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DATE: 5 February 2013

To: Members of the
EDUCATION BUDGET SUB-COMMITTEE

Councillor Neil Reddin FCCA (Chairman)
Councillor Nicky Dykes (Vice-Chairman)
Councillors Nicholas Bennett J.P., Lydia Buttinger and David McBride

A meeting of the Education Budget Sub-Committee will be held at Bromley Civic Centre on **WEDNESDAY 13 FEBRUARY 2013 AT 7.00 PM**

MARK BOWEN
Director of Resources

*Copies of the documents referred to below can be obtained from
www.bromley.gov.uk/meetings*

AGENDA

1 APOLOGIES FOR ABSENCE

2 DECLARATIONS OF INTEREST

3 QUESTIONS FROM MEMBERS OF THE PUBLIC ATTENDING THE MEETING

In accordance with the Council's Constitution, questions to this Committee must be received in writing 4 working days before the date of the meeting. Therefore please ensure questions are received by the Democratic Services Team by 5pm on Thursday 7th February 2013.

4 MINUTES OF THE MEETING HELD ON 8TH JANUARY 2013 AND MATTERS ARISING (Pages 3 - 8)

5 2013/14 DEDICATED SCHOOLS GRANT (Pages 9 - 26)

6 CAPITAL PROGRAMME MONITORING Q3 2012/13 & ANNUAL CAPITAL REVIEW 2013 TO 2017 (Pages 27 - 34)

7 EDUCATION PORTFOLIO HOLDER INFORMATION ITEMS

- a LOCAL AUTHORITY CENTRAL SPEND EQUIVALENT GRANT (LACSEG)**
(Pages 35 - 38)

8 ANY OTHER BUSINESS

9 DATE OF NEXT MEETING

To be confirmed.

EDUCATION BUDGET SUB-COMMITTEE

Minutes of the meeting held at 7.00 pm on 8 January 2013

Present:

Councillor Neil Reddin FCCA (Chairman)
Councillor Nicky Dykes (Vice-Chairman)
Councillors Nicholas Bennett J.P., Lydia Buttinger and
David McBride

Councillor Pauline Tunnicliffe, Executive Support Assistant to
Portfolio Holder for Education

Also Present:

Dr Tessa Moore, Assistant Director: Education
David Bradshaw, Head of Education and Care Services Finance

1 APOLOGIES FOR ABSENCE

There were no apologies.

2 DECLARATIONS OF INTEREST

The Chairman noted that Declarations of Interest made by Members at the meeting of Education PDS Committee on 12th June 2012 were taken as read.

3 QUESTIONS FROM MEMBERS OF THE PUBLIC ATTENDING THE MEETING

No questions had been received from members of the public.

4 MINUTES OF THE MEETING HELD ON 25TH SEPTEMBER 2012 AND MATTERS ARISING

The Chairman noted that a number of the issues arising from the minutes would be considered during the meeting.

RESOLVED that the minutes of the meeting held on 25th September 2012 be agreed.

5 CAPITAL PROGRAMME - 2ND QUARTER MONITORING 2012/13

Report RES12206

On 24th October 2012, the Executive received the 2nd quarterly capital monitoring report for 2012/13 and agreed a revised Capital Programme for the four year

period 2012/13 to 2015/16. The Sub-Committee considered a report highlighting the changes agreed by the Executive in respect of the Capital Programme for the Education Portfolio.

In considering the capital monitoring report, Councillor Nicholas Bennett JP noted that spend of £407k was attributed to a range of Primary Capital Programme schemes and asked for further information on these schemes to be provided to the Sub-Committee. Councillor Nicholas Bennett JP also requested that an additional column providing the original estimate for cost of schemes be included in the Capital Programme in future.

Another Member queried the virement of £600k from the budget for Capital Maintenance in schools to the budgets for Seed Challenge Fund, Security Works in Schools and Suitability/Modernisation Issues. The Head of Education and Care Services Finance confirmed that this virement had been used for several years to fund a Seed Challenge and Security Works grant scheme that maintained schools could apply to for match funding of capital schemes.

RESOLVED that the revised capital programme agreed by the Executive on 24th October 2012 be recommended to the Education Portfolio Holder for approval.

6 EDUCATION PORTFOLIO BUDGET MONITORING REPORT 2012/13

Report ED13002

The Sub-Committee considered a report setting out the budget monitoring position for the Education Portfolio based on expenditure to the end of November 2012. The Schools' Budget, funded from the Dedicated Schools' Grant and specific grants, was forecast to spend in line with budget. The controllable part of the Non-Schools' Budget, funded from Council Tax, Revenue Support and specific grants, was forecast to be in an underspend position of £1,817,000.

The Chairman noted that Education Commissioning and Business Services had an underspend of £343k, primarily due to 8 vacant posts not being filled. The Assistant Director: Education confirmed that following a restructure, the work undertaken by this team would now be delivered by the Central Commissioning Team and Bromley Adult Education College. Councillor Nicholas Bennett JP requested that a breakdown of income for Education Commissioning and Business Services for 2012/13 be provided to the next meeting of Education Budget Sub-Committee.

In considering an overspend of £51k in the Access and Admissions Service attributed to lower levels of staff turnover than budgeted for and printing of brochures, posters and application forms, the Assistant Director: Education confirmed that the overspend was partially due to the purchasing of licenses to support online schools admissions which would be an ongoing cost. Councillor Nicholas Bennett JP highlighted the need to move to print-on-demand for printed

materials where appropriate and requested that a breakdown of current spend on brochures, posters and application forms be provided to a future meeting of the Education PDS Committee.

RESOLVED that:

- 1) The latest 2012/13 budget projection for the Education Portfolio be noted; and,**
- 2) The Education Portfolio Budget Monitoring Report 2012/13 be recommended to the Education Portfolio Holder for approval.**

7 EDUCATION PORTFOLIO BUDGET 2013/14

Report ED13005

The Sub-Committee considered a report setting out the draft Education Portfolio Budget 2013/14, which incorporated future cost pressures and initial draft saving options reported to Executive on 9th January 2013. Members were requested to consider the proposed savings and identify any further action to be taken to reduce the cost pressures facing the Council over the next four years.

Members of the Sub-Committee considered the draft 2013/14 budget. In considering the statutory Children's Information Service, which would be subsumed into a wider advice service targeted to parents in areas of deprivation, the Chairman noted that a wide range of information was available to parents via the internet and other sources.

A Member highlighted the proposed deletion of one post in the Education Psychology Service. The Assistant Director: Education confirmed that this service would continue to provide a statutory service to maintained schools through the remaining post as well as offer a limited amount of additional support to schools as part of a sold service. A Member was concerned that any reduction in service might impact other areas of Special Educational Needs funding. Another Member noted that there might be an increase in privately funded assessments by independent Education Psychologists. The Assistant Director: Education confirmed that independent assessments were challenged if the Local Authority did not agree, and that robust scrutiny of statementing by the Local Authority had slowed the increase in statements issued. Increases were in proportion with the number of pupils with complex needs.

Members were generally concerned at changes to the Local Authority Central Spend Equivalent Grant (LACSEG) in respect of funding academies and Local Authorities. The change in funding aimed to use a national average rate of £132 per pupil which would be removed from the Local Authority in respect of every pupil. This amounted to a top slice from funding of £6.581m. The Local Authority, through the Education Support Grant (ESG), would be provided with £15 per pupil for all pupils regardless of where they attended school to fund statutory duties. In addition the Local Authority would receive £116 per pupil for each pupil attending a

maintained school. As the Council was a low cost Local Authority with a high academy conversion rate, it would be detrimentally affected. Currently a top slice of Revenue Support Grant of £1.46m was taken from Bromley annually and early indications were that Bromley was likely to lose a further £3.3m in addition to the current top slice for 2013/14. It was noted that Members and Officers had been in discussion with Ministers and Officers at the Department for Education to mitigate the impact of this loss and to look at alternate ways to manage funding. A briefing note on changes to the Local Authority Central Spend Equivalent Grant would be provided to the next meeting of the Sub-Committee.

It was noted that changes had been made to the Dedicated Schools Grant with a new national funding formula to be introduced from 2015/16 which would ensure that similar pupils attracted similar levels of funding across the country. To prepare for this change, the Department for Education had been working to simplify the local funding arrangements for 2013/14 and 2014/15, and to introduce a new approach to high needs funding that would help to improve transparency, quality and choice for young people and their families. Bromley currently attracted around £220m in Dedicated Schools Grant.

RESOLVED that:

- 1) The financial forecast for 2013/14 to 2015/16 be noted;**
- 2) Members' comments on the initial draft saving options proposed by the Executive for 2013/14 be noted; and,**
- 3) Members' comments on the initial draft 2013/14 Education Portfolio Budget be provided to the meeting of the Executive on 6th February 2013.**

8 EDUCATION PORTFOLIO HOLDER INFORMATION ITEMS

Report ED13003

The Committee considered an information briefing outlining Section 106 agreements that had been made with developers for the benefit of future occupants of new developments and existing residents in surrounding areas. The total amount of Section 106 agreement funds allocated to the Education Portfolio for capital schemes was £1,689k, of which £566k was currently available to be invested. The remaining funds had yet to be released to the Local Authority.

In considering the current Education Portfolio S106 agreements, Members were advised that conditions could apply to some S106 agreements, such as the proximity of the proposed investment to the development. It was also noted that there had been disputes with some developers around the amount of S106 agreement funds to be paid.

The Head of Education and Care Services Finance advised the members of the Sub-Committee that Section 106 agreement funds would be replaced by the

Community Infrastructure Levy, which would be used to support development through funding infrastructure to benefit the local community.

Further information regarding how S106 agreement funds were divided between Education and other areas of spend such as Environment, and how the Community Infrastructure Levy would operate would be provided to the next meeting of the Sub-Committee.

RESOLVED that the information briefing be noted.

9 ANY OTHER BUSINESS

The Head of Education and Care Services Finance outlined planned expenditure at Manor Oak Primary School. This expenditure sought to upgrade and remodel the Children's Centre to accommodate the current nursery, introduce new places for two year olds from September 2013 and provide an increased outdoor offer for the nursery provision. The Assistant Director: Education noted that the Local Authority had a statutory obligation to provide nursery places for 20% of two year olds from September 2013, but that this requirement would also be met through an increased offer by private providers across the Borough.

RESOLVED that the issues raised be noted.

10 DATE OF NEXT MEETING

The next meeting of Education Budget Sub-Committee would be held at 7.00pm on Wednesday 13th February 2013.

