

# Dedicated Schools Grant 2020/21

<b>Schools' Forum Date</b>	9 <sup>th</sup> January 2020
<b>Type of Decision</b>	For decision
<b>Background Documents</b>	30 <sup>th</sup> August 2019 Prime Minister announcement about £14billion extra funding <a href="#">Link</a> Schools Forum report on school funding 14 <sup>th</sup> November 2019
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<b>Purpose of Report</b>	To report on the implications of the census data and Dedicated Schools Grant (DSG) updates for 2020/21 and to make recommendations on the final funding formula for mainstream schools
<b>Key Recommendations</b>	The Forum is asked to: <ol style="list-style-type: none"><li>1. Note the Dedicated Schools Grant settlement for 2020/21.</li><li>2. Recommend the council agree the school funding formula for 2020/21, as set out in Annex A</li><li>3. Agree that the balance on the schools block can be used at year end as a one off contribution towards the high needs deficit</li><li>4. The Forum agrees the allocation of the central schools services block as set in section 4 below.</li></ol>
<b>Resource Implications</b>	The 2020/21 DSG announced on 19 <sup>th</sup> December 2019 totals £479.9m. This represents an increase in the total DSG of £27.6m (6.1%) from 2019/20 and allows the national funding formula factor rates to be applied in full at their 100% level.

## 1 Introduction

This paper updates the Forum on the latest information available on updated census data and the Dedicated Schools Grant for 2020/21. The Forum will now need to make recommendations on the funding formula for mainstream schools and early years providers (see separate paper) and note the latest position on the central school services block and high needs block (see separate paper) of the DSG.

## 2 Dedicated Schools Grant

### 2.1 Summary

The DfE announced the DSG for 2020/21 on the 19<sup>th</sup> December 2019.

The 2020/21 position for Gloucestershire is:

<b>2020/21 DSG Summary</b>					
	<b>Central School</b>				
	<b>Schools</b>	<b>Services</b>	<b>High Needs</b>	<b>Early Years</b>	<b>Total DSG</b>
<b>19/20</b>	£356.305m	£2.559m	£59.895m	£33.559m	£452.318m
<b>20/21</b>	£376.745m	£2.579m	£66.429m	£34.180m	£479.933m
<b>Change</b>	<b>£20.440m</b>	<b>£0.020m</b>	<b>£6.534m</b>	<b>£0.621m</b>	<b>£27.615m</b>
	5.74%	0.78%	10.91%	1.85%	6.11%

This represents an increase in the total DSG of £27.6m (6.1%) from the current 2019/20 DSG.

### 2.3 Schools Block and Delegated Schools Formula

The increase in the schools block can be broken down further as follows:

<b>Schools Block Increase</b>	<b>£m</b>
Net increase in pupil numbers	3.369
Increase in the funding unit rates	16.654
Increase in premises funding	0.033
Increase in the growth allocation	0.384
<b>Total</b>	<b>20.440</b>

The net increase in pupil numbers is 630 (Primary 124 less; Secondary 754 more)

After taking into account the previously agreed growth fund of £1.5m, the funds remaining in the schools block settlement are enough to allow each formula factor rate and the minimum funding levels to be implemented 100% at the NFF level and for the MFG to be set at +1.84%.

This is in line with the factor rates that were reported at the indicative budget stage at the November Forum meeting, with the only change then being to use the updated census data numbers which produces the summary formula shown at Annex A.

This leaves a balance of £0.882m in the 2020/21 schools block and it is proposed that this balance is used at year end as a one off contribution towards the high needs deficit.

### Recommendations

1. The Forum notes the Dedicated Schools Grant settlement for 2020/21.
2. The Forum recommend the council agree the school funding formula for 2020/21, as set out in Annex A.
3. The Forum agrees that the balance on the schools block can be used at year end as a one off contribution towards the high needs deficit.

