

DERBYSHIRE COUNTY COUNCIL**SCHOOLS FORUM****16th January 2020****Report of the Executive Director for Children's Services****SCHOOL BLOCK FUNDING SETTLEMENT 2020-21****1. Purpose of the Report**

To inform Schools Forum of the Schools Block settlement for 2020-21 and the provisional allocations to mainstream schools and academies.

2. Information and Analysis

Final LA-level Schools Block budgets were published on 19th December 2019, details of Derbyshire's allocation are shown in Table 1 below.

Table 1 – 2020-21 Schools Block allocations

	Primary		Secondary	
	2019-20	2020-21	2019-20	2020-21
PUF/SUF per pupil (£)	£3,971.40	£4,251.91	£5,002.23	£5,189.56
% increase in PUF/SUF		+7.06%		+3.74%
October pupil counts	59,516	59,160	38,184	39,141
NFF total excl. premises (£m)	236.362	251.543	191.005	203.122
Premises–PFI Allowance (£m)	0.000	0.000	2.373	2.462
Premises–Split site (£m)	0.080	0.080	0.501	0.272
Premises–School rates (£m)	3.738	3.747	3.552	3.252
Premises–Except'l site factors (£m)	0.094	0.097	0.113	0.119
Schools Block total (£m)	240.274	255.467	197.544	209.227
2020-21 increase (£m)		+15.193		+11.683

2.1 Key points to note from the settlement

The percentage increase in the unit of funding is higher for the primary sector than the secondary sector, due mainly to the release of capped gains.

Although the government has stated it remains committed to a “hard” national formula i.e. one where LAs have little or no role in determining schools' budgets, this approach will not be applied for 2020-21 and LAs will continue to have local discretion. The key changes to the NFF for 2020-21 are as follows:

- (i) An increase in core NFF multipliers, see Appendix 1.
- (ii) The Minimum Per Pupil Funding levels (MPPF) will be set at £3,750 (2019-20 £3,500) for primary schools and £5,000 (2019-20 £4,800) for secondary

schools. The following year, 2021-22, the primary minimum level will rise to £4,000. These values are mandatory.

- (iii) Pupil mobility funding will be allocated using a formulaic approach rather than on an historic spend basis.
- (iv) The Minimum Funding Guarantee (MFG) – which ensures that every school's per pupil funding increases – will be set by LAs within the range of +0.5% to +1.84% per pupil.
- (v) The funding floor – which in 2019-20 guaranteed schools at least a 1% per pupil increase compared to 2017-18 baseline budgets - has been removed as a factor within local authorities' formulae; &
- (vi) There will be no gains cap in the NFF, however, LAs can apply a cap locally.

2.2 School budgets 2020-21

A paper setting out proposals for Derbyshire for 2020-21 was due to be considered by the LA's Cabinet on 16th January 2020. If approved, the report's recommendations would:

- Allow full application of the NFF in 2020-21;
- Fund a Minimum Per Pupil (MFG) of +1.84%, the maximum allowed; and
- Allow all gains to be released i.e. no cap.

In addition, local premises allocations (i.e. rates, split site, PFI and exceptional site factors) will be increased by inflation. The inflationary increases for the split site factors will be backdated to 2014-15, the last time that these local indicators were increased. Rates allocations have been increased by 1.7% and adjusted to reflect changes in rateable values, including the impact of academisation.

The budgets resulting from the above approach are set out in Appendices 2 & 3 and a comparison of the cost with the grant is summarised in Table 2 below.

Table 2 – Funding and allocations 2020-21

	Total £m	Total £m
Available funding per Table 1		464.694
Primary sector budgets – Appendix 2	255.242	
Secondary sector budgets – Appendix 3	209.716	
Total budgets		464.958
Shortfall		0.264

The above shortfall represents around 0.05% of the Schools Block quantum and will be funded from anticipated in-year savings in schools' rates bills following their conversion to academy status. Currently there are 7 schools actively pursuing academy status with a combined rates bill in 2019-20 of £0.638m. The maximum

savings from academisation in 2020-21 would be £0.519m, assuming they all converted on 1st April 2020 and including a 1.7% increase for inflation. Even allowing for delays in some individual applications the savings in 2020-21 should be sufficient to meet the above shortfall.

