

## DSG Budget Position 2021-2022 School Forum 29<sup>th</sup> January 2021

### Introduction

The following report provides School Forum with the budget overview position for 2021 – 2022. The following table demonstrates the breakdown of the DSG allocation compared to the previous year. The notes on the chart should be considered as not all information is currently available to the local area.

### DSG Allocation Budget 2021/2022

Comparison of DSG funding between 20/21 and 21/22 before academy recoupment				
	20/21	21/22	Increase /	
	DSG	DSG	(Decrease)	
	as at 19/12/19	as at 17/12/20		
	from ESFA	from ESFA		
Funding type	£	£	£	Note
Schools Block	83,029,274	89,401,896	6,372,622	1
Central Schools Block	1,214,090	1,168,473	(45,617)	2
Early Years - 3 & 4 Yr Olds	4,414,588	4,242,887	(171,701)	3
Early Years - 3 & 4 Yr Olds (Increase to 30 hrs)	1,706,302	1,563,301	(143,001)	3
Early Years - 2 Yr Olds	1,158,275	1,101,889	(56,386)	3
Early Years Pupil Premium	85,921	86,685	764	3
Early Years - Disability Access Fund	43,665	46,740	3,075	3
High Needs Block	19,183,226	21,486,457	2,303,231	4
<b>Total Initial DSG</b>	<b>110,835,341</b>	<b>119,098,328</b>	<b>8,262,987</b>	
<b>Notes</b>				
1. Of the increase of £6.373m, £3.861m relates to the Teachers Pay & Pensions Grants being put into the Schools Block baseline in 21/22, instead of being paid as separate grants which was the case in 20/21.				
1. The pupil growth element is £283k.				
1. The Schools Block allocation for 20/21 was based on 17,568 pupils and for 21/22 is based on 17,515 pupils.				
2. Reduction in ESFA funding historic commitments relating to PFI costs.				
3. The Early Years allocations for 21/22 will be updated in-year by the ESFA once the Jan 21 & Jan 22 numbers are known.				
3. Funding from ESFA has increased 6p per hour for 3 & 4 yr olds and 8p per hour for 2 yr olds.				
4. Of the increase of £2.303m, £420k relates to the Teachers Pay & Pensions Grants being put into the baseline in 21/22, instead of being paid as separate grants which was the case in 20/21.				

The School allocation will be communicated to individual schools during the week beginning the 1<sup>st</sup> February 2021. The principles agreed at School Forum regarding the use of the funding drivers have been applied to the allocations.

The Early Years Sector will receive communication regarding the new funding rates within the same time period.

### Anticipated DSG Outturn Position 2021- 2022

Using the information we currently hold and the anticipated spend within the system, we have calculated an early position of the DSG outturn for 2021 – 2022. Taking into consideration the pressures that have already been identified the budget remains in a deficit position. We have detailed the pressure areas for consideration.

<b>Deficit DSG budget for 21/22</b>	
The 21/22 DSG will be set with a deficit budget	
A summary of how this has been calculated is:	
<b>Pressures</b>	<b>£</b>
20/21 deficit budget for DSG	2,200,000
Special schools – full year effect of Sept 20 place increases and changes to category of pupil	204,000
Special Schools - increase in additional funding for specific pupils	40,000
Special schools – 5.03% increase in funding (agreed at Schools Forum)	599,000
Enhanced Provision – 5.03% increase in funding (agreed at Schools Forum)	40,000
EHCP bespoke packages (Emma Walton / YMCA / Evolve Psychotherapy / Simply Great Media / Inspire / Play Torbay etc)	290,000
Reducing the income target for clawback of EHE / MTS & Excluded pupils from schools	136,000
EHCP allocations to schools (increase between 20/21 & 21/22 budget setting)	85,000
Medical Tuition Service - transferring to Independent School	90,000
Reduction in Planned Pupil Growth Funding	214,000
Reduction in Central Schools Block in relation to historic commitments for PFI	46,000
South Devon College placements - increase in commissioned places recouped by ESFA	154,000
South Devon College placements - increase in element 3 top-up for more commissioned places & 12 bespoke places	365,000
Independent Special School Placements	50,000
Staffing / other	33,000
<b>Total Pressures</b>	<b>4,546,000</b>
<b>Reductions</b>	
Additional funding from ESFA for High Needs Block, excluding previous years Teachers Pay & Pension Grants	(1,883,000)
Additional 0.5% virement value above that of the 20/21 contribution of £415k from Schools Block (agreed at Schools Forum)	(13,000)
Joint Funded Placements - less reliance on Residential Placements	(50,000)
<b>Total reductions</b>	<b>(1,946,000)</b>
<b>Deficit DSG budget for 21/22</b>	<b>2,600,000</b>

## Recommendation

- School Forum to note the budget allocation position for 2021 – 2022.
- School Forum to discuss any priority areas for reduction in the anticipated deficit position for 2021 – 2022.

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