

School Funding 2019/20

Select Committee

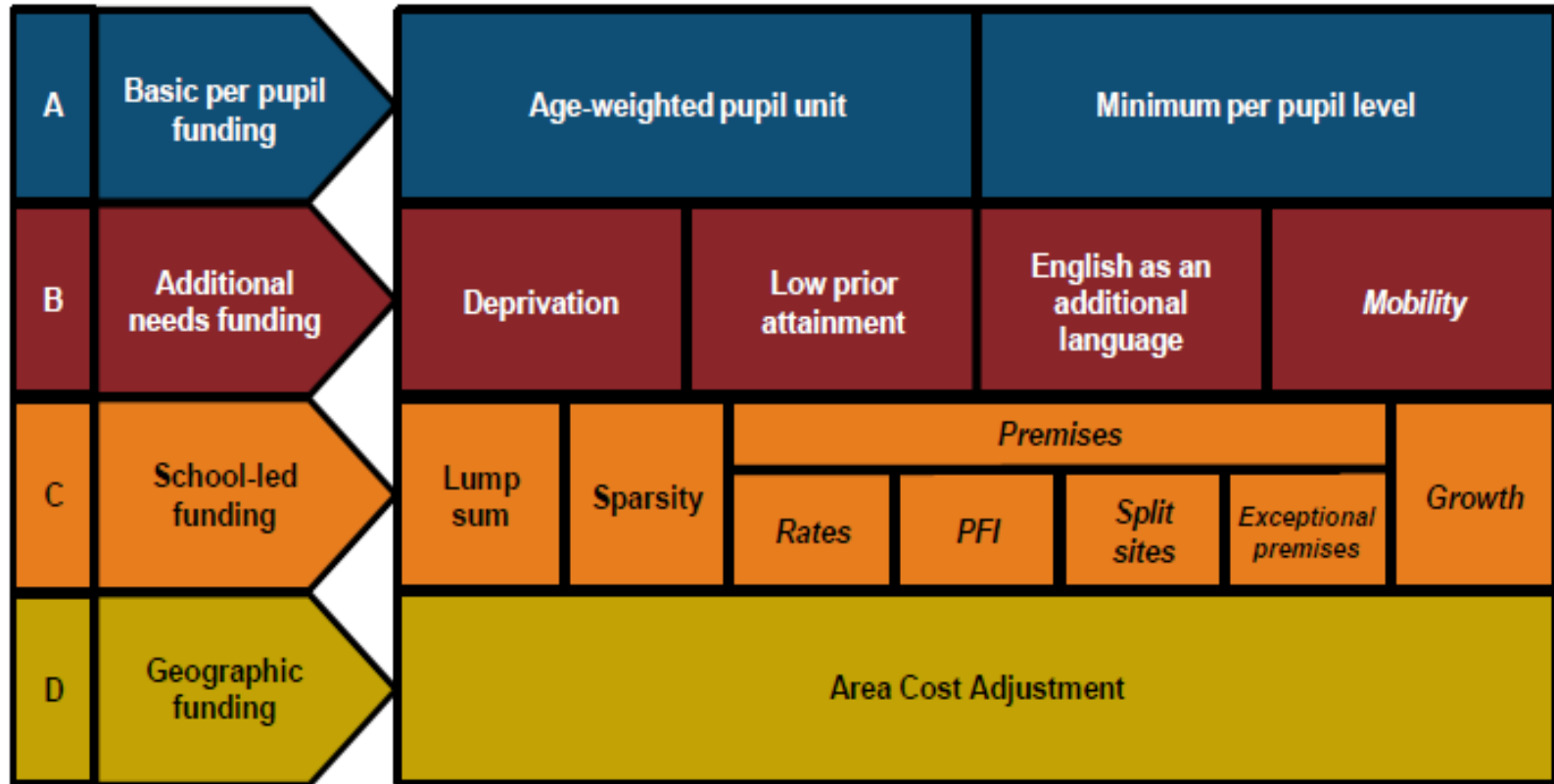
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10th January 2019

