

# SCHOOLS FORUM

THURSDAY, 2ND NOVEMBER, 2017

At 2.30 pm

in the

COUNCIL CHAMBER - TOWN HALL, MAIDENHEAD,

## SUPPLEMENTARY AGENDA

### PART I

<u>ITEM</u>	<u>SUBJECT</u>	<u>PAGE NO</u>
7.	<u>SCHOOL FUNDING 2018/19 AND CONSULTATION</u>  To consider the report.	3 - 20

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# Agenda Item 7

## ROYAL BOROUGH OF WINDSOR & MAIDENHEAD SCHOOLS FORUM

Date:	<b>2<sup>nd</sup> November 2017</b>	<b>AGENDA ITEM: 07</b>
Title:	<b>School Funding 2018/19 and Consultation</b>	
Responsible officer:	Kevin McDaniel, Director of Children's Services	
Contact officer:	James Norris, Head of Finance (RBWM) Achieving for Children	Tel: 01628 796000

### 1 PURPOSE AND SUMMARY

1.1 The purpose of this report is to provide the Schools Forum with:

- the options for the soft formula years 2018/19 and 2019/20 and to seek Schools Forum views on the transitional arrangements
- the details to support the Growth Fund allocations; shown in appendix A
- the details to enable an informed discussion in respect of a budget movement from the Schools Block to the High Needs Block
- the details to allow the Local Authority to consult schools on the movement towards the National Funding Formula (NFF) model

### 2 RECOMMENDATIONS

2.1 That the Forum:

- note and comment on the contents of this report
- discuss the budget movement from Schools Block to the High Needs Block
- discuss the consultation options contained within this report

### 3 BACKGROUND

- 3.1 The Secretary of State has made several announcements on the National Funding Formula, with the latest statement made to Parliament on the 14th September 2017. This statement was accompanied by a release of illustrative funding figures for each school by the DfE.
- 3.2 The full implementation of the NFF will not occur until 2020/21. The preceding two years (2018/19 and 2019/20) are referred to as "soft" years where the authority will receive its Schools Block funding based on an NFF calculation at a national level but the money will be distributed to schools based on a local formula that is similar to the current system.
- 3.3 Further details and supporting documentation is included within the Schools Budget Funding Arrangements 2018/19 and beyond report.

### 4 FINANCIAL SUMMARY

- 4.1 The indicative DSG allocation for 2018/19 is £103,042,001. This is the total funding available to the Royal Borough to fund the schools Formula, High Needs and Central Schools Services Budgets for 2018/19. The provisional block funding will be updated in

December to reflect the latest Census information. Table 1 sets out the indicative NFF funding in 2018/19 excluding Early Years which will be provided following the January census.

**Table 1 Indicative NFF funding 2018/19**

<b>Block</b>	<b>Indicative NFF funding in 2018/19 £000</b>
Schools	83,184
High Needs	18,725
Central School Services	1,133
<b>TOTAL Provisional Funding 2018/19</b>	<b>103,042</b>

## **5 FUNDING FORMULA COMPARISONS**

- 5.1 For comparison purposes the following has been provided in appendix B.
  - current 2017/18 funding formula allocations
  - indicative NFF model allocations; reflecting the full impact of implanting the model
  - indicative formula modelling
- 5.2 In addition appendix C sets out the impact of proposed models on a school by school basis demonstrating gainers and losers of each model.
- 5.3 During the “soft” years the local authority will receive funding via a per pupil rate for primary and secondary pupils. The rates will be derived by calculating the funding each local authority school would receive using an NFF calculation. Authorities will receive schools block allocations based on a derived primary pupil rate and derived secondary pupil rate.
- 5.4 The DfE have set a minimum value of £4,800 for secondary pupils and £3,500 for primary schools for 2019/20 with interim rates of £4,600 and £3,300 for 2018/19. The DfE have also said that the per pupil rates will include a 0.5% increase per pupil per school on the preceding years per pupil funding.
- 5.5 Forum are asked to note that funding has been transferred from the High Needs block to the schools block to offset the change to the funding source of “Element 1” within Place Plus for a provision. The Schools Formula shares from 2018/19 will include the funding for Resource unit pupils. The funding rates will also include the historic funding of growth and premises
- 5.6 Included within the models are the following assumptions:
  - models are based on the 2017/18 data
  - Schools Block continued funding for the growth fund; estimated as £402,076 2018/19 (see appendix A)
  - propose a transfer of 0.5% (estimated at £416,000) from the Schools Block to the High Needs block to support the implementation of the SEND strategy implementation action plan being led by a working group of headteachers, SENCOs and practitioners from a range of services. This is allowed in the operational guide. This proposal is reflected in models 1 & 2.

- 5.7 A summary of the proposed formula changes is set out in table 2. Appendix D to F demonstrate the impact of the models on individual schools.

**Table 2 Proposed migration from Local Formula to National Formula**

<b>Factors</b>	<b>Model 1 (Appendix D)</b>	<b>Model 2 (Appendix E)</b>	<b>Model 3 (Appendix F)</b>
	<b>%</b>	<b>%</b>	<b>%</b>
AWPU	60.0	60.0	65.0
Pupil Led Factors	75.0	65.0	100.0
LAC	50.0	50.0	50.0
MFG	(1.5)	(1.5)	(1.5)
Block Transfer	0.5	0.5	0.0

- 5.8 The Schools Block Funding 2018/19 and total to be distributed via the formula is set out in table 3.

**Table 3 Schools Block Funding 2018/19**

<b><u>Schools Block Funding</u></b>	<b>£'000s</b>
Provisional Schools Block Allocation	83,184
Less: Schools Growth Fund	(402)
Less: High Needs Block Transfer @ 0.5%	(416)
<b>Total to be distributed via Formula</b>	<b>82,366</b>

- 5.9 In the provisional Schools Block allocations to each local authority the funding for the schools block includes the Area Cost Adjustment (ACA) to reflect differences in cost between different parts of the country. For RBWM the ACA is 1.05613.

## **6 CONSULTATION**

- 6.1 The Royal Borough have considered a number of options to migrate from the current local formula towards the NFF rates over the two 'soft' formula years, whilst still making available funding to cover the cost of growth fund commitments with RBWM schools and the ongoing pressures in the High Needs funded budgets.
- 6.2 Consultation will be undertaken during the period 8th November to 22nd November 2017. Only one submission will be accepted per school, responses will be collated and anonymised before being published at the January 2018 Schools Forum. Consultation will focus on the following areas with specific questions as proposed below:
- the level of migration to the NFF methodology
  - support for growth fund allocations
  - transfer of block funding
- 6.3 In advance of the consultation period a document providing guidance, context and the process for submission will be distributed to all schools.