In the unlikely event that the savings were insufficient, any residual shortfall would add to the deficit in the DSG general reserve. The DSG deficit at 31st March 2020 is forecast to be approximately £3m and it is planned to recover this shortfall from the increases in funding for 2021-22 and 2022-23 already announced by the government.

2.4 Other issues

The cost of MFG in 2020-21 will be £0.414m, slightly higher than expected but still significantly below the level of protection in the 2019-20 budgets (£1.969m). A list of the schools and their MFG protections is provided in Appendix 4.

The report to Cabinet also recommends that funding is re-pooled/top-sliced for a range of services for 2020-21 in line with the School Forum's request.

Finally, the Authority is required to notify the Education and Skills Funding Agency (ESFA) of its mainstream funding proposals by 21st January 2020. The LA requires ESFA approval to its proposals before budgets can be regarded as final.

Notwithstanding the above, the Authority intends writing to schools and academies shortly setting out the final decisions and notifying LA maintained schools of their provisional allocations for 2020-21.

3. Other Considerations

In preparing this report, the relevance of the following factors has been considered: - prevention of crime & disorder, equality of opportunity, and environmental, health, social value, human rights, human resources, property and transport considerations.

4. Background Papers

Files held within Children's Services Finance.

5. Officer's Recommendation - That Schools Forum notes the report.

Jane Parfremment
Executive Director for Children's Services

	2019-20 Multiplier	2020-21 Multiplier	Increase	Increase
	£	£	£	£
Primary				
Per pupil: Key Stage 1 and 2 Pupils	2,746.99	2,857.00	110.01	+4.00%
Deprivation: Current Free School	440.00	450.00	10.00	+2.27%
Deprivation: Ever 6 Free School Meals	540.00	560.00	20.00	+3.70%
Deprivation: IDACI F	200.00	210.00	10.00	+5.00%
Deprivation: IDACI E	240.00	250.00	10.00	+4.17%
Deprivation: IDACI D	360.00	375.00	15.00	+4.17%
Deprivation: IDACI C	390.00	405.00	15.00	+3.85%
Deprivation: IDACI B	420.00	435.00	15.00	+3.57%
Deprivation: IDACI A	575.00	600.00	25.00	+4.35%
Low Prior Attainment (DCC 2019-20 rate, £750)	1,022.00	1,065.00	43.00	+4.21%
English as an Additional Language (EAL3)	515.00	535.00	20.00	+3.88%
Lump Sum	110,000.00	114,400.00	4,400.00	+4.00%
Sparsity	25,000.00	26,000	1,000.00	+4.00%
Mobility (new)	-	875.00	875.00	-
Minimum Per Pupil Funding ^{*1}	3,500.00	3,750.00	250.00	+7.14%
Secondary	£	£	£	£
Per pupil: Key Stage 3 Pupils	3,862.65	4,018.00	155.35	+4.02%
Per pupil: Key Stage 4 Pupils	4,385.81	4,561.00	175.19	+3.99%
Deprivation: Current Free School Meals	440.00	450.00	10.00	+2.27%
Deprivation: Ever 6 Free School Meals	785.00	815.00	30.00	+3.82%
Deprivation: IDACI F	290.00	300.00	10.00	+3.45%
Deprivation: IDACI E	390.00	405.00	15.00	+3.85%
Deprivation: IDACI D	515.00	535.00	20.00	+3.88%
Deprivation: IDACI C	560.00	580.00	20.00	+3.57%
Deprivation: IDACI B	600.00	625.00	25.00	+4.17%
Deprivation: IDACI A	810.00	840.00	30.00	+3.70%
Low Prior Attainment	1,550.00	1,610.00	60.00	+3.87%
English as an Additional Language (EAL3)	1,385.00	1,440.00	55.00	+3.97%
Lump Sum	110,000.00	114,400.00	4,400.00	+4.00%
Sparsity	65,000.00	67,600.00	2,600.00	+4.00%
Mobility (new)	-	1,250.00	1,250.00	-
Minimum Per Pupil Funding ^{*1}	4,800.00	5,000.00	200.00	+4.17%

^{*1} Mandatory rates for 2020-21.

