APPENDIX D

School Funding Forum 24th January 2013

Early Intervention Grant

The EIG is a non ring-fenced grant that is allocated to LAs to support early intervention. It was introduced in 2011-12 having replaced previous grants such as the Standards Fund, Area Based Grant. At the time, for Havering, the EIG was approximately £2m less than the total of the predecessor grants.

The grant funds activities such as central costs for Early Years, Children's Centres, Short Breaks, Teenage Pregnancy, Youth Offending, Youth activities and Connexions, Think Family and funding for voluntary organisations supporting early intervention work in the borough.

The grant for 2012-13 was £8.9m which included funding to meet targets for free early year entitlement for 2 year olds which is now transferred to the DSG.

The funding for 2013-14 is £6.6m.

Calculation of loss of funding:

| 2012-13 | £8.9m |
|---------------------------------------|---------|
| Transfer of 2 year old funding to DSG | (£0.6m) |
| Comparative Total | £8.3m |
| 2013-14 | £6.6m |
| Loss of grant | £1.7m |

This reduction has been caused by a national top slice of £150m and the transfer of funding from the EIG to the DSG.

Havering is considering options for meeting this shortfall