NFF Headlines - Last Year

- Guaranteed uplift of 0.5% per pupil in 2018/19 and 2019/20
- Majority of Schools Block ring-fenced:
 - 99.5% must be allocated through local formula to schools
 - 0.5% transfer to other blocks with Schools Forum approval
 - Secretary of State approval required if anything different
- Impact of NFF in West Sussex:
 - Increase in West Sussex allocation of £27.7m (6.5%)
 - Annual increase capped at 3% => 3 years to full allocation
 - Majority of additional funding going into additional needs
 - Reduction in lump sum from £150,000 to £110,000
 - Gain in primary schools less than in secondary schools

Schools Block NFF Factors



NB: Not to scale. Funding for factors in *italics* will be allocated to local authorities on the basis of historic spend in 2018-19

2018/19 Outcome

Transfer of 0.5% Schools block to High Needs block

- Schools Forum voted against the transfer
- Secretary of State overturned decision following appeal by LA

2018/19 Local Formula

- Lump sum – Primary held at £150,000, Secondary to £110,000
- Transitional sparsity lump sum for primary schools < 150 pupils
- Scaled back NFF rates for KS3 AWPU, FSM6, EAL and LPA

Provisional 2019/20 Local Formula

- Lump sum – Primary to reduce to £130,000
- Transitional sparsity lump sum for primary schools < 150 pupils
- Increase KS3 AWPU, FSM6, EAL and LPA rates towards full NFF
- Element of scaling back still required

July 2018 Update on NFF

Publication of 2019/20 allocations

- Provisional allocation at a LA level (October 2017 census)
- Illustrative school level allocations (full NFF – no transition)

'Hard' Formula

- National funding direct to schools
- Remains long term intention ... **but delayed by at least a year**

