

High Needs Block - Financial Projection 2018/19

	2016/17 Actual	2017/18 Original Estimate	2017/18 Projection	2018/19 Estimate (November)	2018/19 Estimate	Comments
	£000	£000	£000	£000	£000	
Total HNB grant due after ESFA deductions	55,097	56,759	57,242	58,391	57,800	Based on DSG issued 19/12/17. Some adjustments to this total will not be received until May 2018.
Passported to Institutions	53,407	49,305	53,915	54,849	54,821	Includes estimated increases in number of pupils with SEND.
Commissioned Services	1,372	1,371	1,389	1,549	1,549	Increased funding for hospital services as detailed by ESFA.
Directly Managed Services	4,352	5,314	4,639	4,769	4,583	Removal of Teenage Pregnancy Service, partly offset by unavoidable cost of living increases.
Other costs	718	769	535	1,395	1,395	Includes budgeting to reduce deficit by £1m from 2018/19 onwards.
	59,849	56,759	60,478	62,562	62,348	
In year shortfall (surplus)	4,752	0	3,236	4,171	4,548	
Options to reduce deficit						
- transfer from schools block				(2,000)	(2,000)	Further consultation would be required if a transfer is required in 2019/20.
- transfer from central school services block				(500)	(500)	Fall out of equal pay borrowing costs.
- reduce mainstream additional places allocations				(700)	(492)	November saving based on retaining a nominal budget for exceptional circumstances and the current saving is based on increasing the threshold from 40% to 50%.
- remove Teenage Pregnancy from HNB				(216)	0	Now removed from initial costs.
- changes to Funding For Inclusion - pre 16				(874)	(1,353)	November saving based on change in unit rate from 2018/19 to £630 (from £684) and the current saving is based on a rate of £600.
- changes to Funding For Inclusion - post 16				0	(158)	Change in unit rate from 2018/19 to £600 (from £684) from September 2018.
Total potential savings				(4,290)	(4,503)	
Revised In Year Shortfall (Surplus)				(119)	45	
Initial DSG deficit (surplus) before options to reduce overspend	4,161		5,046	8,217	8,594	
Revised DSG deficit if all options fully implemented	4,161		5,046	3,927	4,091	

Note - if all of the above savings were agreed, the repayment to reserves would reduce to £955k.