools operate a single budget across their federations.

	Total income £m	Total c/fwd balance £m	Balance as a % of income
2022-23	110.8	3.9	3.5%
2021-22	106.4	4.5	4.3%
2020-21	101.4	4.7	4.7%
2019-20	96.3	2.3	2.3%
2018-19	91.5	3.6	3.9%

2. Total value of school surpluses and deficits

Year	Total surpluses £m	Total deficits £m	Net balances £m
2022-23	5.3	1.4	3.9
2021-22	5.4	0.9	4.5
2020-21	5.8	1.1	4.7
2019-20	3.7	1.4	2.3
2018-19	4.3	0.7	3.6

3. School balances - percentage banding

	No. above 15%	No. between 10% & 15%	No. between 5% & 10%	No. between 0% & 5%	No. in deficit
2022-23	1	3	11	7	15
2021-22	1	4	11	12	9
2020-21	1	4	15	7	11
2019-20	0	2	15	6	16
2018-19	0	4	14	9	12

4. School in deficit – percentage banding

	No. above 10%	No. between 5% & 10%	No. between 1% & 5%	No. below 1%	Total No. in deficit
2022-23	0	6	8	1	15
2021-22	1	3	4	1	9
2020-21	1	4	4	2	11
2019-20	2	4	9	1	16
2018-19	1	1	7	3	12

5. Schools in deficit - duration

No. of years	No. of schools in deficit
> 5	5
5	3
4	1
3	
2	
1	6
Total	15

6. Schools with balances above 10% - duration

No. of years	No. of schools above 10%
> 5	1
5	
4	
3	11
2	1
1	
Total	4

The local authority will be in discussion with both LA maintained schools with balances above 10% and also those that are unable to set a balanced budget in 2023-24.

7. Breakdown of school income and expenditure

Appendix A shows the breakdown of school income and expenditure for LA maintained schools in 2022-23 by Consistent Financial Reporting category together with the change from 2021-22 and the change from 2019-20, the last pre pandemic year.

High Needs stop-up funding rose by 31% in 2022-23 with Pupil Premium funding rising by 11%. Receipts from absence insurance fell by 26% but still remain 32% above pre pandemic levels. Income from contributions to visits rose by 44% but were still 21% below 2019-20 levels. Donations fell by 25% last year and have fallen by 46% since 2019-20.

Expenditure on directly employed teaching staff rose by 2.8% but with a 23% rise in expenditure on agency teachers the overall cost of teaching staff rose by 3.4%.

Expenditure on directly employed education support staff rose by 14%, a combination of the additional staff required to support pupils with an EHCP and the April 2022 pay award. Agency education support staff costs rose by 63% resulting in a 17% rise in the cost of education support staff overall. The cost of other support staff rose by between 8% and 11% largely as a result of the pay award.

Expenditure on energy rose by 62% with most schools on contracts that fixed energy prices between April 2022 and March 2023.

Expenditure on learning resources rose by 19.5% last year but was still only 8% higher than in 2019-20. Expenditure on ICT fell by 16% whilst capital expenditure on ICT fell by 44%.

Comparison of school income and expenditure 2022-23 to 2021-22

CFR category	2022-23 £	2021-22 £	Change £	Change %	2019-20 £	Change 2019-20 to 2022-23 £	Change %
Revenue income							
I01 Funds delegated by the LA	89,597,767	85,094,280	4,503,487	5.3	77,105,098	12,492,669	16.2
I02 Funding for sixth form students	358,581	382,060	-23,479	-6.1	353,600	4,981	1.4
I03 High needs top up funding	10,799,987	8,270,467	2,529,520	30.6	6,437,754	4,362,233	67.8
I04 Funding for ethnic minority pupils	100,345	0	100,345	-	0	100,345	-
I05 Pupil premium	4,955,037	4,449,928	505,109	11.4	4,690,914	264,123	5.6
I06 Other government grants	82,870	142,606	-59,736	-41.9	161,571	-78,701	-48.7
I07 Other grants and payments received	127,380	137,031	-9,651	-7.0	149,595	-22,215	-14.9
I08a Income from letting premises	465,137	404,577	60,560	15.0	396,304	68,833	17.4
I08b Other income from facilities and services	1,649,080	1,679,372	-30,292	-1.8	1,364,814	284,266	20.8
I10 Receipts from supply teacher insurance	569,523	768,386	-198,863	-25.9	432,038	137,485	31.8
I11 Receipts from other insurance claims	2,155	37,175	-35,020	-94.2	9,887	-7,732	-78.2
I12 Income from contributions to visits etc.	908,103	630,541	277,562	44.0	1,148,658	-240,555	-20.9
I13 Donations and/or voluntary funds	226,771	304,647	-77,876	-25.6	417,218	-190,447	-45.6
I15 Pupil focused extnd sch funding/grants	47,748	6,833	40,915	598.8	37,305	10,444	28.0
I18a-d Additional grant for schools	4,654,203	4,139,823	514,380	12.4	3,613,514	1,040,689	28.8
Total revenue income	114,544,687	106,447,727	8,096,960	7.6	96,318,271	18,226,416	18.9
Revenue expenditure							
E01 Teaching staff	50,562,528	49,169,960	1,392,568	2.8	44,014,437	6,548,091	14.9
E02 Supply teaching staff	233,713	273,453	-39,740	-14.5	185,768	47,945	25.8
E03 Education support staff	27,512,543	24,102,397	3,410,146	14.1	21,792,524	5,720,019	26.2
E04 Premises staff	3,642,909	3,373,766	269,143	8.0	3,145,271	497,638	15.8
E05 Administrative and clerical staff	6,230,241	5,617,779	612,462	10.9	5,462,105	768,136	14.1
E07 Cost of other staff	3,613,377	3,335,975	277,401	8.3	3,179,744	433,632	13.6
E08 Indirect employee expenses	340,778	301,214	39,564	13.1	318,132	22,646	7.1
E09 Staff development and training	395,465	381,404	14,061	3.7	342,783	52,682	15.4
E10 Supply teacher insurance	469,392	454,283	15,109	3.3	448,003	21,389	4.8
E12 Building maintenance and improvement	1,142,196	1,181,641	-39,445	-3.3	917,623	224,573	24.5
E13 Grounds maintenance and improvement	155,674	134,287	21,387	15.9	133,015	22,659	17.0
E14 Cleaning and caretaking	846,370	835,381	10,989	1.3	693,053	153,317	22.1
E15 Water and sewerage	273,640	237,297	36,343	15.3	244,241	29,399	12.0
E16 Energy	1,799,285	1,111,644	687,641	61.9	1,174,684	624,601	53.2
E17 Rates	1,389,532	1,445,476	-55,944	-3.9	1,423,101	-33,569	-2.4
E18 Other occupation costs	507,143	498,473	8,670	1.7	433,504	73,639	17.0
E19 Learning resources	3,289,127	2,751,914	537,213	19.5	3,053,316	235,811	7.7
E20 ICT learning resources	645,962	765,880	-119,918	-15.7	681,654	-35,692	-5.2
E21 Examination fees	1,120	928	193	20.8	2,325	-1,205	-51.8
E22 Administrative supplies	868,375	872,848	-4,473	-0.5	725,916	142,459	19.6
E23 Other insurance premiums	183,584	157,487	26,097	16.6	128,931	54,653	42.4
E24 Special facilities	42,092	27,452	14,640	53.3	133,730	-91,638	-68.5
E25 Catering supplies	3,064,880	2,818,297	246,583	8.7	2,715,043	349,837	12.9
E26 Agency supply teaching staff	2,074,277	1,688,699	385,578	22.8	1,547,458	526,819	34.0
E27a Agency education support staff	2,335,338	1,436,393	898,945	62.6	931,380	1,403,958	150.7
E27b Brought in prof services - curriculum	1,721,036	1,671,659	49,377	3.0	1,673,260	47,776	2.9
E28a Brought in prof services - other	1,271,960	1,204,009	67,951	5.6	1,186,518	85,442	7.2
E29 Loan interest	36,759	48,116	-11,357	-23.6	7,905	28,854	365.0
E30 Revenue contribution to capital	792,309	735,412	56,897	7.7	971,657	-179,348	-18.5
Total revenue expenditure	115,441,605	106,633,525	8,808,080	8.3	97,667,080	17,774,524	18.2
Net revenue expenditure	896,918	185,798	711,119		1,348,809	-451,892	
Capital income							
CI01 Capital income	1,219,137	493,533	725,604	147.0	463,286	755,851	163.1
CI04 Direct revenue financing	792,309	735,412	56,897	7.7	971,657	-179,348	-18.5
Total capital income	2,011,446	1,228,945	782,501	63.7	1,434,943	576,503	40.2
Capital expenditure							
CE02 New build, conversion and renovation	1,001,779	890,597	111,182	12.5	1,089,325	-87,546	-8.0
CE03 Vehicles, plant, equipment	402,508	313,525	88,983	28.4	247,490	155,018	62.6
CE04 ICT	135,980	242,456	-106,476	-43.9	479,248	-343,268	-71.6
Total capital expenditure	1,540,267	1,446,578	93,689	6.5	1,816,062	-275,795	-15.2
Net capital spend	-471,179	217,634	-688,813		381,120	-852,299	