## 7 Appendices

7.1 A summary of appendices has been provided in table 4.

**Table 4 Summary of Appendices**

A	Growth Fund 2017/18 & 2018/9
B (i)	RBWM Local Formula 2017/18 & National Funding Formula and ACA
B (ii)	RBWM Local Formula Options 2018/19
C	Movement on Funding from RBWM Local Formula to Models
D (i)	RBWM Local Formula Model 1 – Infant, First & Junior Schools
D (ii)	RBWM Local Formula Model 1 – Primary Schools
D (iii)	RBWM Local Formula Model 1 – Secondary & Middle Schools
E (i)	RBWM Local Formula Model 2 – Infant, First & Junior Schools
E (ii)	RBWM Local Formula Model 2 – Primary Schools
E (iii)	RBWM Local Formula Model 2 – Secondary & Middle Schools
F (i)	RBWM Local Formula Model 3 – Infant, First & Junior Schools
F (ii)	RBWM Local Formula Model 3 – Primary Schools
F (iii)	RBWM Local Formula Model 3 – Secondary & Middle Schools

School Growth Funding		Financial Year 2017-18	Indicative 2018-19
		Sept - March £	Sept - March £
<u>Primary</u>			
Holyport CE	Academy	8,432	-
St Edmund Campion	Academy	8,432	-
Wraysbury Primary		8,432	-
Oldfield Primary		21,218	21,218
Clewer Green CE		15,086	-
St Edwards Catholic First		15,086	-
Riverside Primary		25,088	25,088
All Saints CE Jnr		31,409	-
Knowl Hill	Academy	35,577	35,577
Cheapside Primary	4 classes	142,308	
<u>Secondary</u>			
Furze Platt Snr	Academy	35,577	35,577
Charters	Academy	35,577	35,577
Cox Green	Academy	35,577	35,577
Windsor Boys School	Academy	35,577	35,577
Windsor Girls School	Academy	35,577	35,577
Dedworth phase 1	Academy	35,577	35,577
Dedworth Phase 2	Academy	-	35,577
	Sub total	524,530	330,922
Contingency 1 - FP Senior phase 2			35,577
Contingency 2			35,577
	Total	524,530	402,076
<b>Budget 2017-18</b>		500,000	
Overspend		24,530	

RBWM Local Formula 2017-18				National funding formula ( NFF) and ACA			Difference in Formula rates per pupil ( 2017-18 to NFF)	
				ACA 1.05613				
	£	£	£	£	£	£	£	£
Age Weighted Pupil Unit (AWPU)	Primary amount per pupil	Secondary amount per pupil	Allocations	Primary amount per pupil	Secondary amount per pupil	Allocations	Primary amount per pupil	Secondary amount per pupil
Primary (Years R-6)	2,880.00		32,229,840	2,901.19		32,648,542	21.19	
Key Stage 3 (Years 7-9)		3,950.00	18,110,750		4,079.83	18,746,819		129.83
Key Stage 4 (Years 10-11)		4,502.00	13,704,088		4,632.19	14,165,237		130.19
DEPRIVATION - Income Deprivation Affecting Children & Free School Meals	Primary amount per pupil	Secondary amount per pupil		Primary amount per pupil	Secondary amount per pupil		Primary amount per pupil	Secondary amount per pupil
FSM	0.00	0.00	2,926,738	464.70	464.70	3,079,053	464.70	464.70
FSM6	696.80	604.50		570.31	829.06		-126.49	224.56
IDACI Band F	398.19	466.31		211.23	306.28		-186.96	-160.03
IDACI Band E	517.65	606.20		253.47	411.89		-264.18	-194.31
IDACI Band D	776.48	909.31		380.21	543.91		-396.27	-365.40
IDACI Band C	776.48	909.31		411.89	591.43		-364.59	-317.88
IDACI Band B	776.48	909.31		443.57	633.68		-332.91	-275.63
IDACI Band A	776.48	909.31		607.27	855.47		-169.21	-53.84
DEPRIVATION- Looked After Children & English as an additional Language	Primary amount per pupil	Secondary amount per pupil		Primary amount per pupil	Secondary amount per pupil		Primary amount per pupil	Secondary amount per pupil
LAC X March 16	1,900.00	1,900.00	80,367	0	0	-	-1,900	-1,900
EAL 3 Primary	323.13		374,996	543.91		637,341	221	
EAL 3 Secondary		987.92	188,077		1,462.74	278,866		475
DEPRIVATION - LOW PRIOR ATTAINMENT	Weighting	Amount per pupil		Weighting	Amount per pupil		Primary amount per pupil	Secondary amount per pupil
Low Attainment % new EFSP	0.40			1.00				
Low Attainment % old FSP 78		1,951.20	2,710,942		1,108.94	3,208,879	-842.26	
Secondary low attainment (year 7)	0.48	1,654.61	2,425,005	0.48	1,637.00	2,405,706		-17.61
LUMP SUM	Lump Sum per Primary School	Lump Sum per Secondary School		Lump Sum per Primary School	Lump Sum per Secondary School		Lump Sum per Primary School	Lump Sum per Secondary School
7) Lump Sum	123,738.00	125,155.00	7,441,284	116,174.30	116,174.30	6,970,458	-7,563.70	-8,980.70
8) Sparsity factor	0.00	0.00		26,403	68,648		26,403.25	68,648.45
Formula Total				Formula Total				
Rates				Rates - at 17-18 Cost				
MFG Balance ( non scaled element)				MFG Balance @ 1.5% ( non scaled element)				
Total				Total ( excluding individual school 'floor' protection)				
80,192,087				82,140,901				
693,250				693,250				
-				137,625				
80,885,337				82,971,776				
Ratio 1 : 1.27				Ratio 1 : 1.30				
MFG Cost ( pre scaling)				MFG Cost ( pre scaling)				
£				£				
Number of Schools				Number of Schools				
Primary 263,259 12				Primary 137,675 6				
Secondary 39,882 2				Secondary 0 -				



**RBWM Local Formula Options  
2018-19**
**Model 1**

	£	£	£
	Primary amount per pupil	Secondary amount per pupil	Allocations
<b>AWPU</b>			
Primary (Years R-6)	2,892.71		32,553,112
Key Stage 3 (Years 7-9)		4,027.90	18,508,201
Key Stage 4 (Years 10-11)		4,580.11	14,005,976
<b>DEPRIVATION - IDACI &amp; FSM</b>			
FSM	348.52	348.52	3,044,109
FSM6	601.93	772.92	
IDACI Band F	257.97	346.29	
IDACI Band E	319.52	460.47	
IDACI Band D	479.28	635.26	
IDACI Band C	503.04	670.90	
IDACI Band B	526.80	702.59	
IDACI Band A	649.58	868.93	
<b>DEPRIVATION- Looked After Children &amp; EAL</b>			
LAC X March 16	950.00	950.00	40,299
EAL 3 Primary	488.71		572,659
EAL 3 Secondary		1,344.04	256,237
<b>DEPRIVATION - LOW PRIOR ATTAINMENT</b>			
	Weighting	Amount per pupil	
Primary Low Attainment % new EFSP	0.81		
Primary Low Attainment % old FSP 78	-	1,319.50	3,191,529
Secondary low attainment (year 7)	0.48	1,641.40	2,412,172
<b>LUMP SUM</b>			
	Lump Sum per Primary School	Lump Sum per Secondary School	
7) Lump Sum	118,065.23	118,419.48	7,088,165
8) Sparsity factor	-	-	

Total Formula Funding	81,672,458.00
Rates 17-18 Budget	693,250.00
Total	82,365,708.00

**Ratio**                      **1 : 1.29**

Balance    192

<b>MFG Cost ( pre scaling)</b>	£	<b>No of Schools</b>	
Primary in MFG	138,077.00		6
Secondary in MFG	441.00		1

**Migration from Local Formula to NFF:**

**AWPU**  
Migration at 60% of the difference between RBWM 2017-18 local formula and NFF rates.  
**Pupil Led Factors and Lump sums**  
Migration at 75% of the difference between RBWM & NFF.  
LAC to be phased out and funded at 50%.