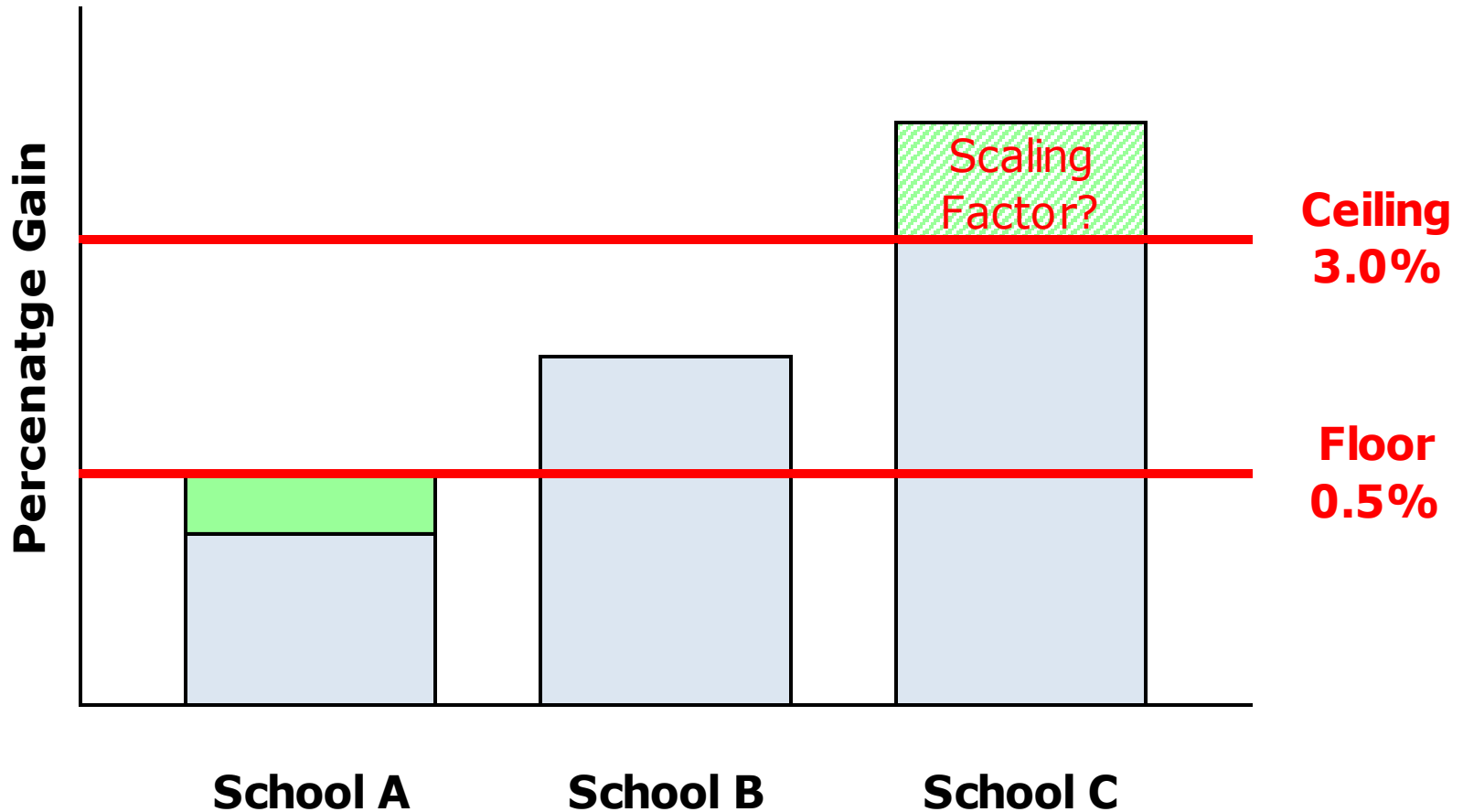
'Soft' Formula

- 2018/19 and 2019/20 ... **and now also 2020/21**
- Funding allocated nationally to Local Authorities (LAs)
- LAs have to distribute their allocation using local formula

0.5% transfer of Schools Block into other DSG blocks

- Regulations extended for 2019/20

Funding Floor / Gains Cap



Option 1 : Primary £130k + 0.5% MFG

	MFG	MPPL	ACA	Other	Total
Small<150	£ 0.086 53	£ - -	£ - -	£ - -	£ 0.086 53
Prim<250	£ 0.181 56	£ - -	£ 0.049 3	£ 0.054 4	£ 0.284 63
Prim>250	£ 0.150 28	£ 1.558 32	£ 1.092 20	£ 0.523 29	£ 3.323 109
Secondary	£ - -	£ 3.459 15	£ 1.439 6	£ 2.323 16	£ 7.221 37
Total	£ 0.417 137	£ 5.017 47	£ 2.580 29	£ 2.900 49	£10.914 262

Option 2 : Primary £110k + 0.5% MFG

	MFG	MPPL	ACA	Other	Total
Small<150	£ 0.086 53	£ - -	£ - -	£ - -	£ 0.086 53
Prim<250	£ 0.181 56	£ - -	£ 0.049 3	£ 0.054 4	£ 0.284 63
Prim>250	£ 0.150 28	£ 1.558 32	£ 1.092 20	£ 0.523 29	£ 3.323 109
Secondary	£ - -	£ 3.459 15	£ 1.439 6	£ 2.323 16	£ 7.221 37
Total	£ 0.417 137	£ 5.017 47	£ 2.580 29	£ 2.900 49	£10.914 262