Schools Funding Forum 15th June 2023

ITEM 5

Subject Heading:	Dedicated Schools Grant – Year End Balance 2022-23
Report Author:	Nick Carter – Principal Finance Officer (Schools)
Eligibility to vote:	All members

SUMMARY

This report sets out the year end position on expenditure from the Dedicated Schools Grant in 2022-23 and the proposed use of balances in 2023-24.

RECOMMENDATIONS

That the Schools Funding Forum:

- (i) notes the areas of under or overspend from the 2022-23 Dedicated Schools Grant
- (ii) agrees the allocation of funding in financial year 2023-24 as set out in the proposals below

REPORT DETAIL

1. Balance carried forward from 2022-23

Including all earmarked funding from previous financial years, the carry forward balance from centrally retained DSG from 2022-23 into 2023-24 is a deficit of £8.258m. The revised deficit, after commitments have been taken in consideration, at the end of 2021-22 was £4.728m, so the in-year increase was £3.530m.

This is the fourth year that the combined total of all year end balances of activities funded by the DSG has been in deficit. This is due to High Needs costs rising faster than funding

and DSG underspends in other areas being insufficient to cover the overspend in the High Needs Block.

Any local authority that has an overall deficit on its DSG account at the end of the 2022-23 financial year, or whose DSG surplus has substantially reduced during the year, is required to complete the Dedicated School Grant Management Plan or to have an equivalent framework.

The DfE have setup a Delivering Better Value (DBV) in SEND Programme, and this new programme commenced in financial year 2022-23. The programme has been phased, starting with a first tranche of 20 authorities in June 2022, followed by a second tranche of 20 authorities in autumn (2022) and the third tranche of 15 authorities in spring (2023). Havering are in the second tranche which commenced in autumn (2022). The DfE prioritised the programme based on those LAs with significant deficits, ensure a balanced spread of advisers and also specific local authority requests.

A full breakdown of the under and overspends along with proposals for the allocation of underspends for use in 2023-24 is shown in the tables below.

	Under/(Over) spend	Proposals
Funding Block	£000	
Early Years	200	
Provision for 2 year olds	(5)	As agreed, the use of any unspent balances in the Early Years Block is discussed with EYPRG prior to a decision being made
Provision for 3&4 year olds	351	
Provision for Early Inclusion Funding	(162)	
Centrally retained	16	To be determined

Schools Block	135	Offset HN deficit *
Pupil Growth/Falling Rolls	(31)	
Other	166	

De-delegation	(17)	
Maternity	(135)	An increase in the number of staff on maternity leave
Insurance	83	Cost and claims less than previous year; to offset maternity scheme deficit
Free School Meals Checking Service	7	Cost less than previous year; to offset maternity scheme deficit
Trade Union Facility Time	9	Carry-forward to 23-24
EAL	19	Cost less than previous year; to offset maternity scheme deficit

High Needs Block	(8,614)	
In year overspend	(3,886)	Deficit to be partially offset by other DSG underspends
Cary forward of overspent DSG from 21-22 (prior year deficit)	(4,728)	Increases the in-year deficit

Central Schools Support	12	Offset HN deficit *
School Partnerships/SCC	(20)	
Central Services	32	

Other DSG Funding	26	
Balance of additional grants	26	Released in 2023-24

TOTAL	(8,258)	2022-23	In year change
		(4,728)	(3,530)

Committed for 2023-24

Trade Union Facility Time	9
Additional grants to be released	26
Total commitments	35

Early Years central retention	16
Balance of early years grant	184
To be determined	200

Revised DSG cfwd to HN Block	(8,493)
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Reconciliation of offset of HN deficit

HN deficit	(8,614)
Schools Block	135
Central Schools Support	8
Other Block Adjustments	(22)
HN deficit carried forward	(8,493)

Agenda Item 6



Schools Funding Forum 15th June 2023

ITEM 6

Subject Heading:

Section 251 Budget submission 2023-24

Report Author:

Nick Carter – Principal Finance Officer (Schools)

Eligibility to vote:

All members

SUMMARY

This report presents the Section 251 budget statement for financial year 2023-24.

RECOMMENDATIONS

To receive the Section 251 budget statements.

REPORT DETAIL

Local authorities are required under Section 251 of the Apprenticeships, Skills, Children and Learning Act 2009 to prepare and submit an education and children and young people's services budget statement to the Department for Education by 30th April each year.

The statement is intended to provide a clear picture of the LA's planned spending on its schools budget, de-delegated items, high needs budget, early years budget, and central provision funded both from the Dedicated Schools Grant and from the Council's general fund for education and children and young people's services.