Primary sector allocations by indicator**Appendix 2**

	2020-21	2020-21	2020-21
	COUNT	MULT	BUDGET
		£	£
PER PUPIL:KS1 & 2	59,161.00	2,856.99	169,022,385
DEPRIVATION: CURRENT FSM	11,343.00	450.00	5,104,350
DEPRIVATION: EVER 6 FSM	14,094.51	560.00	7,892,925
DEPRIVATION: IDACI F	6,417.81	210.00	1,347,740
DEPRIVATION: IDACI E	3,440.31	250.00	860,077
DEPRIVATION: IDACI D	3,879.24	375.00	1,454,715
DEPRIVATION: IDACI C	3,901.34	405.00	1,580,041
DEPRIVATION: IDACI B	3,477.10	435.00	1,512,538
DEPRIVATION: IDACI A	389.16	600.00	233,496
LOW PRIOR ATTAINMENT	18,147.63	1,065.00	19,327,225
ENGLISH AS AN ADDITIONAL LANGUAGE	1,038.50	535.00	555,596
MOBILITY	263.91	875.00	230,920
SUB TOTAL - PUPIL LED			209,122,008
LUMP SUM	352.00	114,400.00	40,268,800
SPARSITY	14.35	26,000.00	372,996
SPLIT SITE: <500m	4.00	2,747.87	10,991
SPLIT SITE: >500m	2.00	43,600.39	87,201
RATES			3,715,822
RENTS			103,543
SUB TOTAL - NON PUPIL LED			44,559,353
MINIMUM PER PUPIL FUNDING			1,344,985
FUNDING FLOOR			0
MINIMUM FUNDING GUARANTEE (MFG)			215,690
CAPPING			0
PRIMARY SCHOOLS BLOCK TOTAL			255,242,036

Secondary sector allocations by indicator**Appendix 3**

	2020-21	2020-21	2020-21
	COUNT	MULT	BUDGET
		£	£
PER PUPIL: KS3 AWPU	24,253.00	4,018.00	97,448,554
PER PUPIL: KS4 AWPU	14,892.00	4,561.00	67,922,412
DEPRIVATION: CURRENT FSM	6,298.00	450.00	2,834,100
DEPRIVATION: EVER 6 FSM	9,981.15	815.00	8,134,638
DEPRIVATION: IDACI F	4,162.19	300.00	1,248,656
DEPRIVATION: IDACI E	2,125.15	405.00	860,685
DEPRIVATION: IDACI D	2,340.11	535.00	1,251,959
DEPRIVATION: IDACI C	2,333.92	580.00	1,353,673
DEPRIVATION: IDACI B	2,275.33	625.00	1,422,078
DEPRIVATION: IDACI A	231.04	840.00	194,077
LOW PRIOR ATTAINMENT	8,376.41	1,610.00	13,486,021
ENGLISH AS AN ADDITIONAL LANGUAGE	113.21	1,440.00	163,020
MOBILITY	26.59	1,250.00	33,238
SUB TOTAL - PUPIL LED			196,353,111
LUMP SUM	45.00	114,400.00	5,148,000
SPARSITY	0.30	67,600.00	20,055
SPLIT SITE	1.00	135,354.66	135,355
PFI			2,433,366
RATES			3,069,151
JOINT USE			88,201
SUB TOTAL – NON PUPIL LED			10,894,128
MINIMUM PER PUPIL FUNDING			2,270,134
FUNDING FLOOR			0
MINIMUM FUNDING GUARANTEE (MFG)			198,195
CAPPING			0
SECONDARY SCHOOLS BLOCK TOTAL			209,715,568

