

ANALYSIS OF DSG HIGH NEEDS BLOCK 2016/17 TO 2021/22

	2016/17 Actual	2017/18 Actual	2018/19 Original Estimate	2018/19 Projection	2019/20 Estimate	2020/21 Estimate	2021/22 Estimate	Comments
	£000	£000	£000	£000	£000	£000	£000	
<u>DSG Funding On High Needs</u>								
High Needs Block baseline	57,919	60,746	66,338	66,338	69,535	72,442	75,535	Based on latest information from DfE on how High Needs Block will be calculated, which takes into account proposed cap on gains. Also included is proposed transfer of special free school place funding into DSG.
Growth funding and other adjustments	882	1,903	500	500	0	0	0	Growth funding is in the base calculation from 2019/20 onwards.
Places funded directly by the ESFA	(3,704)	(7,451)	(9,038)	(9,038)	(10,254)	(10,254)	(10,254)	Phased increase in SEMH places and significant increase in post 16 places. Now includes special free school place deductions (offsets increase above).
Funding transferred from Schools Block	0	2,000	2,000	2,000	0	0	0	Assumes £2m transfer from Schools is non-recurrent.
Funding transferred from Central School Services Block			500	500				Assumes £500k transfer from CSSB is non-recurrent.
Total High Needs Block grant	55,097	57,198	60,300	60,300	59,281	62,188	65,281	
<u>Funding Passported To Institutions</u>								
SILC and Resource Provision Places	10,474	10,236	10,169	10,169	10,581	11,201	11,822	Based on additional 160 places by 2021. These projections could change depending on a decision over what settings these places will be in. As per the NFF funding model, basic entitlement funding for pupils in resourced provision will be funded from the schools block. Costs have therefore been reduced correspondingly.
Deficit SILC balances	729	0	0	1,355	0	0	0	Conversion to academy status now expected in 2018-19.
Outside placements and external residential placements	7,195	7,668	6,283	6,283	5,818	5,628	5,838	Outside placements based on projected number of placements each year while external residential placements is based on education costs of specialist education and residential placements.
Alternative Provision and AIP's	6,012	4,941	5,256	5,006	5,256	5,256	5,256	No further funding reductions currently projected.
SEN Top-ups to Institutions	26,681	29,175	30,666	31,492	32,246	33,348	34,458	Based on forecast population growth and increase in number of pupils identified with SEND (per Complex Needs Service), plus increase in pupils at SEMH provision. Also includes 5 day provision for post 16 at SILCs for 3 years, and additional 160 places by 2021.
Mainstream additional places (£6k blocks)	2,316	930	424	424	475	525	525	Additional £6k blocks - based on 2017/18 costs.
Education provision for mental health beds		196	200	200	200	200	200	Following negotiations with providers projected costs have reduced compared to the invoices initially received.
Total Passported To Institutions	53,407	53,146	52,998	54,929	54,576	56,158	58,099	
<u>Commissioned Services managed on behalf of LCC</u>								
Hospital & Home Tuition	1,278	1,276	1,484	1,484	1,499	1,514	1,529	This funding is largely a specific element within the calculation of the DSG income due. The projected costs match the income allocated.
PD & Medical Service	94	94	65	65	67	69	71	Reduction in commissioned service costs.
Total Commissioned Services	1,372	1,370	1,549	1,549	1,566	1,583	1,600	
<u>Directly Managed By Children & Families</u>								
Autism support	393	347	413	413	423	433	443	Increase for pay award (at 2%) and superannuation increase.
Children missing out on education	263	233	257	257	261	265	269	Increase for pay award (at 2%) and superannuation increase.

ANALYSIS OF DSG HIGH NEEDS BLOCK 2016/17 TO 2021/22

	2016/17 Actual	2017/18 Actual	2018/19 Original Estimate	2018/19 Projection	2019/20 Estimate	2020/21 Estimate	2021/22 Estimate	Comments
	£000	£000	£000	£000	£000	£000	£000	
Management of AP	105	105	110	110	112	114	116	Increase for pay award (at 2%) and superannuation increase.
SEN adaptations	149	154	141	141	141	141	141	No change to budget.
SEN Inclusion Team	770	1,054	1,206	1,206	1,232	1,258	1,284	Increase for pay award (at 2%) and superannuation increase.
Sensory Service	2,343	2,275	2,177	2,177	2,223	2,269	2,315	Increase for pay award (at 2%) and superannuation increase.
Teenage pregnancy	219	231	0	0	0	0	0	Removed from DSG funding.
Virtual school (Children Looked After)	110	103	108	108	110	112	114	Increase for pay award (at 2%) and superannuation increase.
Total Directly Managed by Children & Families	4,352	4,502	4,412	4,412	4,502	4,592	4,682	
Other Costs								
SEMH set up costs	718	550	395	395	0	0	0	Payments to SEMH provision for set up costs.
SEMH prudential borrowing costs	0	0	0	0	558	558	558	Prudential borrowing costs for building of new SEMH provision - delayed to 2019/20.
Contribution to reserves	0	0	946	0	1,000	1,000	1,000	Contribution to reduce deficit reserve.
Total Other Costs	718	550	1,341	395	1,558	1,558	1,558	
Total High Needs Block Expenditure	59,849	59,568	60,300	61,285	62,202	63,891	65,939	
In Year Shortfall (Surplus)	4,752	2,370	0	985	2,921	1,703	658	
Cumulative DSG Deficit	4,161	3,379	3,633	4,618	5,539	6,242	5,900	
Options to reduce deficit								
- transfer from schools block					(2,000)			Further consultation would be required for a transfer in 2019/20.
- transfer from central school services block					(499)			Fall out of equal pay borrowing costs.
- other savings / increased funding to be identified					(422)	(1,703)	(658)	Savings or increased funding to be identified to balance budget.
Total potential savings					(2,921)	(1,703)	(658)	
Revised In Year Shortfall (Surplus)	4,752	2,370	0	985	0	0	0	
Estimated underspend elsewhere in DSG				(1,000)				
Revised DSG deficit if all options fully implemented	4,161	3,379	3,633	3,618	2,618	1,618	618	
Note:- estimated grant above 3% cap			7,096		5,266	3,740	1,763	