All LAs in England are required to prepare this statement in a common format. The statements are used by the Department for Education for the publication of

statistics, for constructing benchmarking tables for local authorities, and for answering Parliamentary Questions and other requests for data.

The Section 251 budgets statements submitted by Havering for 2023-24 are shown in Appendices A to C

LA Table: FUNDING PERIOD (2023-24)

Department for Education Section 251 Financial Data Collection

Report produced on 28/04/2023 22:09:50

Local Authority: 311 Havering

Description	Early Years	Primary	Secondary	SEN/ Special Schools	AP/ PRUs	Post School	Gross	Income	Net
1.0.1 Individual Schools Budget (before academy recoupment), including sixth form grant for maintained schools, but excluding high needs place funding	£20,996,902.00	£111,852,730.00	£104,183,081.00				£237,032,713.00		£237,032,713.00
1.0.2 High needs place funding within Individual Schools Budget (before academy recoupment), excluding funding for 16-19 academies and free schools and FE colleges and independent learning providers	£0.00	£836,333.00	£192,000.00	£3,914,167.00	£410,000.00		£5,352,500.00		£5,352,500.00
1.1.1 Contingencies		£190,124.00	£0.00				£190,124.00	£0.00	£190,124.00
1.1.2 Behaviour support services		£190,228.00	£0.00				£190,228.00	£0.00	£190,228.00
1.1.3 Support to UPEG and bilingual learners		£106,736.00	£0.00				£106,736.00	£0.00	£106,736.00
1.1.4 Free school meals eligibility		£30,353.00	£0.00				£30,353.00	£0.00	£30,353.00
1.1.5 Insurance		£345,680.00	£0.00				£345,680.00	£0.00	£345,680.00
1.1.6 Museum and Library services		£0.00	£0.00				£0.00	£0.00	£0.00
1.1.7 Licences/subscriptions		£0.00	£0.00				£0.00	£0.00	£0.00
1.1.8 Staff costs – supply cover excluding cover for facility time		£602,693.00	£0.00				£602,693.00	£0.00	£602,693.00
1.1.9 Staff costs – supply cover for facility time		£45,457.00	£0.00				£45,457.00	£0.00	£45,457.00
1.2.1 Top-up funding – maintained schools	£0.00	£7,639,215.00	£0.00	£4,129,464.00	£0.00		£11,768,679.00	£0.00	£11,768,679.00
1.2.2 Top-up funding – academies, free schools and colleges	£0.00	£2,121,730.00	£5,678,303.00	£4,609,250.00	£800,000.00	£2,590,000.00	£15,799,283.00	£0.00	£15,799,283.00
1.2.3 Top-up and other funding – non-maintained and independent providers	£0.00	£0.00	£0.00	£3,100,000.00	£0.00	£1,050,000.00	£4,150,000.00	£0.00	£4,150,000.00
1.2.4 Additional high needs targeted funding for mainstream schools and academies	£0.00	£617,429.00	£219,264.00				£836,693.00	£0.00	£836,693.00
1.2.5 SEN support services	£725,739.00	£469,012.00	£699,703.00	£13,844.00	£0.00	£0.00	£1,908,298.00	£0.00	£1,908,298.00
1.2.6 Hospital education services				£0.00	£110,365.00		£110,365.00	£0.00	£110,365.00
1.2.7 Other alternative provision services	£0.00	£357,359.00	£871,710.00	£111.00	£73,880.00	£0.00	£1,303,060.00	£0.00	£1,303,060.00
1.2.8 Support for inclusion	£0.00	£72,353.00	£107,942.00	£0.00	£0.00	£0.00	£180,295.00	£0.00	£180,295.00
1.2.9 Special schools and PRUs in financial difficulty				£0.00	£0.00		£0.00	£0.00	£0.00
1.2.10 PFI/ BSF costs at special schools, AP/ PRUs and Post 16 institutions only				£0.00	£0.00	£0.00	£0.00	£0.00	£0.00
1.2.11 Direct payments (SEN and disability)	£0.00	£103,063.00	£21,064.00	£1,285.00	£0.00	£33,233.00	£158,645.00	£0.00	£158,645.00
1.2.13 Therapies and other health related services	£0.00	£0.00	£0.00	£375,000.00	£0.00	£0.00	£375,000.00	£0.00	£375,000.00
1.3.1 Central expenditure on early years entitlement	£790,000.00						£790,000.00	£0.00	£790,000.00
1.4.1 Contribution to combined budgets	£0.00	£127,196.00	£20,000.00	£0.00	£0.00		£147,196.00	£0.00	£147,196.00
1.4.2 School admissions	£0.00	£216,934.00	£323,636.00	£6,403.00	£0.00		£546,973.00	£0.00	£546,973.00
1.4.3 Servicing of schools forums	£7,269.00	£14,782.00	£22,053.00	£436.00	£7.00		£44,547.00	£0.00	£44,547.00
1.4.4 Termination of employment costs	£0.00	£0.00	£0.00	£0.00	£0.00		£0.00	£0.00	£0.00