Note:

MFG set at -1.5%  
0.5% Contribution to High Needs Services & Pupils

**Model 2**

	£	£	£
	Primary amount per pupil	Secondary amount per pupil	Allocations
	2,892.71		32,553,112
		4,027.90	18,508,201
		4,580.11	14,005,976
<b>Primary amount per pupil</b>		<b>Secondary amount per pupil</b>	
302.05	302.05		3,030,134
614.58	750.47		
276.66	362.29		
345.93	479.90		
518.90	671.80		
539.50	702.69		
560.09	730.15		
666.50	874.31		
<b>Primary amount per pupil</b>		<b>Secondary amount per pupil</b>	
950.00	950.00		40,299
466.64			546,792
	1,296.55		247,183
<b>Weighting</b>		<b>Amount per pupil</b>	
0.75			
-	1,403.73		3,190,544
0.48	1,643.16		2,414,759
<b>Lump Sum per Primary School</b>		<b>Lump Sum per Secondary School</b>	
118,821.60	119,317.55		7,135,247
-	-		

Total Formula Funding	81,672,246.00
Rates 17-18 Budget	693,250.00
Total	82,365,496.00

**Ratio**                      **1 : 1.28**

Balance    404

<b>MFG Cost ( pre scaling)</b>	£	<b>No of Schools</b>	
Primary in MFG	133,312.00		6
Secondary in MFG	1,862.00		1

**AWPU**  
Migration at 60% of the difference between RBWM 2017-18 local formula and NFF rates.  
**Pupil Led Factors and Lump sums**  
Migration at 65% of the difference between RBWM & NFF.  
LAC to be phased out and funded at 50%.

MFG set at -1.5%  
0.5% Contribution to High Needs Services & Pupils

**Model 3**

	£	£	£
	Primary amount per pupil	Secondary amount per pupil	Allocations
	2,893.77		32,565,041
		4,034.39	18,538,022
		4,586.62	14,025,884
<b>Primary amount per pupil</b>		<b>Secondary amount per pupil</b>	
464.70	464.70		3,079,048
570.31	829.06		
211.23	306.28		
253.47	411.89		
380.21	543.91		
411.89	591.43		
443.57	633.68		
607.27	855.47		
<b>Primary amount per pupil</b>		<b>Secondary amount per pupil</b>	
950.00	950.00		40,299
543.91			637,337
	1,462.74		278,866
<b>Weighting</b>		<b>Amount per pupil</b>	
0.955			
	1,108.94		3,078,947
0.48	1,637.00		2,405,706
<b>Lump Sum per Primary School</b>		<b>Lump Sum per Secondary School</b>	
123,738.00	125,155.00		7,441,284
-	-		

Total Formula Funding	82,090,436.00
Rates 17-18 Budget	693,250.00
Total	82,783,686.00

**Ratio**                      **1 : 1.29**

Balance    1,867

<b>MFG Cost ( pre scaling)</b>	£	<b>No of Schools</b>	
Primary in MFG	111,643.00		5
Secondary in MFG	-		-

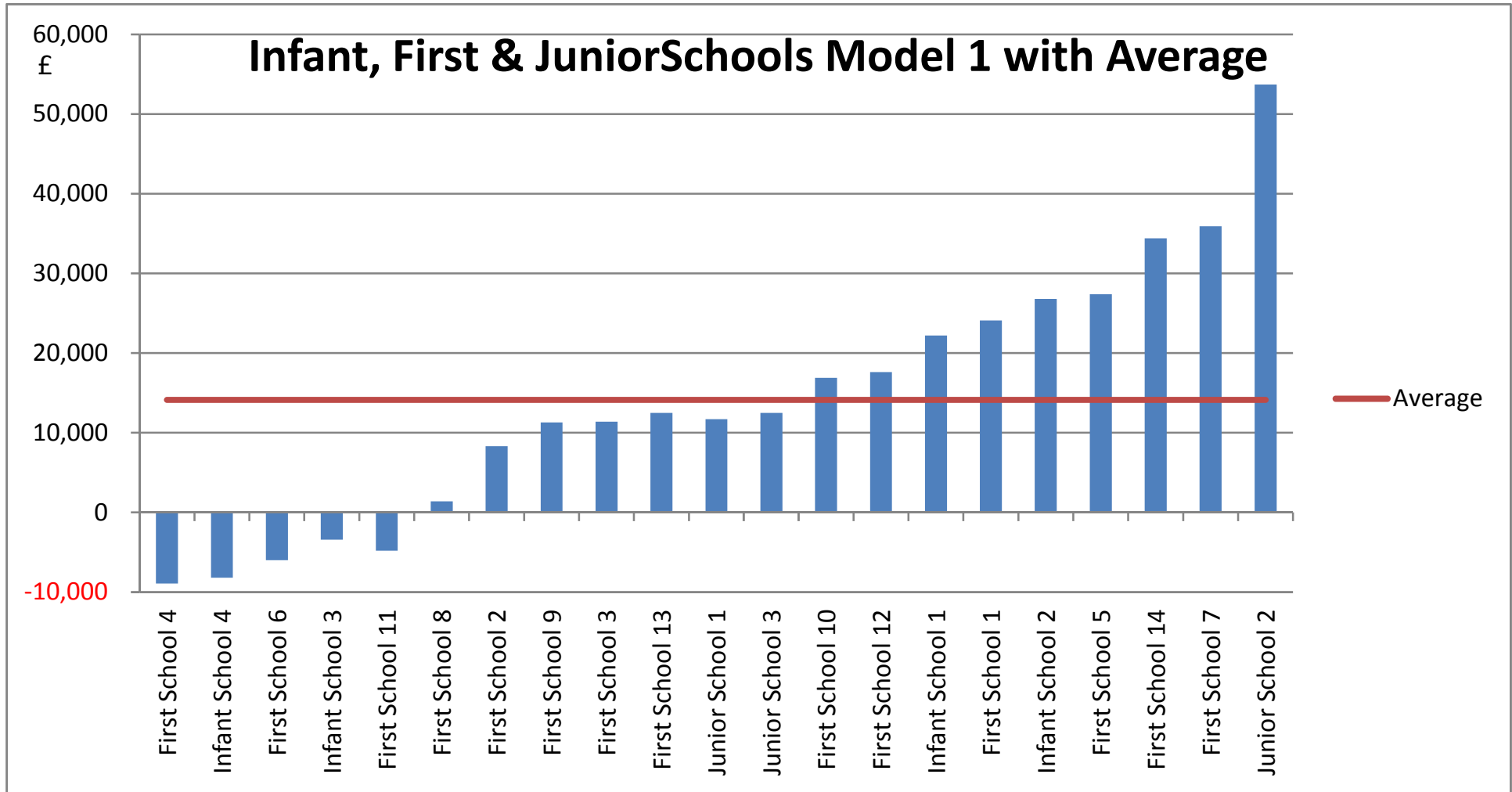
**AWPU**  
Migration at 65% of the difference between RBWM 2017-18 local formula and NFF rates.  
**Pupil Led Factors**  
100% Migration to NFF.  
LAC to be phased out and funded at 50%.  
Lump sums as per 2017-18 rates  
MFG set at -1.5%  
Nil contribution to High Needs services & pupils