The Meeting ended at 8.07 pm

Chairman

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Report No.
ED 13024

London Borough of Bromley

PART ONE - PUBLIC

Decision Maker: **Education Budget Sub-Committee**

Date: **13th February 2013**

Decision Type: Non-Urgent Executive Non-Key

TITLE: 2013/14 DEDICATED SCHOOLS GRANT

Contact Officer: David Bradshaw, Head of Education and Care Services Finance
Tel: 020 8313 4807 E-mail: david.bradshaw@bromley.gov.uk

Chief Officer: Terry Parkin, Executive Director of Education and Care Services

Ward: Boroughwide

1. REASON FOR REPORT

- 1.1 This report provides details of the indicative allocation for the 2013/14 Dedicated Schools Grant and an outline of how this funding will be allocated and expended across the High Needs, Early Years and Schools Blocks.

2. RECOMMENDATIONS

- 2.1 **The Education PDS Budget Sub committee are invited to:**

(i) **Consider the latest 2013/14 DSG allocations for the Education Portfolio;**

Corporate Policy

1. Policy Status: Not Applicable:
 2. BBB Priority: Children and Young People:
-

Financial

1. Cost of proposal: Not Applicable:
 2. Ongoing costs: Not Applicable:
 3. Budget head/performance centre: Education Portfolio budgets
 4. Total current budget for this head: £220m
 5. Source of funding: Dedicated Schools Grant
-

Staff

1. Number of staff (current and additional): 1,920 Full Time Equivalent, of which 1,510 are based in schools.
 2. If from existing staff resources, number of staff hours: N/A
-

Legal

1. Legal Requirement: Statutory Requirement:
 2. Call-in: Applicable
-

Customer Impact

1. Estimated number of users/beneficiaries (current and projected): N/A
-

Ward Councillor Views

1. Have Ward Councillors been asked for comments? Not Applicable
2. Summary of Ward Councillors comments:

3. COMMENTARY

Grant changes

3.1 The Dedicated Schools Grant allocation for 2013/14 has now been notified to the LA as a total sum of £228,331,776. This funding is allocated in three blocks which have been agreed by the LA as follows:

Schools Block	£167,903,853
Early Year Block	£14,560,243
High Needs Block	£45,867,680

This compares to funding of £220,809,000 in 2012/13 due not only to increased pupil numbers but also to additional funding which is now being included in the DSG. Full details in **Appendix 1** attached.

3.2 The overall funding has been top sliced by the DfE by around £368k for hospital tuition and £805k for the removal of the 90% protection for funding for 3 year olds. Although in previous years the LA has incurred related expenditure for hospital tuition through recoupment, this will be a net reduction.

3.3 The Early Years Block has subsequently been increased by £404k as transitional support for the loss of the 3 year old funding, which will be in place for one year only. A further sum of £2,801k has been added to the Early Years Block for funding for two years olds which will allow the LA to create and expand provision in order to meet the government targets.

3.4 There are a number of changes within the High Needs Block to reflect the changes to cross border funding and recoupment, and this has also been increased by £2,280k for funding of high needs provision for post 16 pupils, related expenditure on placements with independent specialist providers and with further education colleges.

3.5 As in previous years, there is some growth built in for SEN within the High Needs Block but it is very difficult to demonstrate this clearly as expenditure has had to be moved around to fit in with new structure. For example, matrix funding which was delegated to schools last year has now been split with all expenditure of £6,000 and below now sitting in the Schools Block and only expenditure over £6,000 being in the High Needs Block. A table is attached at **Appendix 2** showing the main areas where growth and savings have been identified.

3.6 Within the Schools Block, the schools funding has been calculated in accordance with the new funding formula on the following basis:

- (a) Lump sum of £180,000
- (a) Primary AWPU value = £2,185
- (a) Secondary AWPU = £4,095
- (a) Low cost/High Incidence SEN £2,500
- (a) Deprivation £1,500
- (a) EAL £1,000

3.7 The Minimum Funding Guarantee has been set with a floor of -1.5% and a ceiling of 1.5%. this means that no school will either gain or lose more than 1.5% per pupil. Details of individual school calculations can be seen at **Appendix 3**. Members will note that some of the individual differences between 2012/13 funding and the MFG for 2013/14 look to be quite significant – this is due to the fact that the MFG only offers protection on a per pupil basis and some schools, particularly in the secondary sector have had significant decreases in pupil numbers.

Age Weighted Pupil Unit (AWPU)

3.8 From the initial data that was sent to the DfE, we received some feedback that the Bromley Primary AWPU level of £2,185 is low compared to the median range of £2,750 to £2,800. They also stated that the primary:secondary ratio of 1:1.45 is again high compared to the median of 1:1.27. The LA provided feedback to the DfE to explain that the formula modelling had been based on the principle of maintaining the previous funding split between the primary and secondary sectors. The LA also asked DfE to provide information as to how the secondary AWPU compares to the national figures. They have confirmed that the median range for KS3 is £3,750 - £4,000 and the median range for KS4 is £4,250-£4,500. This means that Bromley's single rate of £4,095 for all secondary pupils is possibly a little low for Key Stage 4 but high for Key Stage 3 so that overall we are close to the median range. However, with regard to the Primary AWPU and the Primary Secondary ratio the DfE has specifically requested that the Schools Forum were made aware of their concerns as it is likely that they will be looking for convergence as the review moves forward. This may be in part moving towards a national formula with the same AWPU levels across the country or in particular regions. As yet no further information as to the make up of the national formula for 2015/16 has been forthcoming.

3.9 Further explanations as to the AWPU rate differences include:-

- a) Bromley's funding via the DSG is one of the lowest in London. Therefore the funding going to schools will be low.
- b) The use of £180,000 lump sum in all schools has the effect of moving a greater amount of funding overall away from AWPU in the primaries. Conversely the impact is lower in the secondary sector as there are less secondaries, with larger budgets. The impact as a percentage is lower and the AWPU is reduced by a smaller amount.
- c) The Bromley formula appears to have more emphasis on high needs meaning that more funding is directed to this area rather than other parts of the schools budget share such as AWPU.

3.10 Perhaps a better way of looking at the funding of the school budget share is not to look at AWPU in isolation. AWPU is just one element of the schools budget share funding. Schools will also receive funding in this area for lump sum, deprivation, EAL, low cost high incidence SEN and rates.

Per pupil funding

3.11 **Appendix 4** shows the schools budget share at a per pupil level illustrating the difference per pupil between each school. It should be noted that for Academy Schools these figures are notional only. The Authority calculates the funding for all schools based on the local formula. The funding generated for Academy schools is then top sliced by the Education Funding Agency. However the funding that the Academy Schools receive does not necessarily bear any relation to the top slice of funding. The EFA fund Academy schools on a separate formula which the Authority has no access to.

Notional SEN

3.12 The changes to the national formula have meant that funding for low level, high incidence special needs can no longer be funded on an individual child basis, but has to be distributed via one of the formula drivers.

- 3.13 This has led to some schools being concerned as to whether there would be enough funding for SEN children within their school. It has been made clear that the overall funding in this area has not fallen. However the mechanism for the delivery of the funding has changed as Bromley has to use certain parameters laid down by DfE to fund pupils. This means that funding for SEN children is embedded in the overall schools budget share.
- 3.14 To try and address these concerns a 'notional' SEN budget has been devised by DfE. Authorities have to show a calculation of the notional SEN to schools to enable them to have an estimate of the amount attributable to SEN children. Bromley has used this methodology to arrive at its own notional SEN figure. **Appendix 5** contains details of the DfE guidance together with the Bromley notional SEN calculations. This funding will cover all aspects of costs attributable to a pupil, not just the specific SEN needs. As in paragraph 3.11 the figures quoted for Academies are indicative only. The EFA has its own funding mechanisms which may alter the overall funding received by Academies and therefore the notional SEN of a particular school.
- 3.15 Overarching this is that the schools will have to manage within their overall funding envelope to meet the needs of all of the children at their school.
- 3.16 It must also be stressed that, for any child with SEN with needs over £6k, there will be additional 'top up' funding from the high needs block which sits outside of the schools budget share calculations.

Next steps

- 3.17 Once discussed at the Education Budget Sub Committee, this paper will be taken back to the Schools Forum for their endorsement. Any amendments arising from these meetings will be made and a final paper will be presented to the Portfolio Holder for approval in March.

APPENDIX 1

	2012/13 Funding			Total
	£			
DSG		220,809,000		220,809,000
plus YPLA Post 16 SEN Grant		1,605,720		
plus YPLA Post 16 Teachers Pay Grant		387,240	(no info on this yet)	
		222,801,960		222,801,960
	High Needs Block	Early Years Block	Schools Block	
	44,094,983	11,415,538	165,298,479	220,809,000
less Hospital Top-slice	-73,915	-18,930	-275,977	-368,822
less EY baseline	-161,514	-41365	-603,048	-805,927
	43,859,554	11,355,243	164,419,454	
interauthority recoupment	478,590		-478,590	
YPLA SEN			1,605,720	
High Needs Baseline	44,338,144			
Cross border funding minus funding out to other LAs plus funding in from other LAs	-511,930 834,186			
Provisional Baseline	44,660,400	11,355,243	165,546,584	221,562,227
	-1,605,720	Pupil nos 12/13	40,552	
post 16 apr - jul	533,000	Baseline £ per pupil	4,082.33	
post 16 aug - mar	2,280,000	Pupil nos 13/14	41,114	
Estimated Funding 2013/14	45,867,680	11,355,243	167,840,853	225,063,776
		2 yr old funding	63,000	
		3 yr old trans		
	45,867,680	14,560,243	167,903,853	228,331,776

	2012/13 Funding			Total
Expenditure	45,867,680			167,903,853
Core funding - units	2,523,333	Maintained	1,182,656	Estimated MFG
- resourced provision	763,333			Academies
Core funding - PRU	1,008,000	PVI	10,288,310	Sec maint
Core Funding - Maint Special Schools	5,232,497			Pri Maint
Special Schools/PRU top up	6,252,630	2 yr old exp	2,801,190	
Units top up	792,000			
Central				Central
Darrick Wood HIU	746,100			Access and
Pupil Referral costs	-68,650			Admissions
Early Intervention - Primary	188,640			Maternity Staff costs
Progression Courses	402,130			Contingency
Home and Alternative Provision	869,390			Capital
SEN Support in Mainstream	376,210			Schools Forum
Autism Strategy	221,150			Pupil Support
Sensory Support	956,440			Support to Schools
Outreach and Inclusion	231,840			
SEN Support in Preschools	366,490			
Specialist Support and Disability	353,500			
Complex Needs Team	314,120			
Phoenix Pre School Service	1,706,980			
Early Support Programme	120,710			
SEN Transport	330,000			
Special Central	56,850			
Other Statemented	448,060			
SEN Outborough Fees	15,515,640			
SEN in fe Colleges	3,091,830			
Pupil Support	515,000			
Special capital	813,810			
Insurance	21,560			
Total Expenditure	44,149,593		14,272,156	169,654,726
Estimated Surplus/Shortfall	1,718,087		288,087	-1,750,873
				255,301

Major movements affecting the Dedicated Schools Budgets allocation

Although not an extensive list, the table below shows some of the areas where growth and efficiencies have been allocated.