Description	Early Years	Primary	Secondary	SEN/ Special Schools	AP/ PRUs	Post School	Gross	Income	Net
1.4.5 Falling Rolls Fund	£0.00	£206,725.00	£0.00	£0.00	£0.00		£206,725.00	£0.00	£206,725.00
1.4.6 Capital expenditure from revenue (CERA)	£0.00	£0.00	£0.00	£0.00	£0.00		£0.00	£0.00	£0.00
1.4.7 Prudential borrowing costs	£0.00	£0.00	£0.00	£0.00	£0.00		£0.00	£0.00	£0.00
1.4.8 Fees to independent schools without SEN	£0.00	£0.00	£0.00	£0.00	£0.00		£0.00	£0.00	£0.00
1.4.9 Equal pay - back pay	£0.00	£0.00	£0.00	£0.00	£0.00		£0.00	£0.00	£0.00
1.4.10 Pupil growth	£0.00	£1,992,633.00	£483,163.00	£0.00	£0.00		£2,475,796.00	£0.00	£2,475,796.00
1.4.11 SEN transport	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00
1.4.12 Exceptions agreed by Secretary of State	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00
1.4.13 Infant class sizes		£48,826.00					£48,826.00	£0.00	£48,826.00
1.4.14 Other Items	£35,026.00	£71,227.00	£106,261.00	£2,102.00	£35.00	£0.00	£214,651.00		£214,651.00
1.5.1 Education welfare service							£113,159.00	£0.00	£113,159.00
1.5.2 Asset management							£43,773.00	£0.00	£43,773.00
1.5.3 Statutory/ Regulatory duties							£585,525.00	£0.00	£585,525.00
1.6.1 Central support services							£0.00	£0.00	£0.00
1.6.2 Education welfare service							£0.00	£0.00	£0.00
1.6.3 Asset Management							£40,617.00	£0.00	£40,617.00
1.6.4 Statutory/ Regulatory duties							£242,328.00	£0.00	£242,328.00
1.6.5 Premature retirement cost/ Redundancy costs (new provisions)							£0.00	£0.00	£0.00
1.6.6 Monitoring national curriculum assessment							£39,235.00	£0.00	£39,235.00
1.6.7 School Improvement							£88,321.00	£0.00	£88,321.00
1.7.1 Other Specific Grants	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00
1.8.1 TOTAL SCHOOLS BUDGET (before Academy recoupment)	£22,554,936.00	£128,258,818.00	£112,928,180.00	£16,152,062.00	£1,394,287.00	£3,673,233.00	£286,114,474.00	£0.00	£286,114,474.00
1.9.1 Estimated Dedicated Schools Grant for 2023-24 (before academy recoupment), excluding high needs place funding for 16-19 academies and free schools and FE colleges and independent learning providers							£286,114,475.00		
1.9.2 Dedicated Schools Grant brought forward from 2022-23 (please show a deficit as a negative)							£-8,239,687.00		
1.9.3 Dedicated Schools Grant carry forward to 2024-25 (please show a deficit as a positive)							£8,239,687.00		
1.9.4 Grant for maintained school sixth forms							£0.00		
1.9.5 Local Authority additional contribution							£0.00		
1.9.6 Total funding supporting the Schools Budget (the sum of lines 1.9.1 to 1.9.5)							£286,114,475.00		
1.10.1 Academy recoupment from the Dedicated Schools Grant of schools block funding (show as a negative)							£-131,915,663.00		
1.10.2 Academy recoupment from the Dedicated Schools Grant of high needs place funding shown under line 1.0.2 (show as a negative)							£-3,138,167.00		
2.0.1 Central support services							£296,325.00	£367,127.00	£-70,802.00
2.0.2 Education welfare service							£130,000.00	£130,000.00	£0.00
2.0.3 School improvement							£428,681.00	£0.00	£428,681.00
2.0.4 Asset management - education							£195,730.00	£0.00	£195,730.00
2.0.5 Statutory/ Regulatory duties - education							£114,802.00	£2,340.00	£112,462.00

Description	Early Years	Primary	Secondary	SEN/ Special Schools	AP/ PRUs	Post School	Gross	Income	Net
2.0.6 Premature retirement cost/ Redundancy costs (new provisions)							£0.00	£0.00	£0.00
2.0.7 Monitoring national curriculum assessment							£0.00	£0.00	£0.00
2.1.1 Educational psychology service							£864,390.00	£0.00	£864,390.00
2.1.2 SEN administration, assessment and coordination and monitoring							£1,573,788.00	£0.00	£1,573,788.00
2.1.3 Independent Advice and Support Services (Parent partnership), guidance and information							£103,730.00	£0.00	£103,730.00
2.1.4 Home to school transport (pre 16): SEN transport expenditure	£0.00	£0.00	£0.00	£2,016,780.00	£0.00		£2,016,780.00	£0.00	£2,016,780.00
2.1.5 Home to school transport (pre 16): mainstream home to school transport expenditure	£0.00	£125,240.00	£0.00	£0.00	£0.00		£125,240.00	£0.00	£125,240.00
2.1.6 Home to post-16 provision: SEN/ LLDD transport expenditure (aged 16-18)			£0.00	£76,371.00	£0.00	£148,250.00	£224,621.00	£0.00	£224,621.00
2.1.7 Home to post-16 provision: SEN/ LLDD transport expenditure (aged 19-25)			£0.00	£82,735.00	£0.00	£160,604.00	£243,339.00	£0.00	£243,339.00
2.1.8 Home to post-16 provision transport: mainstream home to post-16 transport expenditure			£0.00	£0.00	£0.00	£0.00	£0.00	£0.00	£0.00
2.1.9 Supply of school places							£247,990.00	£0.00	£247,990.00
2.2.1 Other spend not funded from the Schools Budget							£0.00	£0.00	£0.00
2.3.1 Young people's learning and development			£117,957.00	£19,660.00	£6,553.00	£0.00	£144,170.00	£0.00	£144,170.00
2.3.2 Adult and Community learning							£2,080,650.00	£1,835,286.00	£245,364.00
2.3.3 Pension costs							£416,420.00	£0.00	£416,420.00
2.3.4 Joint use arrangements							£0.00	£0.00	£0.00
2.3.5 Insurance							£0.00	£0.00	£0.00
2.4.1 Other Specific Grant							£0.00	£0.00	£0.00
2.5.1 Total Other education and community budget							£9,206,656.00	£2,334,753.00	£6,871,903.00
3.0.1 Funding for individual Sure Start Children's Centres							£601,560.00	£270,130.00	£331,430.00
3.0.2 Funding for local authority provided or commissioned area wide services delivered through Sure Start Children's Centres							£0.00	£0.00	£0.00
3.0.3 Funding on local authority management costs relating to Sure Start Children's Centres							£0.00	£0.00	£0.00
3.0.4 Other spend on children under 5							£6,890.00	£0.00	£6,890.00
3.0.5 Total Sure Start children's centres and other spend on children under 5							£608,450.00	£270,130.00	£338,320.00
3.1.1 Residential care							£3,319,047.00	£0.00	£3,319,047.00
3.1.2a Fostering services (excluding fees and allowances for LA foster carers)							£5,563,961.00	£0.00	£5,563,961.00
3.1.2b Fostering services (fees and allowances for LA foster carers)							£2,547,389.00	£0.00	£2,547,389.00
3.1.3 Adoption services							£1,278,561.00	£0.00	£1,278,561.00
3.1.4 Special guardianship support							£1,469,710.00	£0.00	£1,469,710.00
3.1.5 Other children looked after services							£2,026,866.00	£0.00	£2,026,866.00
3.1.6 Short breaks (respite) for looked after disabled children							£0.00	£0.00	£0.00
3.1.7 Children placed with family and friends							£323,433.00	£0.00	£323,433.00
3.1.8 Education of looked after children	£14,205.00	£28,885.00	£43,093.00	£853.00	£14.00		£87,050.00	£0.00	£87,050.00
3.1.9 Leaving care support services							£3,539,371.00	£0.00	£3,539,371.00
3.1.10 Asylum seeker services children							£313,989.00	£0.00	£313,989.00