### 3 Early Years

Provisional hourly rates for two and three and four years olds were published on the 31 October 2019 with an 8 pence increase on both rates. It was reported at the November Forum that these provisional rates would provide additional funding of £0.605 million based on current numbers. These provisional rates have now been confirmed in the early years block for 2020/21 along with a £15,990 increase to the disability access fund, giving an overall increase to the early years block of £621,160. There will be further updates in summer 2020 and summer 2021 for the January pupil counts. The early years financial position and formula is set out in a separate paper.

### 4 Central School Services Block (CSSB)

The CSSB includes funding for on-going responsibilities of Local Authorities for the statutory duties that they hold for both maintained schools and academies. It includes funding for Admissions, School Forum coordination, copyright licences and centrally retained duties. The allocation is based on a formula using pupil numbers (90%), free school meals (Ever 6, 10%) with an area cost adjustment applied. The indicative rate per pupil for 2020/21 is £31.94 and there has been an increase of £20,123 related to the net increase in pupil numbers.

These funds cover the following costs:-

<b>Central School Services Block</b>	<b>£M</b>
Copyright licences	0.493
Schools Forum	0.127
Admissions Coordination	0.750
Centrally Retained Duties	1.209
<b>TOTAL</b>	<b>2.579</b>

The cost of copyright licences reflects the 2020/21 charge, there is no change to Schools Forum and Admissions and the balance is adjusted against centrally retained duties.

#### **Recommendation 4**

**Forum agrees the allocation of the central school's services block as set out above.**

### 5. High Needs

The High Needs Block has been allocated an additional £6.534m, bringing the total funding for 2020/21 to £66.429m. Details of the 2019/20 High Needs forecast and the draft budget for 2020/21 are contained within the High Needs report.

<u>Schools and academies budget allocations before de-delegation</u>	<u>Units</u>	<u>Rate</u> £	<u>Primary</u> £	<u>Secondary</u> £	<u>Total</u> £	<u>% of delegated budget</u>
<b>Pupil led Factors:</b>						
Basic Entitlement Primary (Age Weighted Pupil Unit)	47,535	£2,874.97	136,660,287		136,660,287	36.5%
Basic Entitlement KS3 (Age Weighted Pupil Unit)	20,711	£4,043.27		83,740,232	83,740,232	22.4%
Basic Entitlement KS4 (Age Weighted Pupil Unit)	12,668	£4,589.69		58,142,176	58,142,176	15.5%
<b>Total AWPUP (October 2019 pupils)</b>	<b>80,914</b>		<b>136,660,287</b>	<b>141,882,408</b>	<b>278,542,695</b>	<b>74.4%</b>
Deprivation Primary (FSM ever 6)	8,722	£563.52	4,915,126			
Deprivation Secondary (FSM ever 6)	6,097	£820.13		5,000,350	9,915,476	2.6%
Deprivation Primary (FSM)	6,192	£452.83	2,803,825			
Deprivation Secondary (FSM)	3,660	£452.83		1,657,360	4,461,184	1.2%
IDACI F Primary	4,169	£211.32	881,042			
IDACI F Secondary	2,618	£301.89		790,203	1,671,245	0.4%
IDACI E Primary	3,744	£251.57	941,860			
IDACI E Secondary	2,333	£407.55		950,787	1,892,647	0.5%
IDACI D Primary	1,893	£377.36	714,239			
IDACI D Secondary	1,022	£538.37		550,200	1,264,439	0.3%
IDACI C Primary	1,869	£407.55	761,764			
IDACI C Secondary	1,108	£583.65		646,678	1,408,442	0.4%
IDACI B Primary	2,291	£437.74	1,002,960			
IDACI B Secondary	1,303	£628.93		819,279	1,822,239	0.5%
IDACI A Primary	316	£603.77	190,493			
IDACI A Secondary	197	£845.28		166,596	357,088	0.1%
Prior Attainment (Y1-6 Early Years Foundation Stage Profile)	15,540	£1,071.70	16,654,253			
Prior Attainment (Y7 - Y11 LPA)	6,459	£1,620.13		10,464,236	27,118,489	7.2%
English as Additional Language (3 year EAL)	2,398	£538.37	1,291,092			
English as Additional Language (3 year EAL)	342	£1,449.06		494,865	1,785,957	0.5%
Mobility Primary	417	£880.50	366,847			
Mobility Secondary	30	£1,257.86		37,384	404,231	0.1%
<b>Total Pupil Led delegations</b>			<b>167,183,788</b>	<b>163,460,344</b>	<b>330,644,132</b>	<b>88.3%</b>
<b>School Leds Factors:</b>						
		£	£	£	£	
Lump Sum	246	£115,120	28,319,416			8.8%
Lump Sum	40	£115,120		4,604,783	32,924,199	0.0%
Sparsity	30	£26,164	606,792			0.2%
Sparsity	4	£68,025		178,793	785,584	0.0%
<b>Total Other Formula factors</b>			<b>28,926,207</b>	<b>4,783,576</b>	<b>33,709,783</b>	<b>9.0%</b>
<b>Premises:</b>						
Split Sites	3 schools @ £45,507.81 + £60.70 / pupil		162,685		162,685	0.0%
Rates	Currently based on 20/21 estimates + 19/20 adjustments		2,491,868	1,184,895	3,676,763	1.0%
Exceptional Premises Factor - Rents	Based on 20/21 estimates		136,783	0	136,783	0.0%
<b>Total Premises</b>			<b>2,791,336</b>	<b>1,184,895</b>	<b>3,976,231</b>	<b>1.1%</b>
<b>Total budget allocations before MFG, minimum pupil funding uplift and de-delegation</b>			<b>198,901,332</b>	<b>169,428,815</b>	<b>368,330,147</b>	<b>98.4%</b>