Major movements affecting the Dedicated Schools Budgets allocation

	<u>£000</u>
Post 16 SEN difference between funding given and the projected actual expenditure	812
SEN Transport	10
Other SEN	239
Post 16 adjustment between funding and expenditure	250
Three and four year olds PVI payments	500
loss of DSG due to Early Years adjustment	404
Revenue contribution to capital no longer needed	-570
Contingencies	-400
Savings to DSG as a result of the EDC restructure	-600

APPENDIX 3

School	Pupil Nos	12/13 funding	Pupil Nos	13/14 Funding	Difference	% difference	13/14 MFG	Difference	MFG %
Alexandra Junior School	228	£823,633	232	£949,624	£125,991	15%	£839,524	£15,891	1.50%
Alexandra Infant School	170	£692,374	177	£714,006	£21,632	3%	£710,721	£18,346	0.24%
Bromley Road Infant School	236	£896,927	239	£1,007,149	£110,222	12%	£911,480	£14,553	1.50%
Churchfields Primary School	255	£1,017,547	278	£1,075,347	£57,800	6%	£1,070,843	£53,297	-1.50%
Hawes Down Junior School	239	£801,378	244	£830,322	£28,944	4%	£818,903	£17,525	1.50%
Hawes Down Infant School	180	£658,005	209	£759,319	£101,313	15%	£735,704	£77,698	1.50%
Marian Vian Primary School	610	£1,978,936	617	£1,892,129	£-86,807	-4%	£1,962,175	£-16,761	-1.50%
Oak Lodge Primary School	662	£2,085,079	647	£1,896,452	£-188,627	-9%	£2,007,322	£-77,757	-1.50%
Wickham Common Primary School	416	£1,372,090	424	£1,265,880	£-106,210	-8%	£1,370,072	£-2,018	-1.50%
Worsley Bridge Junior School	162	£727,346	162	£774,118	£46,772	6%	£732,123	£4,777	1.50%
Burnt Ash Primary School	400	£1,652,184	404	£1,723,824	£71,640	4%	£1,679,991	£27,807	1.50%
Princes Plain Primary School	385	£1,713,546	417	£1,985,659	£272,113	16%	£1,850,831	£137,285	1.50%
Southborough Primary School	409	£1,542,130	436	£1,654,510	£112,380	7%	£1,641,083	£98,953	1.50%
Mead Road Infant School	81	£357,112	88	£442,996	£85,884	24%	£372,395	£15,283	1.50%
Red Hill Primary School	634	£2,242,284	664	£2,380,857	£138,572	6%	£2,353,498	£111,214	1.50%
Mottingham Primary School	285	£1,203,497	307	£1,405,722	£202,225	17%	£1,287,040	£83,543	1.50%
Castlecombe Primary School	207	£913,909	207	£946,703	£32,794	4%	£920,730	£6,821	1.50%
Dorset Road Infant School	67	£400,007	75	£387,460	£-12,547	-3%	£420,562	£20,554	-1.50%
Chelsfield Primary School	93	£462,791	99	£456,205	£-6,586	-1%	£474,237	£11,446	-1.50%
Darrick Wood Junior School	371	£1,186,696	374	£1,250,187	£63,491	5%	£1,202,698	£16,002	1.50%
Downe Primary School	75	£390,655	90	£418,016	£27,361	7%	£425,710	£35,055	-1.50%
Farnborough Primary School	212	£763,178	219	£794,351	£31,173	4%	£786,358	£23,180	1.50%
Pratts Bottom Primary School	66	£420,411	69	£372,043	£-48,369	-12%	£426,164	£5,752	-1.50%
St. Mary Cray Primary School	141	£698,146	183	£893,417	£195,271	28%	£847,079	£148,933	1.50%
The Highway Primary School	207	£749,324	212	£815,334	£66,009	9%	£767,027	£17,703	1.50%
Malcolm Primary School	234	£1,126,525	270	£1,275,672	£149,147	13%	£1,269,695	£143,169	0.99%
Royston Primary School	410	£1,706,480	401	£1,791,327	£84,848	5%	£1,687,782	£-18,698	1.50%
James Dixon Primary School	289	£1,344,630	334	£1,477,434	£132,805	10%	£1,491,496	£146,866	-1.50%
Gray's Farm Primary School	402	£1,474,593	398	£1,749,846	£275,253	19%	£1,473,228	£-1,365	1.50%
Leesons Primary School	201	£1,003,872	207	£951,604	£-52,268	-5%	£1,011,244	£7,372	-1.50%
Midfield Primary School	185	£935,597	218	£1,038,596	£102,999	11%	£1,046,747	£111,150	-1.50%
Edgebury Primary School	224	£805,970	226	£792,279	£-13,691	-2%	£798,635	£-7,335	-1.50%

School	Pupil Nos	12/13 funding	Pupil Nos	13/14 Funding	Difference	% difference	13/14 MFG	Difference	MFG %
Scotts Park Primary School	401	£1,315,271	438	£1,437,167	£121,896	9%	£1,424,827	£109,556	1.50%
Oaklands Primary School	409	£1,443,574	443	£1,538,261	£94,687	7%	£1,529,769	£86,195	-0.52%
Clare House Primary School	212	£744,119	244	£817,189	£73,070	10%	£812,790	£68,672	-1.29%
Perry Hall Primary School	418	£1,394,096	423	£1,398,825	£4,729	0%	£1,390,859	-£3,237	-0.85%
Poverest Primary School	175	£867,539	191	£867,228	-£311	0%	£913,076	£45,537	-1.50%
Bickley Primary	333	£1,085,491	361	£1,220,767	£135,277	12%	£1,165,420	£79,929	1.50%
Manor Oak Primary School	176	£922,785	181	£903,521	-£19,264	-2%	£928,457	£5,672	-1.50%
Keston C.E. Primary School	210	£738,340	246	£832,390	£94,050	13%	£827,892	£89,552	0.52%
Parish C.E. Primary School	456	£1,567,005	491	£1,533,510	-£33,495	-2%	£1,639,199	£72,194	-1.50%
St George's CE Primary	275	£1,044,147	298	£1,134,490	£90,344	9%	£1,121,041	£76,894	1.50%
Unicorn Primary School	283	£1,004,825	313	£989,629	-£15,196	-2%	£1,069,810	£64,985	-1.50%
Cudham CE Primary School	85	£468,769	93	£438,177	-£30,592	-7%	£488,861	£20,092	-1.50%
St Paul's Cray CE Primary	195	£949,053	193	£985,249	£36,196	4%	£948,595	-£458	1.50%
St Mark's C.E. Primary School	425	£1,344,738	426	£1,410,873	£66,135	5%	£1,356,894	£12,156	1.50%
Chislehurst (CofE) Primary	216	£713,488	216	£697,800	-£15,688	-2%	£701,953	-£11,535	-1.50%
St John's CE Primary School	299	£1,139,027	302	£1,047,556	-£91,471	-8%	£1,128,576	-£10,451	-1.50%
St Joseph's R.C. Primary School	207	£708,753	210	£694,147	-£14,606	-2%	£704,704	-£4,049	-1.50%
St Vincent's Catholic Primary	224	£738,383	223	£860,978	£122,595	17%	£739,927	£1,544	1.50%
St Philomena's Catholic Primary	211	£736,724	209	£752,295	£15,571	2%	£735,743	-£981	1.50%
St. Anthony's R.C Primary	188	£777,692	181	£906,175	£128,483	17%	£760,962	-£16,731	1.50%
St Peter & St Paul Catholic Primary	218	£789,905	209	£850,049	£60,143	8%	£769,923	-£19,982	1.50%
Blenheim Primary School	180	£842,355	191	£883,400	£41,045	5%	£879,171	£36,816	0.31%
Holy Innocents Catholic Primary	214	£749,560	216	£769,850	£20,291	3%	£759,277	£9,717	1.50%
St Mary's Catholic Primary	433	£1,343,826	433	£1,201,809	-£142,017	-11%	£1,319,360	-£24,466	-1.50%
Highfield Infants' School	267	£836,699	266	£833,690	-£3,010	0%	£829,016	-£7,684	-0.12%
Highfield Junior School	382	£1,140,050	382	£1,094,180	-£45,870	-4%	£1,119,305	-£20,745	-1.50%
Raglan Primary School	412	£1,377,674	418	£1,322,274	-£55,399	-4%	£1,369,467	-£8,207	-1.50%
Hillside Primary School	325	£1,294,546	336	£1,444,199	£149,653	12%	£1,320,775	£26,229	1.50%
Balgowan Primary School	640	£1,955,718	648	£1,768,595	-£187,123	-10%	£1,939,602	-£16,115	-1.50%
The Pioneer Academy	353	£1,245,088	364	£1,299,937	£54,848	4%	£1,286,104	£41,015	1.50%
Pickhurst Infants' School	356	£1,157,141	361	£1,092,577	-£64,564	-6%	£1,149,572	-£7,569	-1.50%
Pickhurst Junior School	454	£1,429,274	504	£1,569,262	£139,988	10%	£1,559,861	£130,587	0.46%
Valley Primary School	448	£1,550,817	478	£1,674,975	£124,158	8%	£1,651,740	£100,922	1.50%
Crofton Infant School	538	£1,800,087	535	£1,568,117	-£231,970	-13%	£1,725,923	-£74,164	-1.50%
Darrick Wood Infant School	273	£899,625	275	£941,255	£41,630	5%	£910,415	£10,790	1.50%
Green Street Green	414	£1,147,103	416	£1,306,808	£159,705	14%	£1,158,401	£11,298	1.50%