Description	Early Years	Primary	Secondary	SEN/ Special Schools	AP/ PRUs	Post School	Gross	Income	Net
3.1.11 Total Children Looked After	£14,205.00	£28,885.00	£43,093.00	£853.00	£14.00		£20,469,377.00	£0.00	£20,469,377.00
3.2.1 Other children and families services							£732,960.00	£0.00	£732,960.00
3.3.1 Social work (including LA functions in relation to child protection)							£12,946,620.00	£0.00	£12,946,620.00
3.3.2 Commissioning and Children's Services Strategy							£3,633,161.00	£0.00	£3,633,161.00
3.3.3 Local Safeguarding Children Board							£171,730.00	£0.00	£171,730.00
3.3.4 Total Safeguarding Children and Young People's Services							£16,751,511.00	£0.00	£16,751,511.00
3.4.1 Direct payments							£696,230.00	£0.00	£696,230.00
3.4.2 Short breaks (respite) for disabled children							£993,150.00	£0.00	£993,150.00
3.4.3 Other support for disabled children							£0.00	£0.00	£0.00
3.4.4 Targeted family support							£2,708,722.00	£0.00	£2,708,722.00
3.4.5 Universal family support							£0.00	£0.00	£0.00
3.4.6 Total Family Support Services							£4,398,102.00	£0.00	£4,398,102.00
3.5.1 Universal services for young people							£1,006,496.00	£272,790.00	£733,706.00
3.5.2 Targeted services for young people							£96,190.00	£0.00	£96,190.00
3.5.3 Total Services for young people							£1,102,686.00	£272,790.00	£829,896.00
3.6.1 Youth justice							£1,007,059.00	£270,740.00	£736,319.00
4.0.1 Capital Expenditure from Revenue (CERA) (Non-schools budget functions and Children's and young people services)							£0.00	£0.00	£0.00
5.0.1 Total Schools Budget and Other education and community budget (excluding CERA) (lines 1.8.1 and 2.5.1)							£295,321,130.00	£2,334,753.00	£292,986,377.00
5.0.2 Total Children and Young People's Services and Youth Justice Budget (excluding CERA)(lines 3.0.5 + 3.1.11 + 3.2.1 + 3.3.4 + 3.4.6 + 3.5.3 + 3.6.1)							£45,070,145.00	£813,660.00	£44,256,485.00
6 Total Schools Budget, Other education and community budget, Children and Young People's Services and Youth Justice Budget (excluding CERA) (lines 5.0.1 + 5.0.2)							£340,391,275.00	£3,148,413.00	£337,242,862.00
7 Capital Expenditure (excluding CERA)	£1,589,593.00	£15,512,783.00	£5,841,908.00	£808,268.00	£269,423.00		£24,021,975.00	£0.00	£24,021,975.00
8a.1 Substance misuse services (Drugs, Alcohol and Volatile substances) (included in 3.5.1 and 3.5.2 above)							£0.00	£0.00	£0.00
8a.2 Teenage pregnancy services (included in 3.5.1 and 3.5.2 above)							£0.00	£0.00	£0.00
1.8.1a DSG Block Planned Expenditure							Allocated DSG funding	Planned Spend	Net
Schools (before academy recoupment)							£221,797,915.00	£220,688,926.00	£1,108,989.00
Central School Services							£1,695,829.00	£1,695,829.00	£0.00
High Needs (excluding post school)							£40,833,829.00	£41,942,818.00	-£1,108,989.00
Early Years							£21,786,902.00	£21,786,902.00	£0.00
Total							£286,114,475.00	£286,114,475.00	£0.00

EY Proforma Table: FUNDING PERIOD (2023-24)

Department for Education Section 251 Financial Data Collection

Report produced on 28/04/2023 22:08:12

Local Authority: 311 Havering

Row Heading	Description	Unit Value (£)			Unit Applied	Number of Units (Universal 15 hours)			Number of Units (Additional 15 hours)			Anticipated Budget (£)			TOTAL	99.4%
		PVI	Nursery School	Primary Nursery Class		PVI	Nursery School	Primary Nursery Class	PVI	Nursery School	Primary Nursery Class	PVI	Nursery School	Primary Nursery Class		
1. EYSFF (3 & 4 year olds) Base Rate(s) per hour, per	3/4 year old Universal/Extended Base Rate	£5.34		£5.34	PerHour	1,703,743.93		597,155.16	762,360.00		267,204.21	£13,168,995		£4,615,679	£17,784,674	
Row Heading	Description	Unit Value (£)			Unit Applied	Number of Units (Universal & Additional 15 hours)			Anticipated Budget (£)			TOTAL				
		PVI	Nursery School	Primary Nursery Class		PVI	Nursery School	Primary Nursery Class	PVI	Nursery School	Primary Nursery Class					
2a. EYSFF (3 & 4 year olds) Supplements (supply a note	Band A - Pupils in the most deprived 2.5% of LSOAs	£0.77		£0.77	PerHour	26,305.45					29,282.85	£20,255		£22,548	£42,803	
2a. EYSFF (3 & 4 year olds) Supplements (supply a note	Band B - Pupils in the next 5% most deprived LSOAs	£0.58		£0.58	PerHour	26,199.70					36,357.87	£15,196		£21,088	£36,283	
2a. EYSFF (3 & 4 year olds) Supplements (supply a note	Band C - Pupils in the next 5% most deprived LSOAs	£0.55		£0.55	PerHour	41,867.86					36,724.29	£23,027		£20,198	£43,226	
2a. EYSFF (3 & 4 year olds) Supplements (supply a note	Band D - Pupils in the next 5% most deprived LSOAs	£0.50		£0.50	PerHour	116,451.00					58,824.00	£58,226		£29,412	£87,638	
2a. EYSFF (3 & 4 year olds) Supplements (supply a note	Band E - Pupils in the next 10% most deprived LSOAs	£0.32		£0.32	PerHour	219,064.63					115,680.14	£70,101		£37,018	£107,118	
2a. EYSFF (3 & 4 year olds) Supplements (supply a note	Band F - Pupils in the next 10% most deprived LSOAs	£0.26		£0.26	PerHour	330,544.09					126,217.00	£85,941		£32,816	£118,758	
2b. EYSFF (3 & 4 year olds) Supplements (supply a note	Quality – Mainstream Schools TPPG Transition			£0.17	PerHour						831,060.00			£141,280	£141,280	
2c. EYSFF (3 & 4 year olds) Supplements (supply a note	No budget lines entered															
2d. EYSFF (3 & 4 year olds) Supplements (supply a note	No budget lines entered															
2e. EYSFF (3 & 4 year olds) Supplements (supply a note	No budget lines entered															
Funding provided through supplements:															3.1%	
3. EYSFF (3 & 4 year olds) Maintained nursery school	No budget lines entered															
4. EYSFF (3 & 4 year olds) Hours above universal/	No budget lines entered															
TOTAL FUNDING FOR EARLY YEARS SINGLE FUNDING FORMULA (3 & 4 YEAR OLDS):															£18,361,780	
5. EYSFF (2 year olds) Base Rate(s) per hour, per provider	2 year old Base Rate	£6.46		£6.46	PerHour	291,429.34					15,398.06	£1,882,634		£99,471	£1,982,105	
6a. EYSFF (2 year olds) Two year old supplements Quality	No budget lines entered															
6b. EYSFF (2 year olds) Two year old supplements Other	No budget lines entered															
TOTAL FUNDING FOR EARLY YEARS SINGLE FUNDING FORMULA (2 YEAR OLDS):															£1,982,105	
7a (i) SEN Inclusion Fund - 3 & 4 Year Olds (Mandatory) -	SENIF Inclusion Fund - £5.34 per hour - Notional SPLIT											£315,033		£105,011	£420,044	
7a (ii) SEN Inclusion Fund - 3 & 4 Year Olds (Mandatory) -	SENIF Complex Needs Fund - £5.82 per hour - Notional SPLIT											£111,962		£37,321	£149,283	
7b (i) SEN Inclusion Fund - 2 Year Olds (if applicable) -	No budget lines entered															
7b (ii) SEN Inclusion Fund - 2 Year Olds (if applicable) -	No budget lines entered															