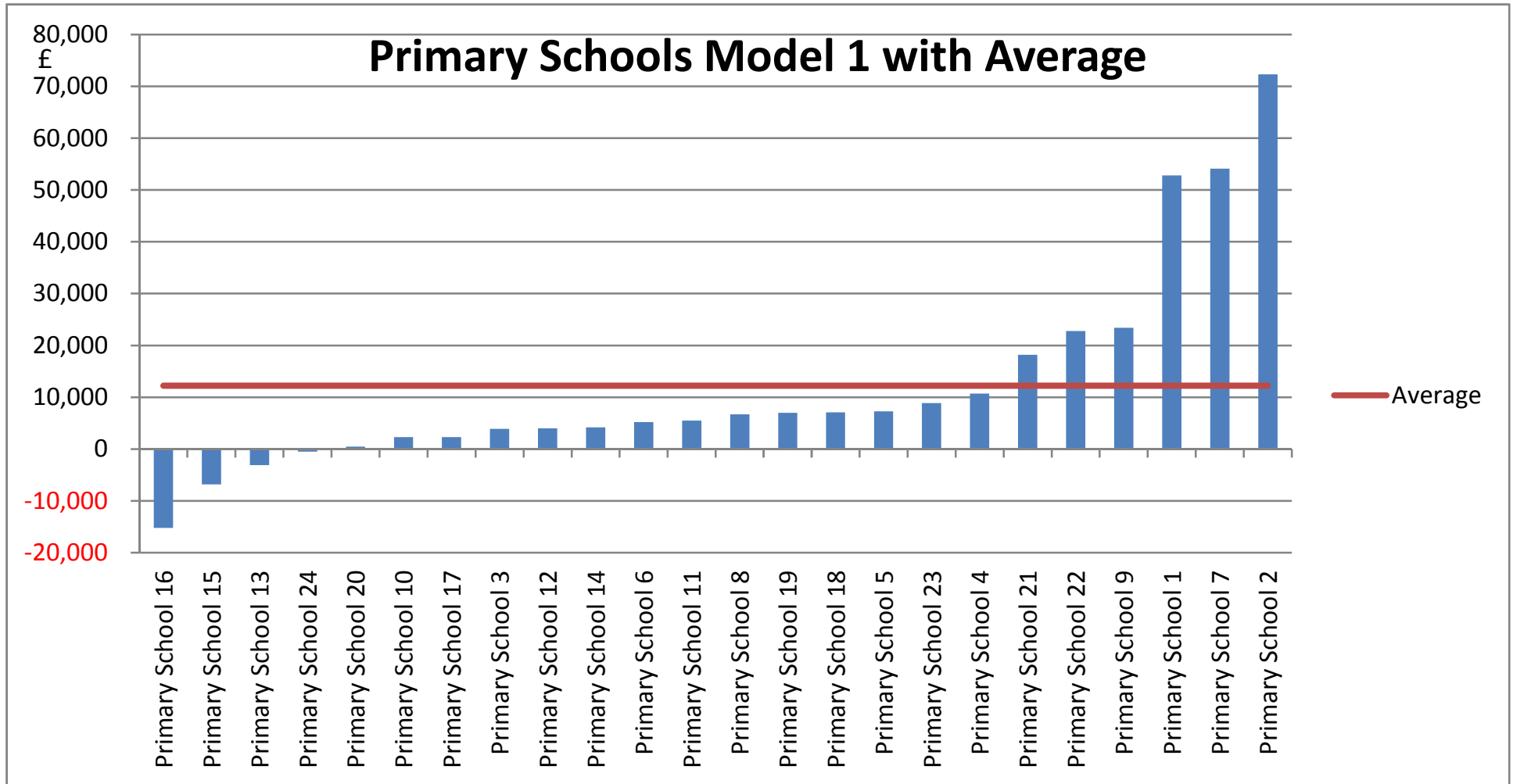
### Movement in Funding from 2017-18 Budgets to Models