YEAR ON YEAR CHANGE IN PROTECTION 2020-21 vs 2019-20					APPENDIX 4		
DFE	PARISH	PRIMARY SCHOOL	2020-21 MFG £	2020-21 SB Budget ex rates £	MFG % of budget ex rates %	2019-20 MFG/Floor Protection £	2020-21 Change £
3093	STONEY MIDDLETON	Stoney Middleton CofE (C) Primary School	29,768	210,408	14.15%	42,149	-12,381
3040	HARTINGTON	Biggin CofE Primary School	36,027	279,530	12.89%	46,171	-10,144
3033	ELTON	Elton CofE Primary School	27,264	235,662	11.57%	33,708	-6,445
3016	BRADWELL	Bradwell CofE (Controlled) Infant School	15,282	240,719	6.35%	25,629	-10,346
2068	CHAPEL-EN-LE-FRITH	Combs Infant School	14,274	246,133	5.80%	19,906	-5,632
2262	UNSTONE	Unstone St Mary's Infant School	11,826	258,432	4.58%	21,439	-9,614
3022	CASTLETON	Castleton CofE Primary School	8,514	194,645	4.37%	3,670	4,843
3015	BRADLEY	Bradley CofE Primary School	9,886	232,268	4.26%	17,919	-8,033
2260	UNSTONE	Unstone Junior School	11,062	314,733	3.51%	22,617	-11,555
2194	PINXTON	Longwood Infant Academy	9,354	274,129	3.41%	9,502	-148
3099	WINSTER	Winster CofE Primary School	6,520	242,823	2.68%	22,613	-16,093
2052	BRASSINGTON	Brassington Primary School	5,929	278,228	2.13%	13,425	-7,496
2064	HILTON	The Mease at Hilton	3,658	192,340	1.90%	0	3,658
3090	STANTON IN PEAK	Stanton-in-Peak CofE Primary School	5,545	303,079	1.83%	17,328	-11,783
2132	HOPE	Hope Primary School	4,590	292,169	1.57%	17,069	-12,479
2266	WESSINGTON	Wessington Primary School	3,590	369,947	0.97%	15,588	-11,998
2131	HOLMESFIELD	Penny Acres Primary School	2,428	271,721	0.89%	11,676	-9,247
3094	STRETTON HANDLEY	Stretton Handley CoE Primary School	1,761	242,647	0.73%	10,182	-8,421
3069	MATLOCK	Cromford Church of England Primary School	2,559	406,981	0.63%	21,020	-18,460
2169	MARSTON MONTGOMERY	Marston Montgomery Primary School	1,450	245,075	0.59%	7,368	-5,918
3034	EYAM	Eyam CofE Primary School	1,942	340,149	0.57%	9,977	-8,035
3098	WESTON UNDERWOOD	Mugginton CofE Primary School	1,449	305,710	0.47%	13,689	-12,240
3062	KNIVETON	Kniveton CofE Primary School	1,011	292,233	0.35%	13,087	-12,076
2205	RIPLEY	Street Lane Primary School	2	379,960	0.00%	8,878	-8,876
	SUB TOTAL		215,690	6,649,721	3.24%	424,609	-208,919
	Other primary schools - (62 in 2019-20)		0			464,770	-464,770
	PRIMARY TOTAL		215,690			889,379	-673,689
DFE	PARISH	SECONDARY SCHOOL	2020-21 MFG £	2020-21 SB Budget ex rates £	MFG % of budget ex rates %	2019-20 MFG/Floor Protection £	2020-21 Change £
4195	CHESTERFIELD	Parkside Community School	36,427	2,953,976	1.23%	46,896	-10,469
4054	LONG EATON	Wilsthorpe School	60,308	5,018,635	1.20%	133,655	-73,348
5410	SWADLINCOTE	The Pingle Academy	62,060	5,842,433	1.06%	90,333	-28,273
4172	DENBY	John Flamsteed Community School	19,195	3,719,195	0.52%	102,982	-83,787
4002	ILKESTON	Ormiston Ilkeston Enterprise Academy	12,501	4,596,337	0.27%	45,737	-33,236
4057	NEW MILLS	New Mills School	7,642	2,989,113	0.26%	19,462	-11,821
4200	STAVELEY	Springwell Community College	63	5,080,642	0.00%	110,067	-110,004
	SUB TOTAL		198,195	30,200,331	0.66%	549,132	-350,937
	Other secondary schools - (15 in 2019-20)		0			530,269	-530,269
	SECONDARY TOTAL		198,195			1,079,401	-881,206
	TOTAL BOTH SECTORS		413,885			1,968,780	-1,554,895

File Change in protection for Forum Jan 2020.xls