Row Heading	Description	Unit Value (£)			Unit Applied	Number of Units (Universal & Additional 15 hours)			Anticipated Budget (£)			
		PVI	Nursery School	Primary Nursery Class	Unit Type	PVI	Nursery School	Primary Nursery Class	PVI	Nursery School	Primary Nursery Class	TOTAL
TOTAL FUNDING FOR SEN INCLUSION FUND (TOP-UP GRANT ELEMENT):												£569,327
8a. Early years contingency funding - 3 & 4 Year Olds	n/a											
8b. Early years contingency funding - 2 Year Olds	n/a											
9a. Early years centrally retained funding - 3 & 4 Year Olds	Central Support Services for the delivery of the entitlement										£790,000	
9b. Early years centrally retained funding - 2 Year Olds	n/a											
TOTAL FUNDING FOR EARLY YEARS CENTRAL EXPENDITURE:												£790,000
10. Early years pupil premium - 3 & 4 Year Olds											£120,365	
11. Disability access fund - 3 & 4 Year Olds											£112,608	

Calculation of pass-through rate

Calculation	Description	Amount	
A	1. EYSFF (3 & 4 year olds) Base Rate(s) per hour, per provider type	£17,784,674	
	2a. EYSFF (3 & 4 year olds) Supplements (supply a note for your supplement payment) -	£435,826	
	2b. EYSFF (3 & 4 year olds) Supplements (supply a note for your supplement payment) -	£141,280	
	2c. EYSFF (3 & 4 year olds) Supplements (supply a note for your supplement payment) -	£0	
	2d. EYSFF (3 & 4 year olds) Supplements (supply a note for supplement payment) -	£0	
	2e. EYSFF (3 & 4 year olds) Supplements (supply a note for your supplement payment) -	£0	
	3. EYSFF (3 & 4 year olds) Maintained nursery school (MNS) lump sums (if applicable)	£0	
	7a (i) SEN Inclusion Fund - 3 & 4 Year Olds (Mandatory) - Funding allocated from EY Block	£420,044	
	7a (ii) SEN Inclusion Fund - 3 & 4 Year Olds (Mandatory) - Funding allocated from HN	£149,283	
	8a. Early years contingency funding - 3 & 4 Year Olds	£0	
	Subtotal =	£18,931,107	
		DfE quantum allocation to local authority of MNS supplementary funding (published in the	£0
		Planned total base rate hours for universal 15 and additional 15 hours for 3 and 4 year olds	3,330,463
		Equivalent average rate to providers for three-and four-year old entitlement hours = (A-B) / C	£5.68
	LA EYNFF hourly rate for three-and four-year olds (published in the DSG allocations tables)	£5.72	
	Test of meeting requirement = (D / E) * 100%	99.4%	

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S251 Budget 2023-24 - High Needs Places Table Report

Department for Education Section 251 Financial Data Collection

Report produced on 28/04/2023 22:09:27

Local Authority: 311 Havering

School Name	DfE Number	Is School/Unit Opening/Closing In-Year?	Date Opening Closing	Type of Establishment	Special Educational Needs (SEN) Places		SEN Place Funding	Alternative Provision (AP) Places		AP Place Funding	Hospital Education Places		Hospital Education Place Funding	Total Place Funding
					April 2023 to August 2023	September 2023 to March 2024	April 2023 to March 2024 (£)	April 2023 to August 2023	September 2023 to March 2024	April 2023 to March 2024 (£)	April 2023 to August 2023	September 2023 to March 2024	April 2023 to March 2024 (£)	April 2023 to March 2024
Clockhouse Primary School	2038			Mainstream	20.00	20.00	£168,000.00							£168,000.00
Nelmes Primary School	2086			Mainstream	12.00	12.00	£72,000.00							£72,000.00
Mead Primary School	2087			Mainstream	12.00	12.00	£72,000.00							£72,000.00
The R J Mitchell Primary School	2093			Mainstream	21.00	21.00	£154,000.00							£154,000.00
St Edward's Church of England Voluntary Aided Primary School	3301	Open	01/09/2023	Mainstream	0.00	12.00	£70,000.00							£70,000.00
Corbets Tey School	7000			Special	155.00	155.00	£1,550,000.00							£1,550,000.00
Grand Total:					220.00	232.00	£2,086,000.00							£2,086,000.00



Schools Funding Forum 15th June 2023

ITEM 7

Subject Heading:

Cost pressures in education settings

Report Author:

**Nick Carter Principal Finance Officer
(Schools)**

Eligibility to vote:

All representatives

SUMMARY

This report considers some of the cost pressures facing education settings at the current time.

RECOMMENDATIONS

That the Schools Funding Forum notes the report.

REPORT DETAIL

Introduction

At the end of the 2022-23 financial year, 15 local authority maintained schools had a budget deficit, a rise of six schools on the previous year. The number of schools in deficit is still slightly below the figure for 2019-20 before the pandemic which eased budget pressures for some schools.

Education settings continue to face costs pressures unprecedented since the delegation of funding to schools in 1990 and the introduction of funded Early Years provision. Whilst most of the focus has been on the impact of teachers' pay and the cost of energy, school budgets have also been impacted by increases in the cost of

services and resources. The largest cost pressure for many schools and Early Years providers, however, is support staff salaries. This is the result of pay rises and also for many schools the need to engage additional staff to support pupils with High Needs.

Additional funding provided

For 2022-23 the DfE introduced the schools supplementary grant for primary and secondary schools stating that this was intended to help schools meet cost pressures. The school supplementary grant was consolidated into National Funding Formula rates for 2023-24 budgets.

In the 2022 Autumn Statement it was announced that the core school budget would be increased by £2 billion in the 2023-24 financial year, over and above totals announced at the Spending Review 2021. An additional £1.6m has been allocated to primary and secondary schools through the mainstream schools additional grant (MSAG). LA maintained schools have received funding for the 2023-24 financial year. Academies will receive funding for a 17 months period April 2023 – August 2024. Funding will then be consolidated into 2024-25 budgets.

In the 2023 Budget an extra £204m was announced for Early Years to be added to the funding for 2 and 3&4 year olds.

When setting budgets for 2023-24 schools have found the increased funding made available has not been sufficient to cover increases in costs. MSAG represents a 3.5% rise on funding delivered through the National Funding Formula, with primary schools in Havering receiving a median sum of £63k and secondary schools a median sum of £212k.