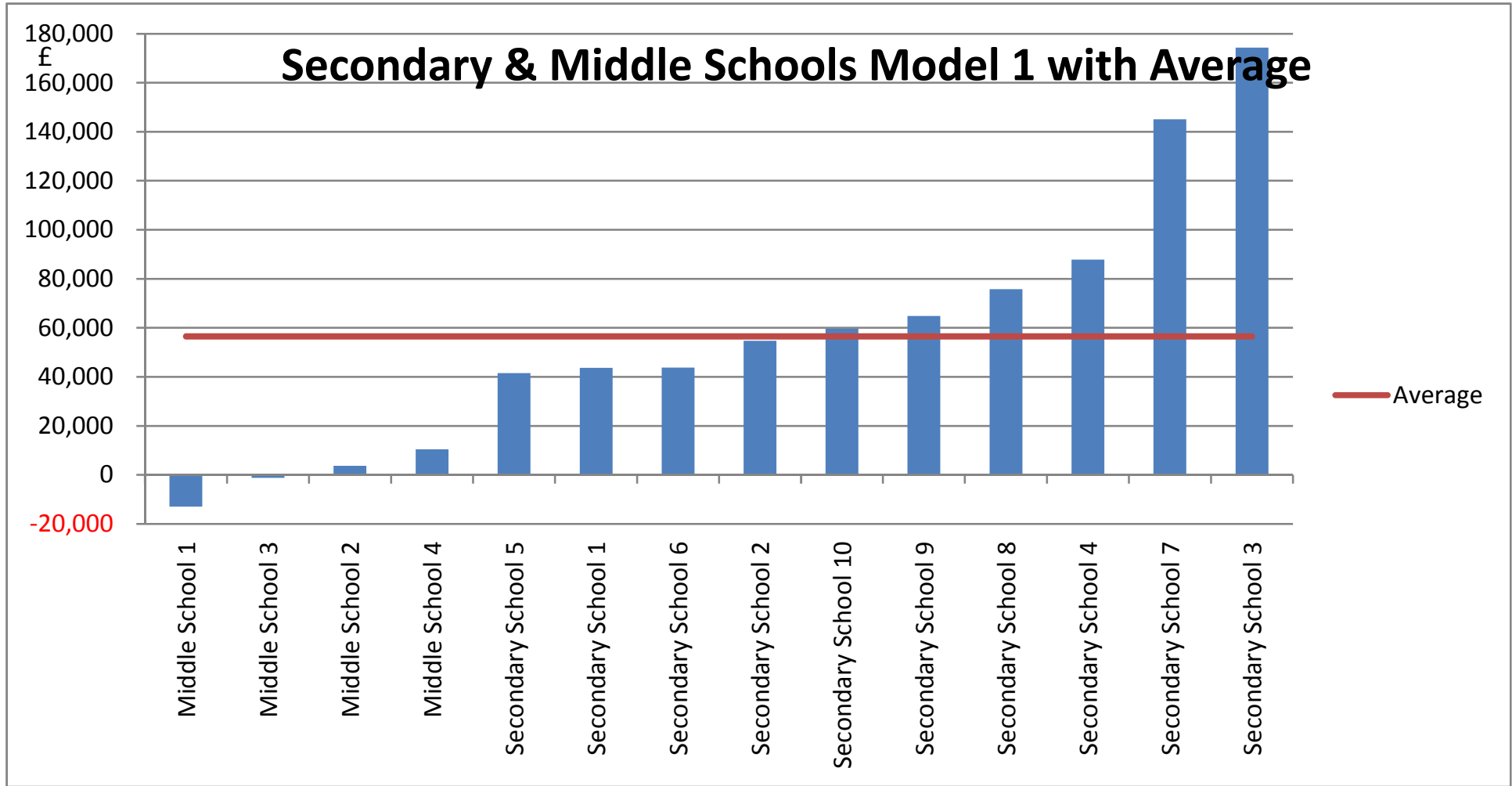
Anonomised Name	Model 1	Model 2	Model 3
	£	£	£
Primary School 16	(15,200)	(15,200)	(15,200)
Middle School 1	(13,000)	(12,900)	(8,600)
First School 4	(8,900)	(8,100)	(7,000)
Infant School 4	(8,200)	(9,400)	1,500
Primary School 15	(6,800)	(6,800)	(6,700)
First School 6	(6,000)	(6,000)	(5,900)
First School 11	(4,800)	(4,800)	(4,700)
Infant School 3	(3,400)	(3,400)	(3,300)
Primary School 13	(3,100)	(2,100)	1,500
Middle School 3	(1,200)	1,600	1,300
Primary School 24	(500)	1,200	(200)
Primary School 20	500	900	5,800
First School 8	1,400	1,900	6,200
Primary School 10	2,300	3,300	5,100
Primary School 17	2,300	2,900	6,800
Middle School 2	3,700	7,500	3,300
Primary School 3	3,900	4,200	9,700
Primary School 12	4,000	5,300	6,000
Primary School 14	4,200	4,600	9,500
Primary School 6	5,200	5,700	9,000
Primary School 11	5,500	6,100	10,700
Primary School 8	6,700	6,900	13,100
Primary School 19	7,000	7,200	12,500
Primary School 18	7,100	7,000	13,000
Primary School 5	7,300	7,700	11,900
First School 2	8,300	8,400	14,300
Primary School 23	8,900	9,900	11,200
Middle School 4	10,500	12,500	15,400
Primary School 4	10,700	11,100	15,000
First School 9	11,300	11,000	17,900
First School 3	11,400	11,700	15,900
Junior School 1	11,700	13,000	12,900
First School 13	12,500	12,400	18,300
Junior School 3	12,500	13,200	14,700
First School 10	16,900	16,400	24,300
First School 12	17,600	17,900	20,700
Primary School 21	18,200	17,900	23,600
Infant School 1	22,200	21,400	29,100
Primary School 22	22,800	23,100	28,700
Primary School 9	23,400	25,600	21,800
First School 1	24,100	23,900	30,700
Infant School 2	26,800	25,900	34,300
First School 5	27,400	27,800	31,100
First School 14	34,400	34,800	39,100
First School 7	35,900	34,300	44,500
Secondary School 5	41,500	41,200	56,100
Secondary School 1	43,700	41,200	64,500
Secondary School 6	43,800	42,500	60,500
Primary School 1	52,800	52,400	57,300
Junior School 2	53,700	55,900	54,700
Primary School 7	54,100	54,000	60,500
Secondary School 2	54,700	53,500	71,000
Secondary School 10	59,600	57,600	78,800
Secondary School 9	64,800	61,300	87,400
Primary School 2	72,300	73,500	72,900
Secondary School 8	75,800	73,400	99,000
Secondary School 4	87,800	85,100	113,100
Secondary School 7	145,100	142,300	171,000
Secondary School 3	174,300	169,900	207,400
Growing School	98,900	98,900	105,000

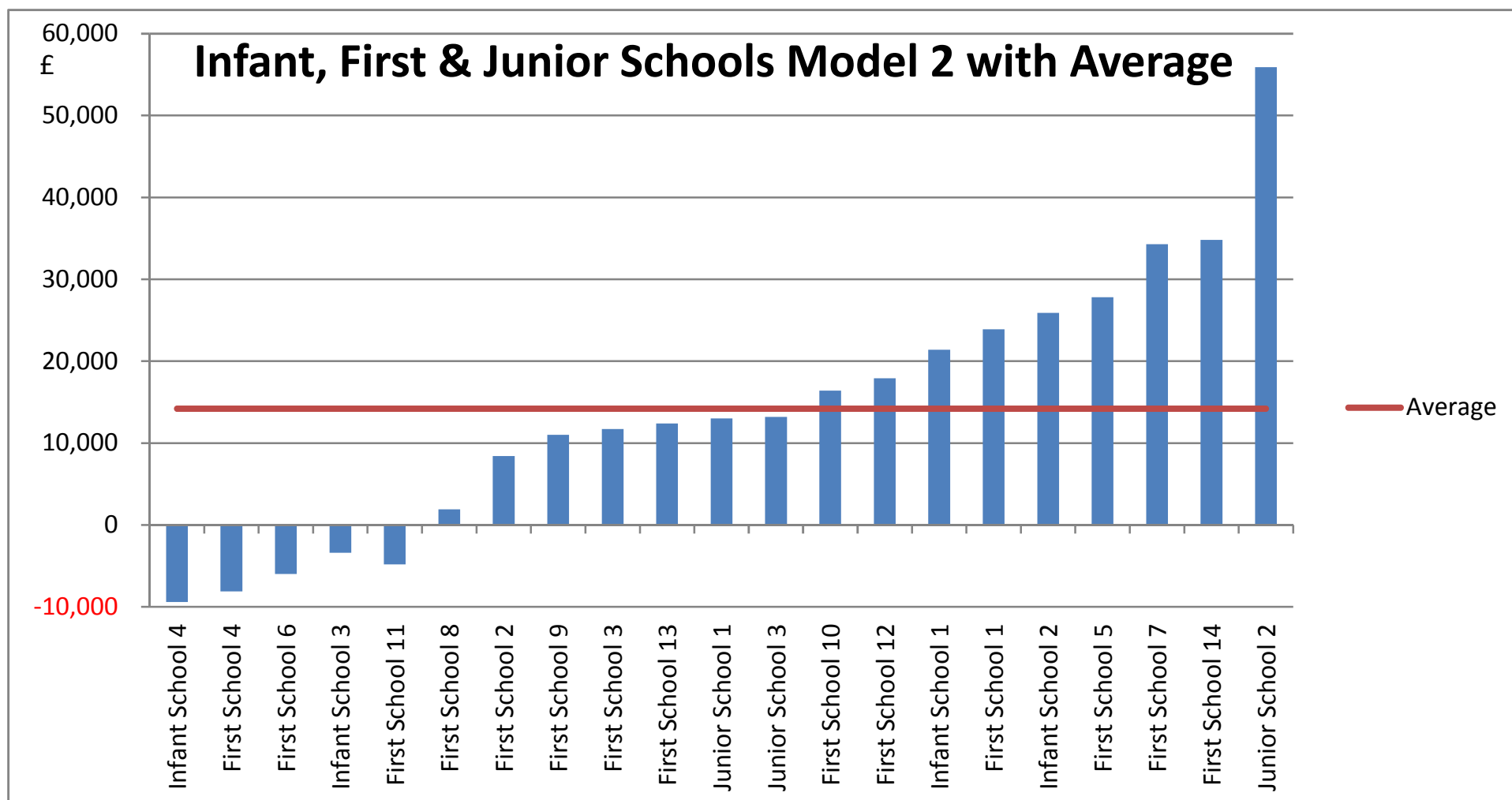
Note : Individual school figures are rounded to the nearest £100.