School	Pupil Nos	12/13 funding	Pupil Nos	13/14 Funding	Difference	% difference	13/14 MFG	Difference	MFG %
Primary									
Warren Road Primary School	842	£2,551,438	844	£2,335,104	-£216,334	-8%	£2,507,511	-£43,927	-1.50%
St James RC Primary School	214	£690,694	216	£717,066	£26,372	4%	£699,112	£8,418	1.50%
Biggin Hill Primary	411	£1,337,510	405	£1,291,355	-£46,155	-3%	£1,297,086	-£40,424	-1.50%
Crofton Junior School	704	£2,151,668	704	£1,934,650	-£217,019	-10%	£2,110,142	-£41,527	-1.50%
Hayes Primary School	640	£2,002,021	647	£1,946,399	-£55,621	-3%	£1,982,416	-£19,605	-1.50%
Tubbenden Primary School	589	£1,634,337	587	£1,814,057	£179,719	11%	£1,640,256	£5,918	1.50%
St Olave's Grammar School	593	£2,800,209	594	£2,696,318	-£103,891	-4%	£2,757,125	-£43,084	-1.50%
Harris Academy Beckenham	632	£3,635,360	645	£3,577,588	-£57,772	-2%	£3,642,597	£7,237	-1.50%
Harris Academy Bromley	895	£4,611,502	840	£4,492,502	-£119,000	-3%	£4,392,262	-£219,239	1.50%
Bishop Justus Church of England School	898	£4,473,090	898	£4,387,347	-£85,742	-2%	£4,395,815	-£77,274	-1.50%
Bullers Wood School	1091	£5,213,229	1087	£5,101,226	-£112,003	-2%	£5,103,658	-£109,571	-1.50%
Coopers Technology College	1119	£5,276,030	1102	£5,547,885	£271,855	5%	£5,256,036	-£19,994	1.50%
Langley Park School for Boys	1060	£4,980,728	1058	£4,762,459	-£218,270	-4%	£4,902,012	-£78,717	-1.50%
Ravens Wood School	1111	£5,174,895	1115	£5,109,765	-£65,131	-1%	£5,120,069	-£54,827	-1.50%
Newstead Wood School	677	£3,111,071	676	£3,039,699	-£71,372	-2%	£3,065,201	-£45,869	-1.50%
Kemnal Technology College	977	£4,788,434	888	£4,521,488	-£266,946	-6%	£4,441,142	-£347,292	1.50%
Hayes School	1202	£5,488,663	1201	£5,536,780	£48,117	1%	£5,536,780	£48,117	0.98%
Beaverwood School for Girls	1139	£5,181,877	1103	£5,321,101	£139,223	3%	£5,099,430	-£82,447	1.50%
Charles Darwin	1106	£5,126,532	1053	£5,190,337	£63,805	1%	£4,965,125	-£161,407	1.50%
Langley Park School for Girls	1194	£5,728,715	1189	£5,310,635	-£418,081	-7%	£5,625,588	-£103,127	-1.50%
The Ravensbourne School	1099	£5,555,806	1115	£5,639,801	£83,995	2%	£5,639,801	£83,995	0.14%
Darrick Wood School	1310	£6,142,348	1308	£6,011,918	-£130,430	-2%	£6,047,696	-£94,651	-1.50%
The Priory School	991	£5,440,958	975	£5,206,413	-£234,545	-4%	£5,283,833	-£157,125	-1.50%

Per Pupil Funding

<u>School</u>	<u>AWPU</u>	<u>School Budget Share</u>	<u>Pupil Nos</u>	<u>Per Pupil Funding</u>
Balgowan Primary School	£2,185	£1,768,595	648	£2,729
CROFTON JUNIOR SCHOOL	£2,185	£1,934,650	704	£2,748
Warren Road Primary School	£2,185	£2,335,104	844	£2,767
St Mary's Catholic Primary	£2,185	£1,201,809	433	£2,776
Highfield Junior School	£2,185	£1,094,180	382	£2,864
Crofton Infant School	£2,185	£1,568,117	535	£2,931
OAK LODGE PRIMARY SCHOOL	£2,185	£1,896,452	647	£2,931
Wickham Common Primary School	£2,185	£1,265,880	424	£2,986
Hayes Primary School	£2,185	£1,946,399	647	£3,008
Pickhurst Infants' School	£2,185	£1,092,577	361	£3,027
Marian Vian Primary School	£2,185	£1,892,129	617	£3,067
Tubbenden Primary School	£2,185	£1,814,057	587	£3,090
Pickhurst Junior School	£2,185	£1,569,262	504	£3,114
Parish C.E. Primary School	£2,185	£1,533,510	491	£3,123
Highfield Infants' School	£2,185	£833,690	266	£3,134
Green Street Green Primary	£2,185	£1,306,808	416	£3,141
Unicorn Primary School	£2,185	£989,629	313	£3,162
Raglan Primary School	£2,185	£1,322,274	418	£3,163
Biggin Hill Primary	£2,185	£1,291,355	405	£3,189
Chislehurst (CofE) Primary	£2,185	£697,800	216	£3,231
Scotts Park Primary School	£2,185	£1,437,167	438	£3,281
St Joseph's R.C.Primary School	£2,185	£694,147	210	£3,305
Perry Hall Primary School	£2,185	£1,398,825	423	£3,307
St Mark's C.E. Primary School	£2,185	£1,410,873	426	£3,312
St James RC Primary School	£2,185	£717,066	216	£3,320
Darrick Wood Junior School	£2,185	£1,250,187	374	£3,343
Clare House Primary School	£2,185	£817,189	244	£3,349
Bickley Primary	£2,185	£1,220,767	361	£3,382
Keston C.E. Primary School	£2,185	£832,390	246	£3,384
Hawes Down Junior School	£2,185	£830,322	244	£3,403
Darrick Wood Infant School	£2,185	£941,255	275	£3,423
St John's CE Primary School	£2,185	£1,047,556	302	£3,469
Oaklands Primary School	£2,185	£1,538,261	443	£3,472
Valley Primary School	£2,185	£1,674,975	478	£3,504
Edgebury Primary School	£2,185	£792,279	226	£3,506
Holy Innocents Catholic Primar	£2,185	£769,850	216	£3,564
The Pioneer Academy	£2,185	£1,299,937	364	£3,571
Red Hill Primary School	£2,185	£2,380,857	664	£3,586
St Philomena's Catholic Primary	£2,185	£752,295	209	£3,599
FARNBOROUGH PRIMARY SCHOOL	£2,185	£794,351	219	£3,627
Hawes Down Infant School	£2,185	£759,319	209	£3,633
Southborough Primary School	£2,185	£1,654,510	436	£3,795
St George's CE Primary	£2,185	£1,134,490	298	£3,807
The Highway Primary School	£2,185	£815,334	212	£3,846
St Vincent's Catholic Primary	£2,185	£860,978	223	£3,861
Churchfields Primary School	£2,185	£1,075,347	278	£3,868
Alexandra Infant School	£2,185	£714,006	177	£4,034
St Peter & St Paul Catholic Primary	£2,185	£850,049	209	£4,067
Alexandra Junior School	£2,185	£949,624	232	£4,093

<u>School</u>	<u>AWPU</u>	<u>School Budget Share</u>	<u>Pupil Nos</u>	<u>Per Pupil Funding</u>
Bromley Road Infant School	£2,185	£1,007,149	239	£4,214
Burnt Ash Primary School	£2,185	£1,723,824	404	£4,267
Hillside Primary School	£2,185	£1,444,199	336	£4,298
Gray's Farm Primary School	£2,185	£1,749,846	398	£4,397
James Dixon Primary School	£2,185	£1,477,434	334	£4,423
Royston Primary School	£2,185	£1,791,327	401	£4,467
Poverest Primary School	£2,185	£867,228	191	£4,540
Castlecombe Primary School	£2,185	£946,703	207	£4,573
Mottingham Primary School	£2,185	£1,405,722	307	£4,579
Leesons Primary School	£2,185	£951,604	207	£4,597
Chelsfield Primary School	£2,185	£456,205	99	£4,608
Blenheim Primary School	£2,185	£883,400	191	£4,625
Downe Primary School	£2,185	£418,016	90	£4,645
Cudham CE Primary School	£2,185	£438,177	93	£4,712
Malcolm Primary School	£2,185	£1,275,672	270	£4,725
Princes Plain Primary School	£2,185	£1,985,659	417	£4,762
Midfield Primary School	£2,185	£1,038,596	218	£4,764
Worsley Bridge Junior School	£2,185	£774,118	162	£4,779
St. Mary Cray Primary School	£2,185	£893,417	183	£4,882
Manor Oak Primary School	£2,185	£903,521	181	£4,992
St.Anthony's R.C Primary	£2,185	£906,175	181	£5,006
Mead Road Infant School	£2,185	£442,996	88	£5,034
St Paul's Cray CE Primary	£2,185	£985,249	193	£5,105
Dorset Road Infant School	£2,185	£387,460	75	£5,166
Pratts Bottom Primary School	£2,185	£372,043	69	£5,392
Langley Park School for Girls	£4,095	£5,310,635	1189	£4,466
NEWSTEAD WOOD SCHOOL	£4,095	£3,039,699	676	£4,497
Langley Park School for Boys	£4,095	£4,762,459	1058	£4,501
ST OLAVE'S GRAMMAR SCHOOL	£4,095	£2,696,318	594	£4,539
Ravens Wood School	£4,095	£5,109,765	1115	£4,583
Darrick Wood School	£4,095	£6,011,918	1308	£4,596
Hayes School	£4,095	£5,536,780	1201	£4,610
Bullers Wood School	£4,095	£5,101,226	1087	£4,693
Beaverwood School for Girls	£4,095	£5,321,101	1103	£4,824
Bishop Justus Church of England School	£4,095	£4,387,347	898	£4,886
CHARLES DARWIN	£4,095	£5,190,337	1053	£4,929
Coopers Technology College	£4,095	£5,547,885	1102	£5,034
The Ravensbourne School	£4,095	£5,639,801	1115	£5,058
Kemnal Technology College	£4,095	£4,521,488	888	£5,092
The Priory School	£4,095	£5,206,413	975	£5,340
Harris Academy Bromley	£4,095	£4,492,502	840	£5,348
Harris Academy Beckenham	£4,095	£3,577,588	645	£5,547

	Primary	Secondary
Range		
low	£2,729	£4,466
high	£5,392	£5,547
Median	£3,571	£4,824
Mean	£3,803	£4,855

DfE guidance on Notional SEN

ILLUSTRATIVE EXAMPLES: CONSTRUCTING THE NOTIONAL SEN BUDGET FOR A MAINSTREAM SCHOOL OR ACADEMY

Introduction

As at present, under the new place-plus approach to high needs funding, mainstream schools and Academies will continue to receive a clearly-identified budget for SEN. This will be their notional SEN budget.

Using their notional SEN budget, mainstream schools and Academies will be expected to:

- a. meet the needs of pupils with low-cost, high-incidence SEN; and
- b. contribute, up to a certain level set by the local authority, towards, the costs of provision for pupils with high needs (including those with high-cost, low-incidence SEN).¹

In relation to the latter, under the new funding arrangements, top-up funding will be provided above this threshold on a per-pupil basis by the commissioning local authority. This is similar to the current arrangements whereby local authorities pay individually-assigned resources (IARs) to mainstream schools and Academies when placing high needs pupils in those settings.

Under the new place-plus approach, local authorities will need to decide on the level up to which mainstream schools and Academies will be expected to contribute to the costs of provision for pupils with high needs. Our strong recommendation is that the level of this contribution is set at £6,000 per pupil. This means that a mainstream school or Academy would be expected to contribute the first £6,000 of the additional support costs of a high needs pupil. This would be over and above the standard offer of teaching and learning provided for all pupils at the school or Academy, which would normally be funded through the school's or Academy's basic per-pupil entitlement.