Teaching Staff Pay

The School Teacher's Review Body (STRB) has been passed to the Secretary of State for Education and it is widely reported that it will recommend a 6.5% pay increase for teaching staff for 2023-24. It is likely that this includes a starting salary of £30,000 (£34,000 in outer London) with a general rise of around 6%. It is not known yet whether the Government will accept the recommendations although when trade unions rejected an earlier offer, averaging 4.5%, the Secretary of State indicated that the decision should be left to the pay review body.

In their submission to the pay review body, the DfE stated that an award of 3.5% was manageable within school budgets. This comprised a 3% rise for experienced teachers and an increase in starting salary to £30,000 (£34,000 in outer London). When making the offer averaging 4.5% in March the DfE judged that a pay rise of 4% was now affordable within school budgets. A fall in energy prices was sated as a reason for the change.

The DfE is likely to be in negotiations with the Treasury about the funding of a 6.5% pay rise. If additional money is secured it is reasonable to expect that schools will receive additional funding to cover the gap between the 6.5% recommendation and the 4.0% the DfE now assesses as affordable.

Salary calculators provided by the Local Authority to subscribing schools included an increase of 5% with a starting salary of £34,000, which schools were able to

change. If the recommendation is for a 6.5% rise, and if the schools are funded for the difference between a 6.5% rise and a 4% 'manageable' rise, this will leave schools who have used the salary calculators with a slightly improved budget position. They will receive funding for 1% of the 5% rise for which they have budgeted. Whilst this could equal around £50k for a secondary academy, the figure for an LA maintained primary, where the pay award falls five months into the financial year, is likely to be closer to £8k.

Support Staff Pay

The employers' association have made an offer of a flat rate £1,925 on all spinal points 2 to 43 with a rise of 3.88% on points 44 and above. The offer of £1,925 from 1 April 2023 matches the rise from April 2022. A rise in the national rate of £1,925 in April 2023 became an increase of £2,229 when applied to outer London. It is likely that the same thing would happen again. The trade unions have rejected the offer. In 2023 Unison adopted a neutral stance when the offer was put to members. This year they are recommending rejection and are balloting member on taking industrial action.

A rise of £2,229 translates to a percentage rise as follows:

Spinal point	April 2022 £	April 2023 (offered) £	% rise
5	24,804	22,073	9.0
9	26,472	28,701	8.4
15	29,214	31,433	7.6
24	33,819	36,048	6.6
29	37,725	39,954	5.9
39	47,805	50,034	4.7

The spinal points shown are some of the most frequently occurring in schools. Salary calculators supplied to subscribing schools included a rise of £2,229 in line with the offer made.

The effect of this, in terms of cash, will vary. For an academy it will impact on their 2022-23 budget as well as 2023-24 budget. Schools with a higher number of pupils with an EHCP are likely to face a larger increase as they will employ a greater number of teaching assistants. Looking at LA maintained primary schools the impact of a £2,229 pay rise averages £70k, which alone is more than the average value of the Mainstream Schools Additional Grant received. The pay increase will be felt hardest by special schools, where support staff numbers are highest, and the increase in cost could be as high as £1/4m.

Pay rises for support staff have been driven in the last two year by increases in the national living wage and the need to ensure that the lowest pay point, on the 'rest of England' scales, stays above this. Outside of London £1,925 per annum, the value of the April 2022 increase and the 2023 offer, equals exactly £1 an hour.

Another driver of pay increases is recruitment. Many schools are experiencing recruitment difficulties with other occupations offering similar or higher rates for less demanding work.

Increases in the national living wage have also impacted early years PVI providers. The national living wage rose by 6.6% in April 2022 and by 9.7% in April 2023. Many providers find they now have to offer well above the living wage in order to attract staff. The expansion of funded childcare may add to recruitment difficulties.

Support staff employer pension contributions

There has been some relief for LA maintained schools in the form of lower employer contributions to the Local Government Pension Scheme. Rates fell from 30.9% in 2022-23 to 27.5% in 2023-24 and will fall again in two years time to 26.5%. Employer contribution rates for academies are separately assessed although some have reported similar falls.

Energy

The impact on budgets of energy prices will depend on type of contract the school has. LA maintained schools in the Council's corporate energy contracts benefitted from fixed prices between April 2023 and March 2024. This has resulted, however, in rises in the fixed rate for 2023-24 of 130% for electricity and 150% for gas. This contradicts the DfE assertion that schools are benefitting from falling energy costs.

Most schools and academies outside of the Council contract are on some form of fixed rate tariff. This means that falling energy prices generally may not result in reduced costs. When current contracts expire the going rate may still be higher than the previous fixed rate.

The impact on budgets

Cost pressures will see more schools facing financial difficulty if additional funding is not forthcoming. There has been no indication of additional funding from the DfE to offset the rise in support staff salaries, not all schools will benefit straight away from falling energy prices and general inflation is not falling as quickly as projected.



Schools Funding Forum 15th June 2023

ITEM 8

Subject Heading:

Early Years – future entitlement to funded provision and funding changes

Report Author:

**Nick Carter – Principal Finance Officer
Schools**

Eligibility to vote:

All forum members

SUMMARY

This report outlines the proposed changes in the entitlement to funded Early Years provision and what is currently known about funding.

RECOMMENDATIONS

That the Schools Funding Forum notes the report

REPORT DETAIL

The information in this report was presented to Early Years providers at the summer 2023 preparation briefing on 21 April 2023.

2023-24 funding rates

Current funding rates for Early Years are shown at Appendix A. These are the rates agreed by the Forum at their meeting held on 9 February 2023 with the exception of the funding rate for pupils with complex needs.

The High Needs task and finish group, charged with examining High Needs funding rates for 2023-24, felt that the total funding per hour that an early years setting receives for a child with an Education Health Care Plan (EHCP) should match the £16.50 received by schools. Complex needs funding is provided to Early Years settings for pupils with an EHCP. To achieve the total rate of £16.50 per hour the complex needs funding rate for 2023-24 was

increased from £3.20 to £5.82. For a child with an EHCP, settings will receive £5.34 base rate funding, £5.34 inclusion funding and £5.82 complex needs funding making a total of £16.50 per hour.

Future years

In the Autumn 2021 Spending Review, the Government announced additional funding for Early Years follows:

2022-23 £160m,
2023-24 £180m
2024-25 £170m

For 2023-24 an additional £20m was allocated to Early Years nationally to help meet the cost of the National Living Wage increase. This was applied via a year to year funding protection for local authorities of +1%.