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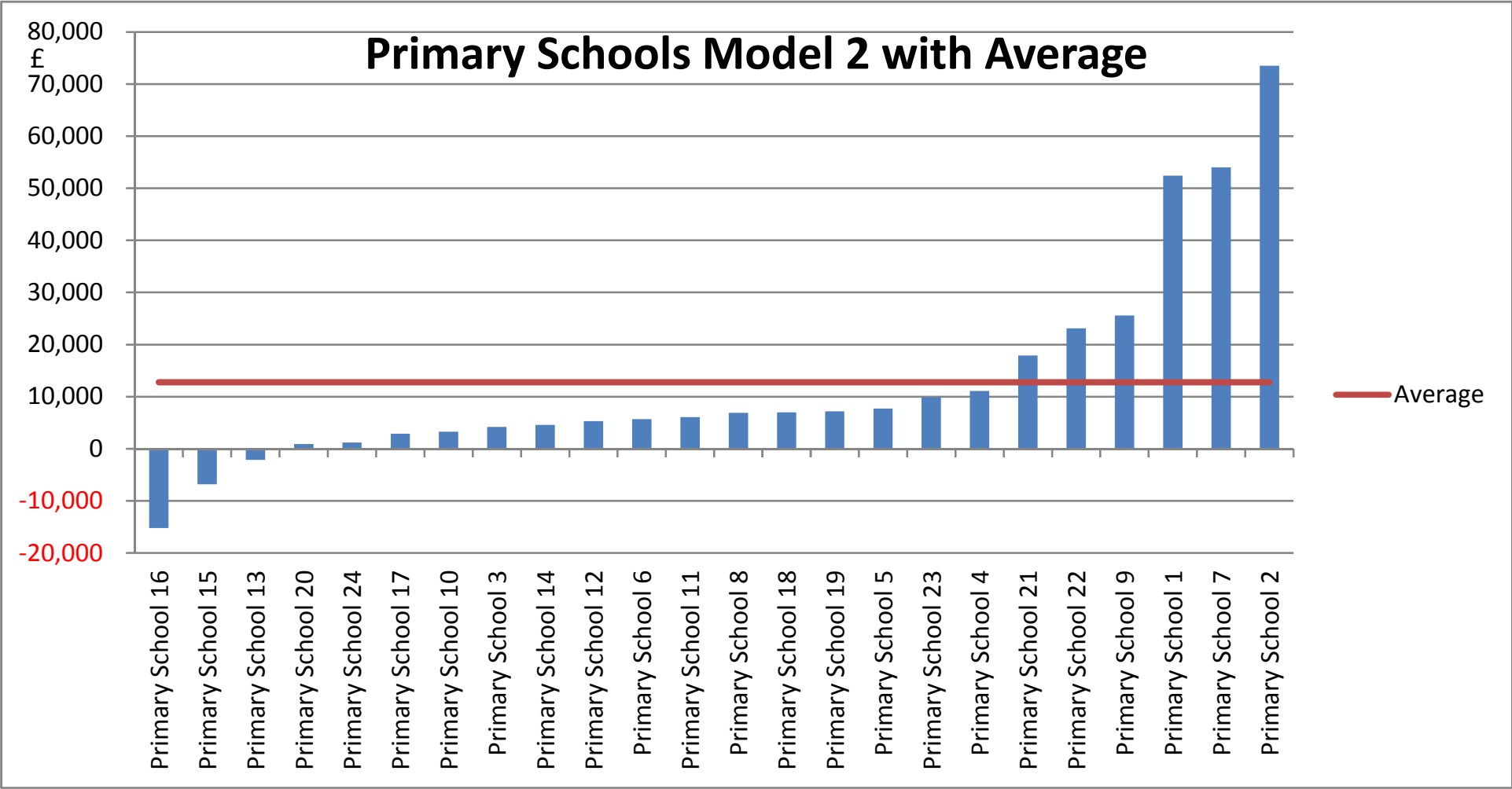