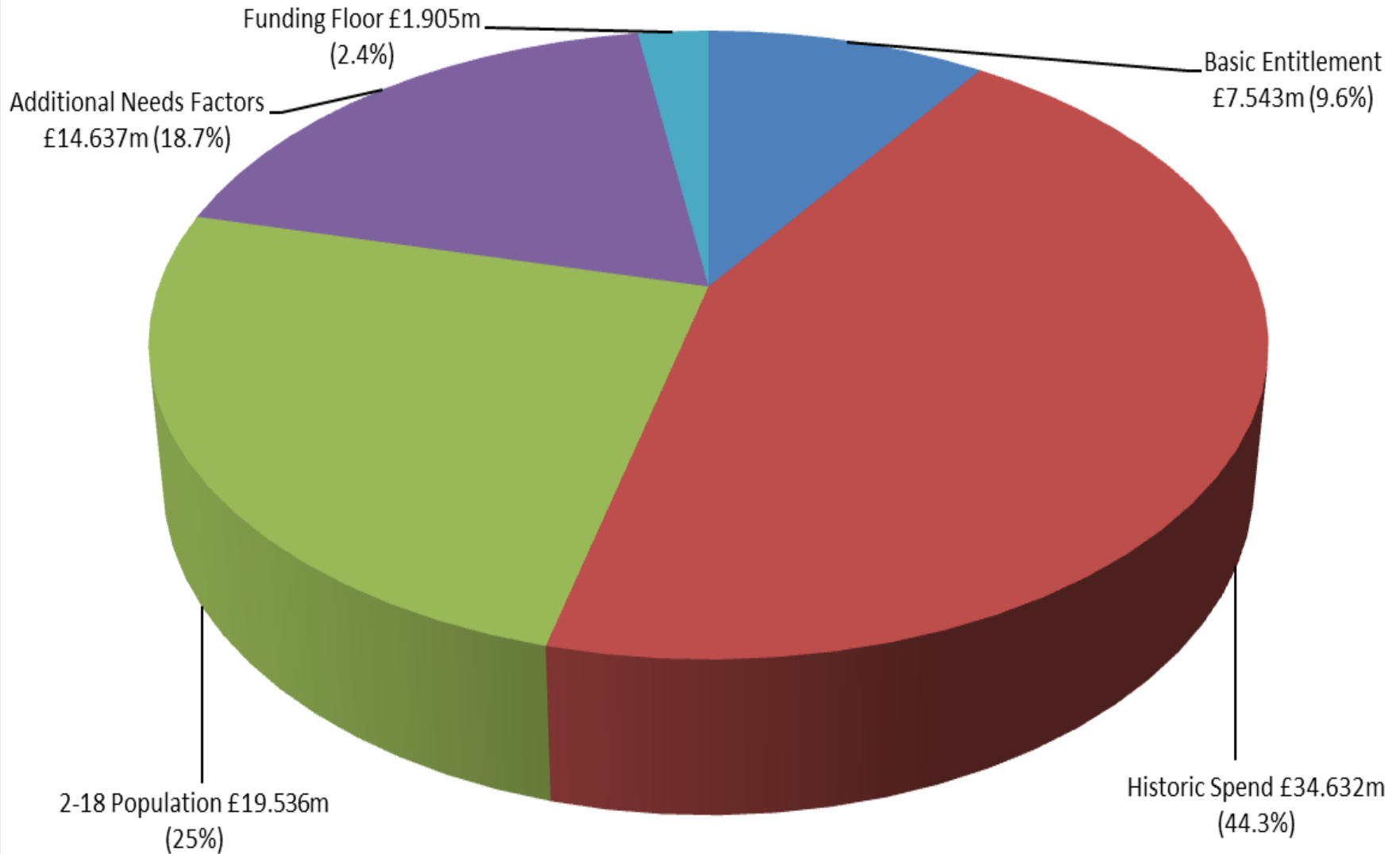
Option 3 : Option 2 + Increased MpPFL

	MFG	MPPL	ACA	Other	Total
Small<150	£ 0.086 53	£ -	£ -	£ -	£ 0.086 53
Prim<250	£ 0.181 56	£ -	£ 0.049 5	£ 0.054 4	£ 0.284 63
Prim>250	£ 0.150 28	£ 1.59 32	£ 1.092 20	£ 0.549 19	£ 3.323 109
Secondary	£ - -	£ 5.59 15	£ 1.439 6	£ 2.183 16	£ 7.221 37
Total	£ 0.417 137	£ 5.017 47	£ 2.580 29	£ 2.900 49	£10.914 262
		44 + 20			

Option 4 : Primary £110k + 0% MFG

	MFG	MPPL	ACA	Other	Total
Small<150	£ 0.086 53	£ - -	£ - -	£ - -	£ 0.086 53
Prim<250	£ 0.181 56	£ - -	£ 0.049 3	£ 0.054 4	£ 0.284 63
Prim>250	£ 0.150 28	£ 1.558 32	£ 1.092 20	£ 0.523 29	£ 3.323 109
Secondary	£ - -	£ 3.459 15	£ 1.439 6	£ 2.323 16	£ 7.221 37
Total	£ 0.417 137	£ 5.017 47	£ 2.580 29	£ 2.900 49	£10.914 262

DSG High Needs Block Allocation 2018/19 (£78.253m)



High Needs Pressures 2019/20

High Needs Pressures	£
Current placement pressure 2018/19	1.600
Add back one-off Funding in 2018/19:	
Schools block transfer	2.200
Transfer from DSG Reserves	0.760
Additional pressures in 2019/20:	
Inflationary pressures	0.400
Continued growth in placements	3.600
Underlying Demand Pressure	8.560