<b>Minimum Per Pupil Funding Uplift</b>			£	£	£	
Additional funding due to minimum per pupil funding (primary pupils)	31	£3,750	1,456,103		1,456,103	0.4%
Additional funding due to minimum per pupil funding (Secondary schools with KS3 & KS4 pupils)	17	£5,000		3,894,202	3,894,202	1.0%
Additional funding due to minimum per pupil funding (Secondary schools with KS4 pupils only)	0	£5,300		0	0	0.0%
<b>Total Minimum Pupil Funding Uplift</b>			<b>1,456,103</b>	<b>3,894,202</b>	<b>5,350,305</b>	<b>1.4%</b>
<b>Minimum Funding Guarantee</b>			£	£	£	
MFG protections	1.84%		574,562	76,592	651,154	0.2%
<b>Total Minimum Funding Guarantee</b>			<b>574,562</b>	<b>76,592</b>	<b>651,154</b>	<b>0.2%</b>
<b>Total budget allocations after MFG, Minimum Per Pupil Funding Uplift but before De-delegations</b>			<b>200,931,996</b>	<b>173,399,609</b>	<b>374,331,605</b>	<b>100.0%</b>
<b>Proposed de-delegation for maintained schools only (takes into account anticipated conversions by 6/1/20)</b>						
	<b>Maintained Pupils</b>	<b>Rate</b>	<b>Primary</b>	<b>Secondary</b>	<b>Total</b>	
		£	£	£	£	
Targeted Intervention & Support Primary	35,659	£9.27	330,559		330,559	0.1%
Targeted Intervention & Support Secondary	4,051	£0.00		0		
Union Facilities Primary	35,659	£3.05	108,760		108,760	0.0%
October Pupil Increases (above threshold)	35,659	£8.32	296,683		296,683	0.1%
Education Functions Primary (statutory duties previously covered by ESG general duties)	35,659	£5.00	178,295		178,295	0.0%
Education Functions Secondary (statutory duties previously covered by ESG general duties)	4,051	£5.00		20,255	20,255	0.0%
<b>Total de-delegation funds available to maintained schools</b>	<b>39,710</b>		<b>914,297</b>	<b>20,255</b>	<b>934,552</b>	<b>0.2%</b>
<b>Total budget allocations after MFG, Minimum Per Pupil Funding Uplift and De-delegations</b>			<b>200,017,700</b>	<b>173,379,354</b>	<b>373,397,054</b>	<b>99.8%</b>