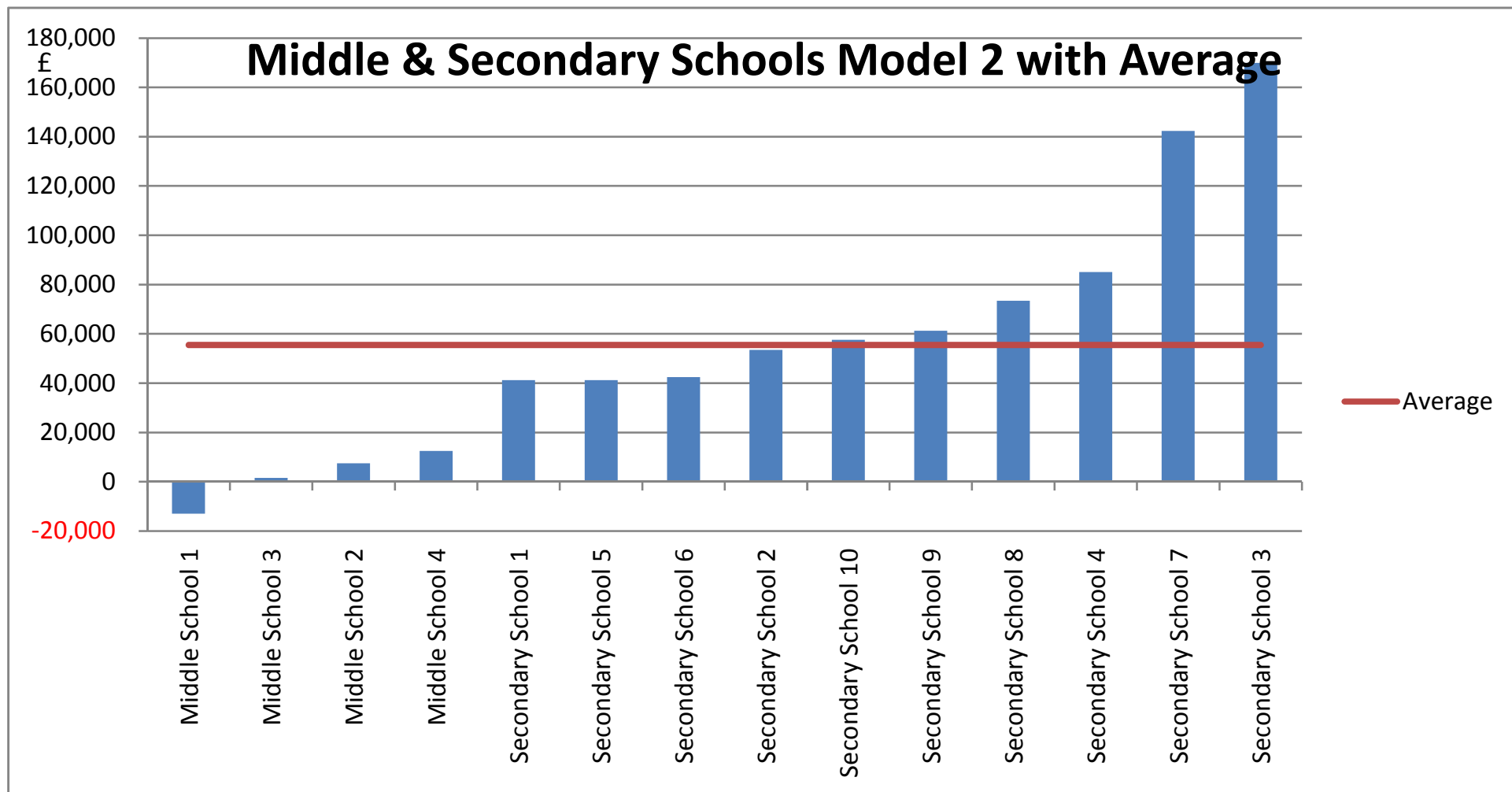




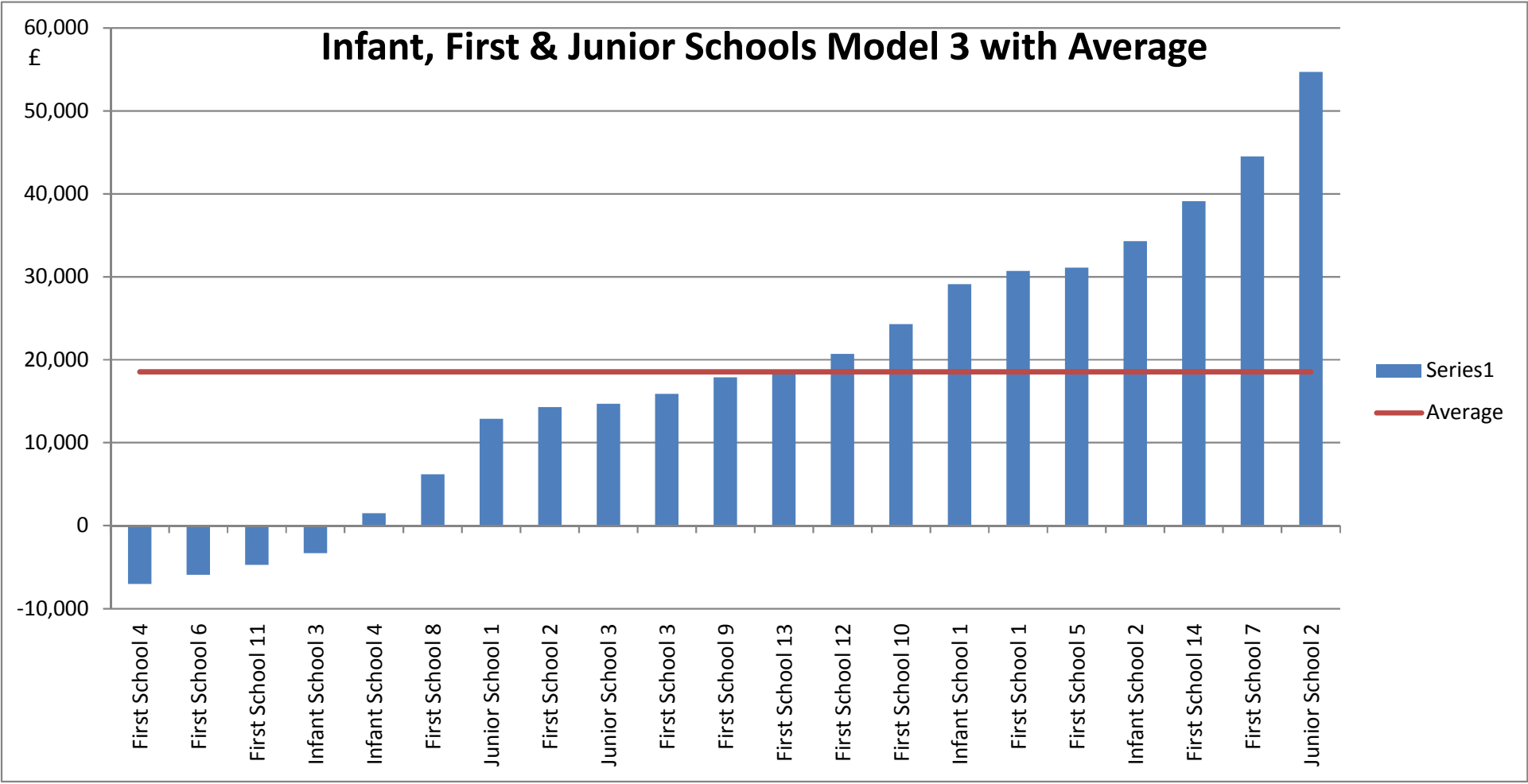


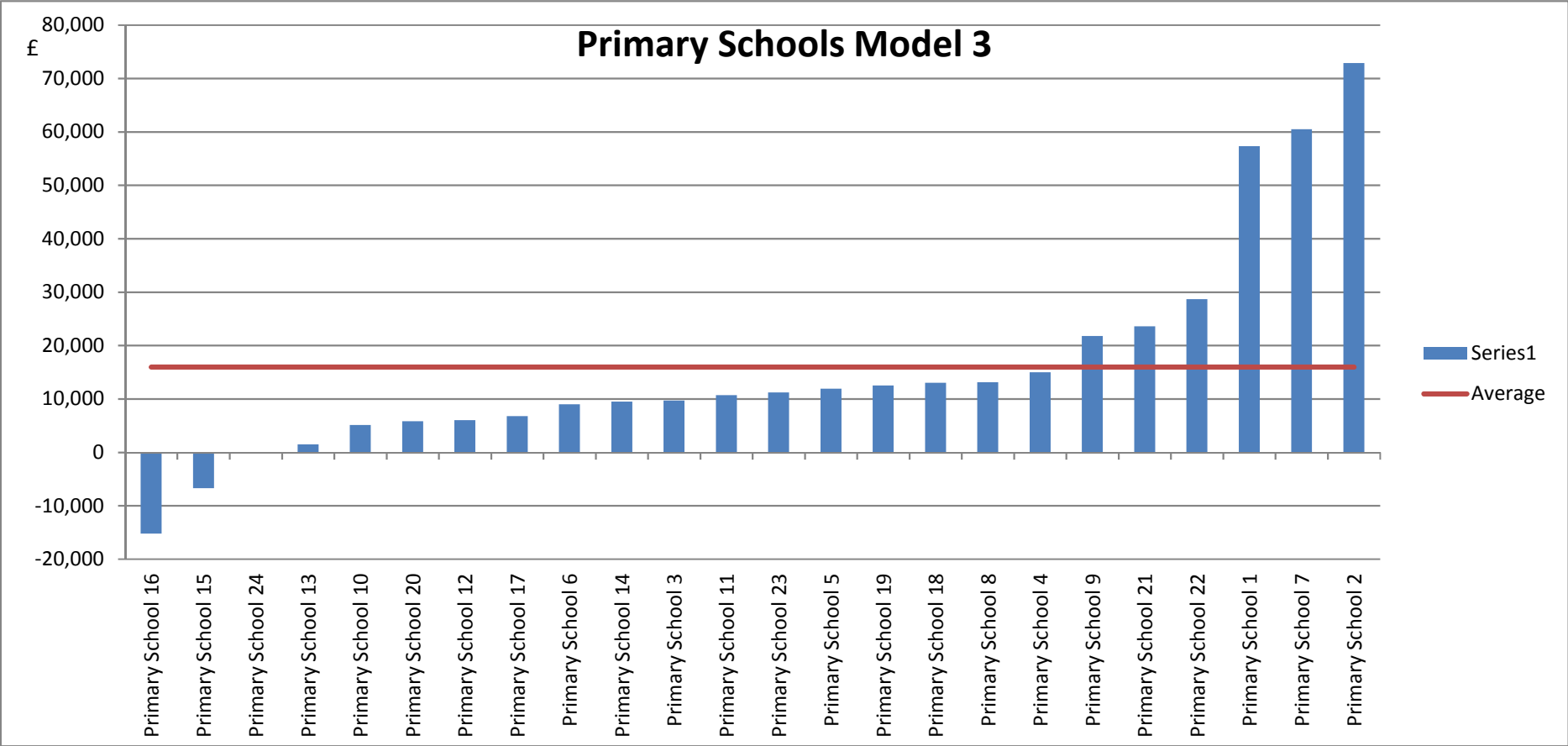