As we have indicated in the FAQ document, we think that most local authorities will want to use a combination of funding from the age-weighted pupil unit (AWPU), the deprivation factor, and the low-cost, high-incidence SEN (prior attainment) factor to calculate the notional SEN budget. As a reminder, the notional SEN budget is not a separate budget. It is, however, identified within a school's delegated budget, and consists of part or the whole of various formula factors as set out above. For example, we would expect it to include only a small part of the basic per-pupil entitlement funding and of deprivation funding, but probably the whole of a low-cost, high-incidence SEN (prior attainment) attainment factor.

Illustrative examples

The examples below are for a primary school of 300 pupils and a secondary school of 1000 pupils. Both schools have average percentages of Free School Meals pupils and of pupils who meet the thresholds for the low-cost, high-incidence SEN (prior attainment) factor.

The average current notional SEN budget shown on section 251 budget statements is about £350 per pupil. We believe that the average local authority's threshold for providing IARs, over and above delegated SEN funding, is already around the £6,000 that we are recommending to be used from FY2013-14. As such, we have illustrated below a notional SEN budget of about £350 per pupil for an average school. Local authorities will need to decide locally, in the light of local circumstances and

¹ In the March document (see paragraph 3.1.7-3.1.8), we defined high needs pupils and students as those requiring provision costing more than around £10,000 per year. We deliberately chose a financial threshold, as opposed to an assessment-based threshold – such as having a statement of SEN – since linking statutory assessments to additional funding could create perverse incentives.

discussions with schools and Academies, how big the notional SEN budget needs to be and what the balance should be within it between basic per-pupil entitlement funding, deprivation funding, and low-cost, high-incidence (prior attainment) SEN funding.

PRIMARY SCHOOL WITH 300 PUPILS

FACTOR	PUPIL NUMBERS	UNIT VALUE	OF WHICH NOTIONAL SEN	TOTAL
PER-PUPIL ENTITLEMENT (AWPU)	300	£2500	£100	£30,000
FSM (17%)	51	£500	£235	£11,985
LOW-COST, HIGH-INCIDENCE SEN (PRIOR ATTAINMENT) (21%)	63	£1000	£1,000	£63,000

Total notional SEN budget

£104,985

SECONDARY SCHOOL WITH 1000 PUPILS

FACTOR	PUPIL NUMBERS	UNIT VALUE	OF WHICH NOTIONAL SEN	TOTAL
PER-PUPIL ENTITLEMENT (AWPU)	1000	£4000	£150	£150,000
FSM (16%)	160	£500	£300	£48,000
LOW-COST, HIGH-INCIDENCE SEN (PRIOR ATTAINMENT) (11%)	110	£1000	£1500	£165,000

Total notional SEN budget

£363,000

Bromley Notional SEN Calculations

PRIMARY				
Factor	Pupil Numbers	Unit Value	Of Which Notional SEN	Total
Per Pupil Entitlement (AWPU)	300	£2,185	£90	£27,000
Free School Meals	51	£1,500	£750	£38,250
Low Cost/ High Incidence SEN	63	£2,500	£2,500	£157,500
Total Notional SEN Budget				£222,750

SECONDARY				
Factor	Pupil Numbers	Unit Value	Of Which Notional SEN	Total
Per Pupil Entitlement (AWPU)	1000	£4,095	£170	£170,000
Free School Meals	160	£1,500	£750	£120,000
Low Cost/ High Incidence SEN	110	£2,500	£2,500	£275,000
Total Notional SEN Budget				£565,000

Bromley 'Notional' SEN

Notional SEN

	<u>Pupil Nos</u>	<u>AWPU</u>	<u>Attaint</u>		<u>Dep'n</u>	<u>Notional</u>	<u>School</u>	<u>Notional</u>	
	<u>Primary</u>	<u>£90</u>	<u>Nos</u>	<u>£2,500</u>	<u>Nos</u>	<u>£750</u>	<u>Budget</u>	<u>SEN %</u>	
	<u>Secondary</u>	<u>£170</u>					<u>Share</u>		
						<u>SEN Total</u>			
Alexandra Junior School	232	£20,880	52	£130,000	66	£49,712	£200,592	£949,624	21.12%
Alexandra Infant School	177	£15,930	30	£74,940	24	£18,160	£109,030	£714,006	15.27%
Bromley Road Infant School	239	£21,510	41	£103,165	82	£61,787	£186,463	£1,007,149	18.51%
Churchfields Primary School	278	£25,020	51	£126,364	67	£50,436	£201,820	£1,075,347	18.77%
Hawes Down Junior School	244	£21,960	27	£67,778	20	£15,317	£105,055	£830,322	12.65%
Hawes Down Infant School	209	£18,810	36	£90,512	7	£4,922	£114,244	£759,319	15.05%
Marian Vian Primary School	617	£55,530	63	£158,205	89	£66,867	£280,603	£1,892,129	14.83%
OAK LODGE PRIMARY SCHOOL	647	£58,230	52	£130,662	58	£43,381	£232,273	£1,896,452	12.25%
Wickham Common Primary School	424	£38,160	11	£26,281	55	£40,958	£105,399	£1,265,880	8.33%
Worsley Bridge Junior School	162	£14,580	36	£91,011	75	£56,133	£161,724	£774,118	20.89%
Burnt Ash Primary School	404	£36,360	139	£347,842	166	£124,503	£508,705	£1,723,824	29.51%
Princes Plain Primary School	417	£37,530	212	£530,011	185	£138,736	£706,276	£1,985,659	35.57%
Southborough Primary School	436	£39,240	121	£302,048	111	£83,320	£424,608	£1,654,510	25.66%
Mead Road Infant School	88	£7,920	12	£30,345	17	£12,692	£50,957	£442,996	11.50%
Red Hill Primary School	664	£59,760	99	£246,942	288	£216,331	£523,033	£2,380,857	21.97%
Mottingham Primary School	307	£27,630	79	£197,620	173	£130,068	£355,318	£1,405,722	25.28%
Castlecombe Primary School	207	£18,630	47	£117,000	99	£74,178	£209,808	£946,703	22.16%
Dorset Road Infant School	75	£6,750	3	£8,152	17	£12,594	£27,497	£387,460	7.10%
Chelsfield Primary School	99	£8,910	9	£21,336	21	£15,971	£46,217	£456,205	10.13%
Darrick Wood Junior School	374	£33,660	53	£131,320	56	£41,879	£206,859	£1,250,187	16.55%
Downe Primary School	90	£8,100	9	£22,500	8	£6,217	£36,817	£418,016	8.81%
Farnborough Primary School	219	£19,710	24	£59,312	29	£22,059	£101,081	£794,351	12.73%
Pratts Bottom Primary School	69	£6,210	8	£20,536	10	£7,726	£34,472	£372,043	9.27%
St. Mary Cray Primary School	183	£16,470	47	£118,065	105	£78,823	£213,357	£893,417	23.88%
The Highway Primary School	212	£19,080	33	£82,541	32	£23,691	£125,312	£815,334	15.37%
Malcolm Primary School	270	£24,300	79	£197,080	149	£111,416	£332,796	£1,275,672	26.09%
Royston Primary School	401	£36,090	119	£297,201	221	£165,443	£498,734	£1,791,327	27.84%
James Dixon Primary School	334	£30,060	86	£213,892	161	£120,816	£364,768	£1,477,434	24.69%
Gray's Farm Primary School	398	£35,820	164	£409,447	157	£117,758	£563,025	£1,749,846	32.18%
Leesons Primary School	207	£18,630	57	£142,313	100	£74,675	£235,618	£951,604	24.76%
Midfield Primary School	218	£19,620	75	£187,931	106	£79,723	£287,274	£1,038,596	27.66%
Edgebury Primary School	226	£20,340	22	£53,810	27	£20,425	£94,574	£792,279	11.94%
Scotts Park Primary School	438	£39,420	53	£131,400	67	£50,293	£221,113	£1,437,167	15.39%
Oaklands Primary School	443	£39,870	91	£226,947	92	£68,709	£335,526	£1,538,261	21.81%
Clare House Primary School	244	£21,960	14	£35,583	18	£13,688	£71,232	£817,189	8.72%
Perry Hall Primary School	423	£38,070	52	£128,855	71	£53,235	£220,160	£1,398,825	15.74%
Poverest Primary School	191	£17,190	43	£108,523	87	£64,921	£190,634	£867,228	21.98%
Bickley Primary	361	£32,490	59	£146,560	34	£25,126	£204,175	£1,220,767	16.73%
Manor Oak Primary School	181	£16,290	57	£143,366	100	£75,083	£234,740	£903,521	25.98%
Keston C.E. Primary School	246	£22,140	21	£53,017	26	£19,336	£94,493	£832,390	11.35%
Parish C.E. Primary School	491	£44,190	35	£86,701	85	£63,486	£194,377	£1,533,510	12.68%
St George's CE Primary	298	£26,820	64	£158,933	57	£42,867	£228,621	£1,134,490	20.15%
Unicorn Primary School	313	£28,170	22	£55,587	15	£11,620	£95,378	£989,629	9.64%
Cudham CE Primary School	93	£8,370	14	£36,078	9	£6,724	£51,171	£438,177	11.68%
St Paul's Cray CE Primary	193	£17,370	76	£190,344	108	£81,002	£288,716	£985,249	29.30%
St Mark's C.E. Primary School	426	£38,340	82	£205,526	31	£23,515	£267,382	£1,410,873	18.95%
Chislehurst (CofE) Primary	216	£19,440	15	£36,303	4	£2,997	£58,740	£697,800	8.42%
St John's CE Primary School	302	£27,180	40	£99,461	62	£46,636	£173,277	£1,047,556	16.54%
St Joseph's R.C. Primary School	210	£18,900	7	£18,103	14	£10,553	£47,556	£694,147	6.85%
St Vincent's Catholic Primary	223	£20,070	46	£114,242	36	£26,877	£161,189	£860,978	18.72%