High Needs Planning 2019/20

- Estimated shortfall of £8.6m to be funded by:
 - Increased High Needs block funding £1.0m
 - Residual DSG reserves balance £2.1m
 - Redistribute DSG central share costs £1.5m
 - Proposed transfer from Schools block £2.3m
 - Proposed transfer from Early Years block £0.4m
 - Other savings measures £1.3m
- Transfer of funding between DSG blocks is a Schools Forum (SF) decision

Option A : Reduced MpPFL and ACA

	MFG	MPPL	ACA	Other	Total	
Small<150	£ - 53	£ - -	£ - -	£ - -	£ - 53	0%
Prim<250	£ - 56	£ - -	-£ 0.024 3	£ - 4	-£ 0.024 63	-8%
Prim>250	£ - 28	-£ 0.595 32	-£ 0.370 20	£ - 29	-£ 0.965 109	-29%
Secondary	£ - -	-£ 0.865 15	-£ 0.242 6	£ 0.003 16	-£ 1.104 37	-15%
Total	£ - 137	-£ 1.460 47	-£ 0.636 29	£ 0.003 49	-£ 2.093 262	-19%
	0%	-29%	-25%	0%	-19%	

Option B : Reduced Basic Entitlement

	MFG	MPPL	ACA	Other	Total	
Small<150	£ - 53	£ - -	£ - -	£ - -	£ - 53	0%
Prim<250	£ - 56	£ - -	-£ 0.031 3	-£ 0.037 4	-£ 0.068 63	-24%
Prim>250	£ - 28	£ - 32	-£ 0.616 20	-£ 0.317 29	-£ 0.933 109	-28%
Secondary	£ - -	£ - 15	-£ 0.299 6	-£ 0.812 16	-£ 1.111 37	-15%
Total	£ - 137	£ - 47	-£ 0.946 29	-£ 1.166 49	-£ 2.112 262	-19%
	0%	0%	-37%	-40%	-19%	

Option C : Reduced MpPFL & AWP

	MFG	MPPL	ACA	Other	Total	
Small<150	£ - 53	£ - -	£ - -	£ - -	£ - 53	0%
Prim<250	£ - 56	£ - -	-£ 0.010 3	-£ 0.016 4	-£ 0.026 63	-9%
Prim>250	£ - 28	-£ 0.341 32	-£ 0.185 20	-£ 0.211 29	-£ 0.737 109	-22%
Secondary	£ - -	-£ 0.726 15	-£ 0.137 6	-£ 0.502 16	-£ 1.365 37	-19%
Total	£ - 137	-£ 1.067 47	-£ 0.332 29	-£ 0.729 49	-£ 2.128 262	-19%
	0%	-21%	-13%	-25%	-19%	

Option D : Reduced MFG, MpPFL & AWP

	MFG	MPPL	ACA	Other	Total	
Small<150	-£ 0.017 53	£ - -	£ - -	£ - -	-£ 0.017 53	-20%
Prim<250	-£ 0.036 56	£ - -	-£ 0.009 3	-£ 0.014 4	-£ 0.059 63	-21%
Prim>250	-£ 0.028 28	-£ 0.348 32	-£ 0.164 20	-£ 0.210 29	-£ 0.750 109	-23%
Secondary	£ - -	-£ 0.726 15	-£ 0.138 6	-£ 0.439 16	-£ 1.303 37	-18%
Total	-£ 0.081 137	-£ 1.074 47	-£ 0.311 29	-£ 0.663 49	-£ 2.129 262	-20%
	-19%	-21%	-12%	-23%	-20%	

Budget Planning Update

- Schools Forum declined the proposed DSG block transfers
 - WSCC sent disapplication request to Secretary of State for £2.3m transfer from Schools block to High Needs
- Secretary of State announced an additional £250m for High Needs as part of DSG settlement
 - WSCC to receive an additional £1.8m in 2018/19 and a further £1.8m in 2019/20
 - Disapplication transfer request reduced to £0.5m
- **Cabinet Member proposing to use**
 - **Option 1 to allocate Schools block funding**
 - **Option C to transfer £0.5m to High Needs**