In the spring budget 2023 the Government announced the following changes, in what it described as a 'childcare revolution':

Autumn 2023	<ul style="list-style-type: none"> * Childminder grants become available * £204m invested into 3/4yo and 2yo funding rate * Staff:child 2yo ratio change (1:5 from 1:4)
April 24	<ul style="list-style-type: none"> * 15 hours for working parents of 2-year-olds introduced * £288m invested into 3/4yo and 2yo funding rates
September 24	<ul style="list-style-type: none"> * National wraparound support begins * 15 hours for working parents of children 9 months plus introduced
September 25	<ul style="list-style-type: none"> * 30 hours for all working parents of children from 9 months to primary school age introduced
September 26	<ul style="list-style-type: none"> * All schools to offer 8am-6pm wraparound on their own or in partnership

The £204m additional investment in the current financial year is intended to provide a 30% increase in 2 year old funding and an inflation increase to 3 & 4 year old funding. This will take the average national funding rates for local authorities from £6.00 to £8.00 an hour for 2 year olds and from £5.29 to £5.50 for 3 & 4 year olds. Details will be confirmed by the DfE in late summer or early autumn 2023.

Provisional figures released by the DfE indicate that for financial year 2024-25 the average funding rate for local authorities will be around £11 per hour for under 2 year olds and around £8 per hour for two year olds.

A table showing the roll out stages of the changes in funded entitlement is shown at Appendix B.

Funding Factor	Funded age of the child	Funded Rate
Factor 1 Base rate	Two year olds (includes an in-built deprivation rate)	£6.46 per hour
	Three and four year olds Universal 15 hours funding Extended 30 hours funding	£5.34 per hour
Factor 2 Deprivation Funding rate	Three and four year olds	IDACI A - £0.77 per hour IDACI B - £0.58 per hour IDACI C - £0.55 per hour IDACI D - £0.50 per hour IDACI E - £0.32 per hour IDACI F - £0.26 per hour
Factor 3 Early Years Pupil Premium (EYPP)	Three and four year olds	£0.62 per hour
Factor 4 Disability Access Funding (DAF)	Three and four year olds	£828 per annum
Factor 5 Inclusion Fund	Two, Three and Four year olds	£5.34 per hour
	Two, Three and Four year olds (Complex Needs/EHCP)	£5.82 per hour

Roll-out Stage		Current	Stage 1	Stage 2	Stage 3
Date		01/04/2023	01/04/2024	01/09/2024	01/09/2025
0 months to 9 months old	All	n/a	n/a	n/a	n/a
9 months to 12 months old	Working Parents/Carers	n/a	n/a	15 hours	30 hours
1 year olds	Benefits related	n/a	n/a	n/a	n/a
	SEND (e.g. DLA, EHCP, etc.)	n/a	n/a	n/a	n/a
	LAC	n/a	n/a	n/a	n/a
	Post-LAC (e.g. SGO, etc.)	n/a	n/a	n/a	n/a
	Working Parents/Carers	n/a	n/a	15 hours	30 hours
2 year olds	Benefits related	15 hours	15 hours	15 hours	15 hours
	SEND (e.g. DLA, EHCP, etc.)	15 hours	15 hours	15 hours	15 hours
	LAC	15 hours	15 hours	15 hours	15 hours
	Post-LAC (e.g. SGO, etc.)	15 hours	15 hours	15 hours	15 hours
	Working Parents/Carers	n/a	15 hours	15 hours	30 hours
3 year olds	Benefits related	15 hours	15 hours	15 hours	15 hours
	SEND (e.g. DLA, EHCP, etc.)	15 hours	15 hours	15 hours	15 hours
	LAC	15 hours	15 hours	15 hours	15 hours
	Post-LAC (e.g. SGO, etc.)	15 hours	15 hours	15 hours	15 hours
	Working Parents/Carers	30 hours	30 hours	30 hours	30 hours
4 year olds	Benefits related	15 hours	15 hours	15 hours	15 hours
	SEND (e.g. DLA, EHCP, etc.)	15 hours	15 hours	15 hours	15 hours
	LAC	15 hours	15 hours	15 hours	15 hours
	Post-LAC (e.g. SGO, etc.)	15 hours	15 hours	15 hours	15 hours
	Working Parents/Carers	30 hours	30 hours	30 hours	30 hours

Agenda Item 9



Schools Funding Forum 15th June 2023

ITEM 9

Subject Heading:

**High Needs funding rates 2023-24 and
Delivering Better Value update**

Report Author:

**Nick Carter – Principal Finance Officer
Schools**

Eligibility to vote:

All forum members

SUMMARY

This report details the High Needs funding rates for schools for 2023-24. A verbal update on the Delivering Better Value in High Needs programme will be given at the meeting.

RECOMMENDATIONS

That the Schools Funding Forum notes the report

REPORT DETAIL

High Needs funding rates 2023-24

At the meeting of the Schools Funding Forum held on 9 February 2023, members agreed that final decisions on funding rates could be made by the High Needs task and finish group. High Needs funding rates agreed for 2023-24 are as follows:

Education Health Care Plans

Funding in support of Education Health Care Plans was increased from £16.00 per hour after 10.6 hours to £16.50 per hour after 10.3 hours.

The complex needs funding rate for pupils in Early Years settings was increased from £3.20 to £5.82 per hour. This means that the total funding received for a pupil with an EHCP will

be £16.50 matching the rate for pupils in schools. This is made up of £5.34 base rate, £5.34 inclusion funding and £5.82 complex needs funding.

Special school funding

Matrix funding top-up rates

Level	2022-23 £	2023-24 £
A+	Bespoke	Bespoke
A	36,726	37,860
B	22,726	23,960
C (i)	10,726	11,860
C (ii)	7,393	8,527

Additional Resources Provision

	2022-23 £	2023-24 £
Pupil led top up	10,726	11,860
Total funding per filled place		
Primary	20,726	21,860
KS3	21,643	23,054
KS4	22,268	23,714

AP – Pupil Referral Unit

	2022-23 £	2023-24 £
Pupil led top up	13,162	14,182

Delivering Best Value (DBV) in High Needs Update

An oral update on the DBV programme in Havering will be given at the meeting.

Agenda Item 10



Schools Funding Forum 15th June 2023

ITEM 10

Subject Heading:

**Schools Funding Forum meetings
academic year 2023-24**

Report Author:

**Nick Carter – Principal Finance Officer
Schools**

Eligibility to vote:

All forum members

SUMMARY

This report proposes dates for meetings of the Schools Funding Forum for the academic year 2023-24 and invites members to discuss meeting arrangements.

RECOMMENDATIONS

That the Schools Funding Forum agrees the dates and times for meetings in the academic year 2023-24.

REPORT DETAIL

DfE regulations require that the School Funding Forum meet at least four times each year.

Havering Schools Funding Forum met 6 times during the 2022-23 academic year and the LA is proposing that meetings follow the same pattern for 2023-24. The proposed dates for meetings are:

- Thursday 21 September 2023 (room 235)
- Thursday 19 October 2023 (room 233)
- Thursday 30 November 2023 (room 233)
- Thursday 11 January 2024 (room 233)
- Thursday 8 February 2024 (room 235)
- Thursday 13 June 2024 (room 235)

A room at CEME has been provisionally booked for 8.00am on these dates. Forum members are asked to share their views on the proposals.