	<u>Pupil Nos</u>	<u>AWPU</u>	<u>Attaint</u>		<u>Dep'n</u>	<u>Notional</u>	<u>School</u>	<u>Notional</u>
	<u>Primary</u>	<u>£90</u>	<u>Nos</u>	<u>£2,500</u>	<u>Nos</u>	<u>£750</u>	<u>Budget</u>	<u>SEN %</u>
	<u>Secondary</u>	<u>£170</u>				<u>Total</u>	<u>Share</u>	
St Philomena's Catholic Primary	209	£18,810	12	£30,996	39	£29,250	£79,055	10.51%
St.Anthony's R.C Primary	181	£16,290	66	£166,055	76	£57,042	£239,387	26.42%
St Peter & St Paul Catholic Primary	209	£18,810	39	£97,415	60	£44,987	£161,213	18.97%
Blenheim Primary School	191	£17,190	35	£87,196	105	£78,873	£183,259	20.74%
Holy Innocents Catholic Primar	216	£19,440	30	£73,846	21	£15,827	£109,114	14.17%
St Mary's Catholic Primary	433	£38,970	14	£35,492	12	£8,996	£83,457	6.94%
Highfield Infants' School	266	£23,940	9	£22,291	6	£4,429	£50,659	6.08%
Highfield Junior School	382	£34,380	17	£42,444	21	£15,672	£92,496	8.45%
Raglan Primary School	418	£37,620	59	£148,042	40	£29,626	£215,287	16.28%
Hillside Primary School	336	£30,240	83	£206,897	202	£151,351	£388,488	26.90%
Balgowan Primary School	648	£58,320	27	£67,877	50	£37,276	£163,473	9.24%
The Pioneer Academy	364	£32,760	47	£116,256	120	£89,735	£238,751	18.37%
Pickhurst Infants' School	361	£32,490	20	£49,090	35	£26,263	£107,843	9.87%
Pickhurst Junior School	504	£45,360	65	£161,928	74	£55,642	£262,929	16.75%
Valley Primary School	478	£43,020	78	£195,292	116	£87,259	£325,571	19.44%
Crofton Infant School	535	£48,150	28	£70,395	59	£44,418	£162,963	10.39%
Darrick Wood Infant School	275	£24,750	37	£91,667	26	£19,284	£135,701	14.42%
Green Street Green Primary	416	£37,440	56	£140,656	38	£28,548	£206,644	15.81%
Warren Road Primary School	844	£75,960	67	£168,445	60	£45,133	£289,538	12.40%
St James RC Primary School	216	£19,440	16	£39,836	8	£6,107	£65,383	9.12%
Biggin Hill Primary	405	£36,450	47	£118,581	66	£49,420	£204,451	15.83%
CROFTON JUNIOR SCHOOL	704	£63,360	22	£55,954	90	£67,320	£186,634	9.65%
Hayes Primary School	647	£58,230	40	£99,399	140	£104,717	£262,346	13.48%
Tubbenden Primary School	587	£52,830	98	£245,276	57	£42,440	£340,546	18.77%
ST OLAVE'S GRAMMAR SCHOOL	594	£100,980	0	£0	12	£8,999	£109,979	4.08%
Harris Academy Beckenham	645	£109,650	95	£236,387	312	£233,700	£579,737	16.20%
Harris Academy Bromley	840	£142,800	102	£253,785	379	£284,445	£681,030	15.16%
Bishop Justus	898	£152,660	67	£166,495	207	£155,444	£474,599	10.82%
Bullers Wood School	1087	£184,790	54	£136,014	189	£141,772	£462,576	9.07%
Coopers Technology College	1102	£187,340	99	£248,425	368	£275,968	£711,733	12.83%
Langley Park School for Boys	1058	£179,860	49	£123,625	64	£48,007	£351,492	7.38%
Ravens Wood School	1115	£189,550	51	£127,460	126	£94,747	£411,757	8.06%
NEWSTEAD WOOD SCHOOL	676	£114,920	0	£0	18	£13,537	£128,457	4.23%
Kemnal Technology College	888	£150,960	108	£269,349	251	£188,611	£608,920	13.47%
Hayes School	1201	£204,170	81	£203,421	121	£90,525	£498,117	9.00%
Beaverwood School for Girls	1103	£187,510	61	£151,480	286	£214,340	£553,331	10.40%
CHARLES DARWIN	1053	£179,010	112	£279,288	248	£185,828	£644,127	12.41%
Langley Park School for Girls	1189	£202,130	38	£94,320	78	£58,856	£355,305	6.69%
The Ravensbourne School	1115	£189,550	104	£259,112	382	£286,667	£735,329	13.04%
Darrick Wood School	1308	£222,360	75	£187,899	152	£113,796	£524,055	8.72%
The Priory School	975	£165,750	163	£406,250	378	£283,652	£855,652	16.43%

Agenda Item 6

Report No.
RES13035

London Borough of Bromley

PART ONE - PUBLIC

Decision Maker: EDUCATION BUDGET SUB-COMMITTEE

Date: 13th February 2013

Decision Type: Non-Urgent Non-Executive Non-Key

Title: CAPITAL PROGRAMME MONITORING Q3 2012/13 & ANNUAL CAPITAL REVIEW 2013 TO 2017

Contact Officer: Martin Reeves, Principal Accountant
Tel: 020 8313 4291 E-mail: martin.reeves@bromley.gov.uk

Chief Officer: Director of Resources

Ward: (All Wards);

1. Reason for report

On 6th February 2013, the Executive received a report summarising the current position on capital expenditure and receipts following the 3rd quarter of 2012/13 and presenting for approval the new capital schemes supported by Council Directors in the annual capital review process. The Executive agreed a revised Capital Programme for the five year period 2012/13 to 2016/17. This report highlights in paragraphs 3.2 to 3.7 changes agreed by the Executive in respect of the Capital Programme for the Education Portfolio. The revised programme for this portfolio is set out in Appendix A and detailed comments on individual schemes are included at Appendix B.

2. **RECOMMENDATION(S)**

The Portfolio Holder is asked to confirm the changes agreed by the Executive on 6th February.

Corporate Policy

1. Policy Status: Existing Policy: Capital Programme monitoring and review is part of the planning and review process for all services. The capital review process requires Chief Officers to ensure that bids for capital investment provide value for money and match Council plans and priorities.
 2. BBB Priority: Excellent Council
-

Financial

1. Cost of proposal: Not Applicable
 2. Ongoing costs: Not Applicable
 3. Budget head/performance centre: N/A (Capital Programme)
 4. Total current budget for this head: £27.1m for the Education Portfolio over five years 2012/13 to 2016/17
 5. Source of funding: Capital grants, capital receipts and earmarked revenue contributions
-

Staff

1. Number of staff (current and additional): 0.25 fte
 2. If from existing staff resources, number of staff hours: 9 hours per week
-

Legal

1. Legal Requirement: Non-Statutory - Government Guidance
 2. Call-in: Not Applicable
-

Customer Impact

1. Estimated number of users/beneficiaries (current and projected): N/A
-

Ward Councillor Views

1. Have Ward Councillors been asked for comments? No
2. Summary of Ward Councillors comments: N/A

3. COMMENTARY

Capital Expenditure

3.1 A revised Capital Programme was approved by the Executive on 6th February, following a detailed monitoring exercise carried out after the 3rd quarter of 2012/13. The Executive also considered and approved new capital schemes supported by Council Directors in the annual capital review process. This report identifies changes relating to the Education Portfolio and the table in paragraph 3.2 summarises the overall position following the Executive meeting.

Capital Monitoring – variations agreed by the Executive on 6th February 2013

3.2 A revised Capital Programme was approved by the Executive on 6th February, following a detailed monitoring exercise carried out after the 3rd quarter of 2012/13. The base position was the revised programme approved by the Executive on 24th October 2012, as amended by variations approved at subsequent Executive meetings. Changes to the Education Portfolio Programme approved by the Executive in October are shown in the table below and further details are included in paragraphs 3.2 to 3.6. The revised Programme for the Education Portfolio is attached as Appendix A and detailed comments on individual schemes are included at Appendix B.

Capital Expenditure	2012/13	2013/14	2014/15	2015/16	2016/17	TOTAL
	£000	£000	£000	£000	£000	£000
Approved Capital Programme (24/10/12)	22,863	1,902	592	590	-	25,947
<u>Variations agreed by Executive 06/02/13</u>						
Deletion of residual budgets (para 3.3)	-10	-	-	-	-	-10
Additional government grant (para 3.4) – Early Education for Two Year Olds	558	-	-	-	-	558
Budget realignments (para 3.5)	-	-	-	-	-	-
Scheme rephasing (para 3.6)	-10,140	10,140	-	-	-	-
Total Q3 Monitoring Variations	-9,592	10,140	-	-	-	548
New schemes (para 3.7)	-	-	-	-	590	590
Revised Education Programme	13,271	12,042	592	590	590	27,085

3.3 Deletion of residual budgets no longer required (reduction of £10k in 2012/13)

In the monitoring exercise for the latest quarter, a number of residual scheme budgets were deleted where schemes are now complete or where those residual budgets are no longer required. One of these, the budget for feasibility studies (£10k) was part of the Education Portfolio Capital Programme and this was deleted by the Executive.

3.4 Early Education for Two Year Olds - additional government grant (addition of £558k in 2012/13)

The Executive was informed that notification had recently been received of a number of new, additional or revised grant allocations to support capital expenditure and was asked to approve the relevant amendments to the Capital Programme. One of these, a new capital grant funding stream for Early Education for Two Year Olds (£558k in 2012/13), was announced by the Department for Education in November.

3.5 Budget realignments – education schemes (total £366k, no impact on total programme)

The Executive was advised that examination of budgets for secondary and primary school investment schemes that had reached, or were nearing, completion had identified some surplus

funds and agreed that these be transferred to other secondary and primary school schemes to cover potential spending pressures, as follows:

The Highway Primary School - the CYP/Education Portfolio Holder has previously been advised of cost pressures on this scheme and virements have previously been approved to alleviate these. A final virement of £50k was agreed by the Executive in February from other Primary Capital Programme budgets that were underspent on completion.

Langley Park Boys School – the contingency budget for the secondary school investment strategy (£316k) has not been spent and the Executive agreed that this be transferred into the budget for the Langley Park Boys School to cover potential cost pressures, including asbestos management and removal.

3.6 Scheme Rephasing

In reports to both the June and July meetings, the Executive was informed of the final outturn for capital expenditure in 2011/12 and noted that the overall level of slippage into later years (some £6.9m) was significantly lower than in previous years. Slippage of capital spending estimates has been a recurring theme over the years and Members were pleased to note that, following a review of the system for capital monitoring and for estimating the phasing of expenditure, carried out after the 2010/11 final outturn, a more realistic approach towards anticipating slippage was taken in setting the revised estimates in February. Some £3.9m of the overall slippage from 2011/12 into 2012/13 related to Education Portfolio schemes and this was analysed in the 1st quarter's monitoring report to this Sub-Committee's meeting in September. In the Q2 monitoring report to the Budget Sub-Committee in January, a number of changes were confirmed and some £1.3m relating to Education Portfolio schemes was rephased from 2012/13 into 2013/14. The Q3 monitoring exercise resulted in changes set out in paragraphs 3.2 to 3.5 above and also in further rephasing adjustments totalling £10.1m from 2012/13 into 2013/14. These are itemised in the table below and comments on scheme progress are provided in Appendix B.