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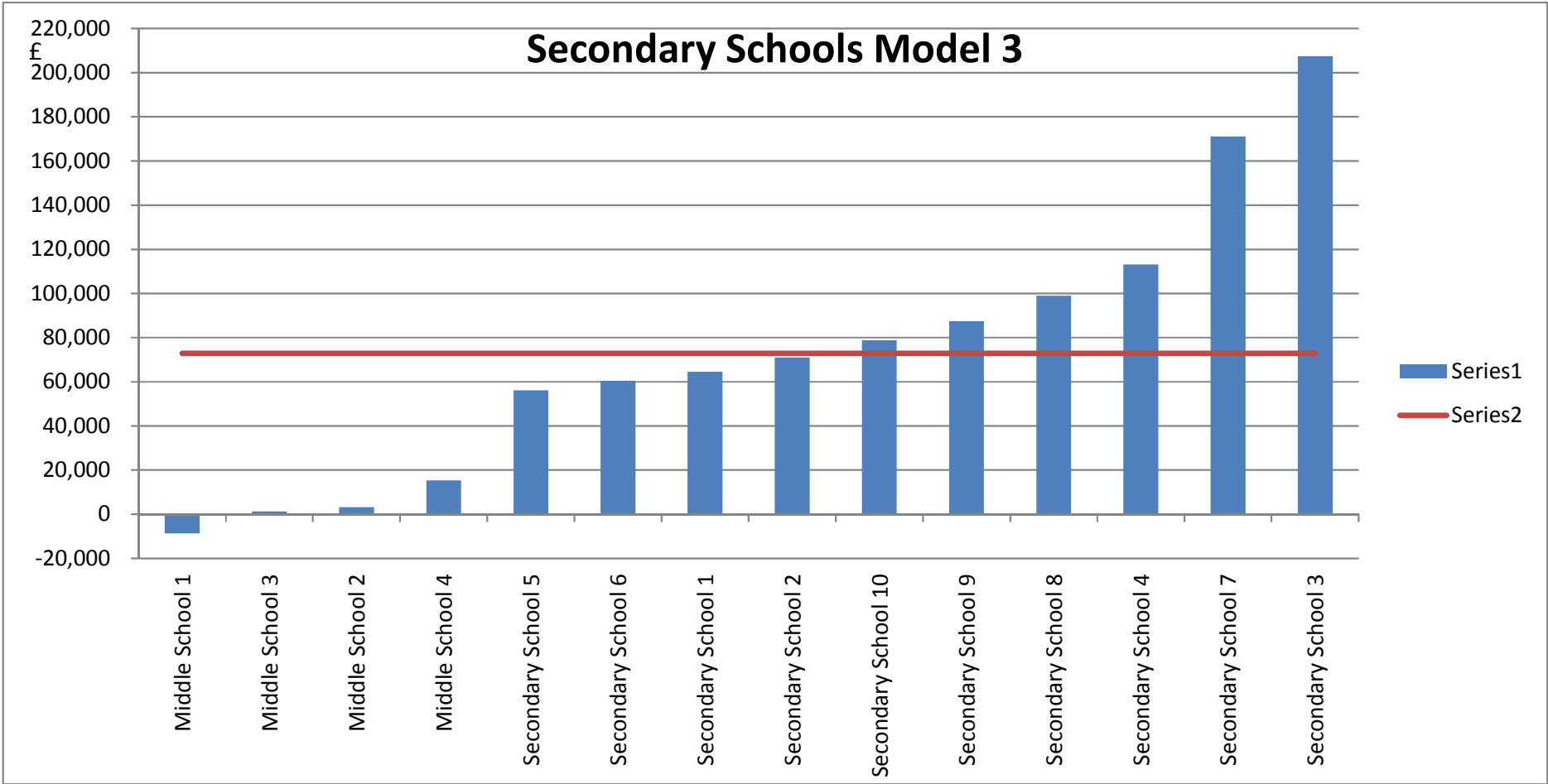












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