Capital Expenditure – Rephasing in Q3 monitoring	2012/13 £000	2013/14 £000
The Highway Primary – partial rebuild	-74	74
Reconfiguration of Special Schools	-108	108
Seed Challenge Fund	-24	24
Schools Access Initiative	-250	250
Security works in schools	-71	71
Children & Family Centres	-199	199
Suitability/modernisation issues in schools	-322	322
Capital maintenance in schools	-310	310
Schools Basic Need	-7,324	7,324
Extended services in schools	-44	44
Hawes Down Co-location	-300	300
Short Breaks capital	-348	348
Early Education for Two Year olds	-558	558
Phoenix Pre-School SEN service – Council contribution	-208	208
Total Education Programme rephasing	10,140	10,140

Annual Capital Review – new scheme proposals

3.7 As part of the normal annual review of the Capital Programme, Council Directors were invited to come forward with bids for new capital investment. Considerably fewer bids were received than in previous years and, although no new Education schemes were put forward, the continuation of annual Education capital spending programmes totalling £590k in 2016/17 was agreed by the Executive. This comprised £150k for Schools Access Initiative (funded by revenue

contributions), £430k for Devolved Formula Capital (funded by government grant) and £10k for feasibility studies (met from Council resources).

Post-Completion Reports

3.8 Under approved Capital Programme procedures, capital schemes should be subject to a post-completion review within one year of completion. Following the major slippage of expenditure at the end of 2010/11, Members confirmed the importance of these as part of the overall capital monitoring framework. These reviews should compare actual expenditure against budget and evaluate the achievement of the scheme's non-financial objectives. Post-completion reports on the following five Education Portfolio schemes are due for submission before 31st March 2013.

Bickley Primary School – expansion

Princes Plain Primary School - expansion

The Highway Primary School – partial rebuild

Hawes Down Co-Location

Priory School – Local Learning Centre

4. POLICY IMPLICATIONS

4.1 Capital Programme monitoring and review is part of the planning and review process for all services. The capital review process requires Chief Officers to ensure that bids for capital investment provide value for money and match Council plans and priorities.

5. FINANCIAL IMPLICATIONS

5.1 These were reported in full to the Executive on 6th February 2013. Changes agreed by the Executive for the Education Portfolio Capital Programme are set out in the table in paragraph 3.2.

Non-Applicable Sections:	Legal and Personnel Implications
Background Documents: (Access via Contact Officer)	Departmental monitoring returns January 2013. Approved Capital Programme (Executive 24/10/12). Q2 Monitoring report (Executive 24/10/12). Capital appraisal forms submitted by Chief Officers in November 2012. Report to Council Directors' meeting 12/12/12.

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EDUCATION PORTFOLIO - APPROVED CAPITAL PROGRAMME 6th FEBRUARY 2013

Capital Scheme/Project	2012/13			2013/14	2014/15	2015/16	2016/17	Responsible Officer	Remarks				
	Total Revised Estimate	Original Approved Budget	Actual to 31.3.12	Approved Estimate	Actual to 05/12/12	Revised Estimate	Revised Estimate			Revised Estimate	Revised Estimate		
	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's	£'000's		
SCHOOLS													
SECONDARY SCHOOLS													
14-19 Diploma SEN 2.3d - Secondary School Investment Strategy													
Newstead Wood	2500	2500	2500								Rob Bollen	DSG £3,580k, Targeted Capital Grant £7,340k, S106 £500k	
Darrick Wood	1700	1700	1700								Rob Bollen		
Hayes	1500	1500	1500								Rob Bollen		
Riverside	500	500	500								Rob Bollen		
Ravenswood	2500	2500	2500								Rob Bollen		
St Olave's	500	500	500								Rob Bollen		
Bullers Wood	1700	1700	341	1359	1165	1359					Rob Bollen		
Contingency	204	520	204	316		0					Rob Bollen		
Langley Park Boys School - BSF (Building Schools for the future) 2.3b	11104	11420	9745	1675	1165	1359	0	0	0	0	Rob Bollen		BSF One School Pathfinder; government grant £35,800; LBB contribution £2,006k re: enhanced performance space; £316k tff from secondary investment strategy
	38122	37806	31238	5568	3600	5884	1000						
TOTAL SECONDARY SCHOOLS	49226	49226	40983	7243	4765	7243	1000	0	0	0			
PRIMARY SCHOOLS													
Primary Capital Programme 2.7													
Bickley Primary - expansion	1463	1395	1462	7	1	1						Rob Bollen	DCSF capital grant; £800k allocated to Riverside ASD scheme £1,395k Primary Capital Programme (PCP) grant; £24k from Access initiative; £50k from extended services; £6k tff to Highway £1,114k PCP, £250k S106, £94k tff to Highway £2,620k PCP, £500k Children & Family Centre grant, £300k Early Years, £600k planned maint; £93k schools capital maint in 11/12; £140k revenue cont in 11/12, £94k from Princes Plain; £434k from other PCP schemes. Balance of PCP grant after allocations to Bickley, Princes Plain, Highway and Riverside ASD; £100k from maintenance re Pickhurst Infants; £144k for Crofton Juniors from School kitchens funding; £428k tff to Highway
Princes Plain Primary - expansion	1270	1363	1268	25	2	2						Rob Bollen	
The Highway Primary - partial rebuild #	5431	4020	4872	509	-48	485	74					Rob Bollen	
Other schemes funded by Primary Capital Programme grant	3183	3518	3183	21	0	0						Rob Bollen	
TOTAL PRIMARY SCHOOLS	11347	10296	10785	562	-45	488	74	0	0	0			
SPECIAL SCHOOLS													
Provision for children with social, emotional & behavioural difficulties	250	250	0	250	0	250						Tessa Moore	Invest-to save: reduction in out of borough placements £800k in a full year; additional costs £290k in a fully year (funded from DSG) Prudential borrowing (costs to be met from schools' budget); DSG contributions; £567k hydrotherapy pool approved by Executive 31/3/10
Reconfiguration of Special Schools	5180	5841	5062	118	-9	10	108					Tessa Moore	
TOTAL SPECIAL SCHOOLS	5430	6091	5062	368	-9	260	108	0	0	0			
OTHER EDUCATION SCHEMES													
Formula Devolved Capital 2.1a	5778	5778	3614	440	418	440	432	432	430	430	Mandy Russell	100% government grant; reduced allocation in 2011/12 settlement £300k pa "suitability" funding; £11k for Farnborough scheme DDA requirement; £150k p.a from schools' revenue budget; £24k to Bickley PCP £150k pa "suitability" funding 100% DfES grant; £500k for Highway scheme, £750k for Hawes Down Co-location, grant cut by £802k Now funded by 11/12 capital maintenance settlement; £46k from suitability surveys; £350k to Farnborough Primary 100% government grant - 2011/12 settlement; £300k to seed challenge; £150k to security works; £150k to suitability/modernisation; £80k to Hawes Down Co-Location & £93k to The Highway in 11/12; £161k tff from modernisation fund 100% government grant - 2011/12 settlement; additional grant £1,182k in 11/12 & £4,090k in 12/13 DCSF capital grant; £142k for Hawes Down; grant cut by £134k; £50k to Bickley PCP; £225k not required Co-location grant £470k, Short breaks capital £220k, Children & Family Centres grant £750k, Early Years capital £70k, Extended Services £142k, school contribution £70k; £80k schools capital maint (roof) in 11/12 100% government grant 100% government grant £10k pa; 2012/13 not required Prudential borrowing - costs to be met from schools' budget. Youth Capital Fund grant £72k	
Seed Challenge Fund	1564	1575	1140	324	36	300	124						Rob Bollen
Schools Access Initiative	1540	1564	542	298	20	48	500	150	150	150			Rob Bollen
Security Works	770	770	474	196	33	125	171						Rob Bollen
Children and Family Centres	6141	8193	5942	199	-1	0	199						Tessa Moore
Suitability / Modernisation issues in schools - general 2.2	772	1076	180	582	219	260	332						Rob Bollen
Capital maintenance in schools - 2011/12 settlement	7202	8264	3692	3510	924	3200	310						Rob Bollen
Basic Need - 2011/12 settlement	9119	9769	1095	8024	421	700	7324						Rob Bollen
Extended Services 2.10	731	1170	687	44	0	0	44						Tessa Moore
Hawes Down Co-Location 2.16	1802	1722	1431	371	-1	71	300						Tessa Moore
Short breaks capital	448	448	0	448	17	100	348						Tessa Moore
Early Education for Two Year Olds	558	558	0	0	0	0	558						Nina Newell
Feasibility Studies	40	50	0	10	0	0	10	10	10	10			Rob Bollen
OTHER CHILDREN'S SERVICES SCHEMES													
Phoenix Pre-School SEN service - Council contribution	300	300	92	208	0	0	208						Rob Bollen
Youth centres - Capital improvements	72	72	36	36	-2	36							Paul King
TOTAL OTHER EDUCATION & CHILDREN'S SERVICES SCHEMES	36837	41309	18925	14690	2084	5280	10860	592	590	590			
TOTAL EDUCATION PORTFOLIO SCHEMES	102840	106922	75755	22863	6795	13271	12042	592	590	590			

EDUCATION PORTFOLIO - APPROVED CAPITAL PROGRAMME 6th FEBRUARY 2013					
Capital Scheme/Project	2012/13				Comments for Q3 monitoring
	Actual to 31.3.12	Approved Estimate	Actual to 05/12/12	Revised Estimate	
	£'000's	£'000's	£'000's	£'000's	
SCHOOLS					
SECONDARY SCHOOLS					
14-19 Diploma SEN 2.3d - Secondary School Investment Strategy					
Newstead Wood	2500				
Darrick Wood	1700				
Hayes	1500				
Riverside	500				
Ravenswood	2500				
St Olave's	500				
Bullers Wood	341	1359	1165	1359	Contribution to project capped
Contingency	204	316		0	Kept aside to deal with any unforeseen circumstances. Now transferred to Langlay project. DSG grant backec
	9745	1675	1165	1359	
Langley Park Boys School - BSF (Building Schools for the future) 2.3b	31238	5568	3600	5884	Scheme progressing/work ongoing. First Phase handed over. Moved budget from the enhanced performance space code to this as all expenditure is captured in this area. £1m rephased into 2013/14. Moved contingency from other secondary projects to coevr any potential additional costs
TOTAL SECONDARY SCHOOLS	40983	7243	4765	7243	
PRIMARY SCHOOLS					
Primary Capital Programme 2.7					
Bickley Primary - expansion	1462	7	1	1	Scheme completed. Small underspend transferred and used against Highway and offset the contribution from Basic need on this project
Princes Plain Primary - expansion	1268	25	2	2	Scheme completed. Small underspend transferred and used against Highway and offset the contribution from Basic need on this project
The Highway Primary - partial rebuild #	4872	509	-48	485	Highway overspending on original budget. Issues on build, etc. Reported to PDS. Can use any remaining primary capital funding to offset this and/or maintenance funding to cover off position. Basic Need funding transferred to offset spend pressures. Some retention caried forward to 2013/14
Other schemes funded by Primary Capital Programme grant	3183	21	0	0	Schemes completed. Small underspend transferred and used against Highway and offset the contribution from Basic need on this project
TOTAL PRIMARY SCHOOLS	10785	562	-45	488	
SPECIAL SCHOOLS					
Provision for children with social, emotional & behavioural difficulties					
	0	250	0	250	Work underway. Linked with the Grovelands Site/field study centre.
Reconfiguration of Special Schools	5062	118	-9	10	Remaining costs at Riverside and some retentions to pay
TOTAL SPECIAL SCHOOLS	5062	368	-9	260	
OTHER EDUCATION SCHEMES					
Formula Devolved Capital 2.1a					
	3614	440	418	440	In and out to schools.
Seed Challenge Fund	1140	324	36	300	New round for schools. £300k transferred from maintenance to support programmes as per previous years. Majority rephased into 2013/14 as schemes not yet started as not been approved that long
Schools Access Initiative	542	298	20	48	In discussion with schools. Funding often on an ad hoc basis as needs arise such as hygiene rooms. Can also be linked to larger schemes and integrated into those. Schemes not progressed. Rephased into 2013/14
Security Works	474	196	33	125	Ad hoc security works for Schools. Additional £150k transferred from maintenance to support schemes as per previous year. £100k rephased into 2013/14
Children and Family Centres	5942	199	-1	0	Schemes complete. Retentions, etc to pay. Rephased into 2013/14
Suitability / Modernisation issues in schools - general 2.2	180	582	219	260	Funding Farnborough phase two. £76k transferred from Farnborough phase one to support the second phase. Additional £150k transferred from maintenance budget as per previous years. £10k rephased into 2013/14
Capital maintenance in schools - 2011/12 settlement	3692	3510	924	3200	Various programmes as per PDS reports. £310k rephased into next year
Basic Need - 2011/12 settlement	1095	8024	421	700	Various programmes as per PDS reports. Larger schemes such as major build expansions have not yet started, so rephased into 2013/14. Mainly smaller build schemes undertaken in 2012/13
Extended Services 2.10	687	44	0	0	Rephased into 2013/14. May not be required
Hawes Down Co-Location 2.16	1431	371	-1	71	Rephased majority into 2013/14. May not be requirec
Short breaks capital	0	448	17	100	Carry forward of 2011/12 allocation together with new allocation in 2012/13. Used on various expenditure such as equipment and adaptations. Majority rephased into 2013/14
Feasibility Studies	0	10	0	0	Will not be spent in 2012/13
OTHER CHILDREN'S SERVICES SCHEMES					
Phoenix Pre-School SEN service - Council contribution					
	92	208	0	0	Ongoing discussion with the PCT. Payment being deferred until agreement and terms are reached. Rephased into 2013/14
Youth centres - Capital improvements	36	36	-2	36	Funding will be spent by year end to purchase minibus
TOTAL OTHER EDUCATION & CHILDREN'S SERVICES SCHEMES	18925	14690	2084	5280	
TOTAL EDUCATION PORTFOLIO SCHEMES	75755	22863	6795	13271	

London Borough of Bromley

PART 1 - PUBLIC

Briefing for Education Budget Sub Committee 13 February 2013

Local Authority Central Spend Equivalent Grant (LACSEG)

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1. Summary

- 1.1 This briefing note outlines the Local Authority Central Spend Equivalent Grant (LACSEG) arrangements and the new arrangements that are to take place from 2013/14.

2. THE BRIEFING

Background

- 2.1 When a maintained schools converts to Academy status, the Academy takes on a much broader range of responsibilities. This gives the Academies greater freedom to secure the right services for their pupils. Academies are responsible for providing a range of education services such as improving school attendance, preparing financial accounts and asset management, whereas Local Authorities have responsibility for these on behalf of maintained schools. Local Authorities receive funding for central education services as part of their general grant or 'formula' grant. Formula grant is an unringfenced grant paid by the Department for Communities and Local Government (DCLG) and the education element is for all pupils in the Local Authority area. The funding that is paid to the Academies to meet the cost of securing these services is known as the LA Block LACSEG.

Current system

- 2.2 Initially Government intended to use S251 data to ascertain the level of funding to be removed from Local Authorities to in turn be given to Academies. They were due to use certain lines within the S251 which were:-

- 2.0.3 Therapies and other health related services
- 2.0.6 Central support services
- 2.0.9 Education welfare service
- 2.0.10 School improvement
- 2.0.11 Asset management education
- 2.1.1 Statutory/ Regulatory Duties
- 2.1.2 Premature retirement costs/ Redundancy costs (new provisions)
- 2.1.6 Monitoring national curriculum assessment

These figures do not include all Education Services. Other areas such as Transport, Education Psychology, etc are not affected. It is specific to certain areas of expenditure and based on S251 returns. Included in these figures are also non education expenditure as recharges, etc

which are attributable to these areas. Therefore the expenditure covers a wide remit across the Council.

For 2012/13 this amounted to £87 per pupil for Bromley. This is the amount that Academies receive.

However after consultation with Local Authorities the Government decided against this method as a means of reducing grant from LA's and instead decided to use a national top slice using pupil numbers regardless of the Academy Conversion rate.

- 2.3 In 2012/13 £1.46m was top sliced from the Bromley formula grant to pay for Academy LA LACSEG using this method. This was to the advantage of Bromley as it did not take into account the level of academy conversions.
- 2.4 Government found that whilst the method was easy to administer it was unfair on authorities with low conversion rates and was becoming uneconomic due to the push towards academy conversion and the pace of change in some authorities including Bromley. It was also in some instances turbulent for the Academies as the LACSEG rates could change dramatically according to S251 returns. There was a level of insecurity with Academies and an inability to be able to plan. Rates across the country also varied dramatically.
- 2.5 The system used S251 returns as mentioned above. S251 was never designed to be a tool for recouping funding from Local Authorities or for funding Academies. It was more an information gathering exercise that has been adapted for different purposes. The level of understanding of the return is low and it is seen as difficult to interpret.
- 2.6 To address these issues Government began a consultation on changes to LA LACSEG to move to simpler more transparent arrangements that could be dealt with on a national rather than a local level.
- 2.7 Bromley lobbied Government on their proposals throughout the consultation period. Members/Officers have met with Ministers and their representatives to discuss the issues and the potential way forward. Bromley also garnered support from authorities in similar positions (low cost, high conversion) and received support from 12 authorities including Kent and Bexley.

New system

- 2.8 In December, after the consultation, Government introduced a new methodology to recoup LA LACSEG from Authorities. The proposal is to top slice, using a national average, an amount from all Local Authorities based on pupil numbers at £132 per pupil. Government will then be introducing a new grant called the Education Services Grant (ESG). This has been subsequently split into two components. The first is an amount of £15 per pupil (for all pupils regardless of whether they are in maintained or academy schools) which will be given back to the LA to cover statutory duties. The second part of the funding will be £116 per pupil for each pupil in a maintained school. There are some adjustments for pupils in Special Schools and PRU's whereby they attract additional funding.
- 2.9 Government used national S251 data to arrive at the total deduction of £1.038bn from Local Authorities. Of this, £10m was deducted and transferred to the DSG to cover NQT induction duties transferring and the remaining amount would be used to finance the ESG.

- 2.10 Academies will receive a minimum of £150 per pupil in 2013/14 (£140 in 2014/15) or no more than a 10% reduction to what they were receiving in 2012/13. The additional funding required for this will be found from DfE budgets
- 2.11 Using S251 data the local Bromley LACSEG figure is £87 per pupil.

Impact on Bromley

LACSEG CALCULATION FIGURES AS AT NOW

DFE REMOVED	6,581,600
PUPILS ASSUMED BY DFE	49,775

<u>ESG FUNDING BACK FOR MAINTAINED PUPILS</u>	<u>RATE £</u>	
ALL PUPILS FOR STATUTORY DUTIES	15	720,075
PUPILS IN MAINTAINED SCHOOLS	116.46	2,249,541
SPECIAL SCHOOLS	116.46	238,568
PRU'S	116.46	31,881
		3,240,066

DIFFERENCE BETWEEN NEW TOP SLICE AND ESG 3,341,534

- 2.12 The table above shows that there is an additional £3.3m leaving Bromley through this formula. This is likely to increase during 2013/14 as Academy conversions increase. DfE have announced that this will be reviewed on a quarterly basis and therefore the funding will be adjusted accordingly. Current estimates suggest that further funding of £478k will be lost due to in year conversions in 2013/14.
- 2.13 If all schools were to go to Academy the loss would amount to £5.8m. The only amount remaining would be the £720k available to fund LACSEG statutory duties.
- 2.14 The Government's per pupil figure is considerably higher than Bromley's previously identified costs of £87 per pupil. This means that we are losing grant that exceeds what the Council is actually spending.
- 2.15 The main issues with the new system are:-
- a) The funding reduction does not recognise diseconomies of scale;
 - b) There is no relationship between the transfer amounts and actual savings to Bromley from Academy conversion – more money is being taken that will be saved;
 - c) The Council still needs to continue to deliver services with maintained schools with inevitable fixed costs;
 - d) No funding is provided for one-off costs of academy conversions (cost of legal agreements etc.);
 - e) Some savings cannot be released immediately and can only be realised in the medium term.

- 2.16 The Council proposed a practical way forward to introduce a form of “capping” which recognised that that higher cost authorities should contribute more and ensure that the benefit of authorities that have kept spend low through efficiencies and achieving better value for money is recognised. Therefore high spending Authorities would make a fairer contribution to the funding of LACSEG. The Government’s proposals indicate that if the LACSEG allocations for any academies reduce, the Government is offering “damping” protection for academies – this does not apply to Local Authorities. By not applying such protection to the Council the changes are unfair. Conversations with Government are ongoing to address this.

Statutory duties

- 2.17 The £15 per pupil is in theory to be spent on the following statutory services

Education welfare services

Prosecutions for non attendance

Tracking children missing from education

Other statutory duties – for example, child employment

Asset management

Strategic capital programme planning

Management of BSF schemes and PFI contracts

Functions in relation to Academy leases

Statutory and regulatory duties

Strategic planning of education services including the education element of the Director of Children’s Services and other statutory/regulatory duties relating to both maintained schools and Academies

Planning for education services on an area-wide basis

Finance, HR and legal functions relating to central services that do not transfer to Academies

Maintenance and development of local school funding formula

Standing Advisory Council for Religious Education

- 2.18 Officers have asked for further clarification of these with more detail as we are at the leading edge of Academy conversion and do not want to fall into a trap where we were facing legal battles with regard to our statutory functions.
- 2.19 DfE have said that they would send us information on this but it did depend on each individual authority, with some authorities having more statutory functions than others.

Conclusion

- 2.20 Further work is being carried out to look at the statutory functions and what these might cost. Savings have been made in Education services already and further savings may be required to mitigate the losses as far as possible.