

<p style="text-align: center;"><b>Report to Hartlepool Schools' Forum 9 December 2021</b> <b>From Amanda Whitehead – Assistant Director Education</b></p>
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**Item 4: Indicative Schools Block Budget Update 2022/23**

**1. Introduction**

- 1.1 The purpose of the report is to provide indicative Individual School Budgets (ISBs) for 2022/23 following the ESFA's release of the draft Authority Proforma Tool (APT) on 17 September 2021.
- 1.2 Indicative ISBs are currently based on the pupil counts and characteristics from the October 2020 census. Figures will be updated by ESFA during December to reflect the October 2021 census.

**2. Background**

- 2.1 At their meeting on 21 September 2021, Schools' Forum agreed to a transfer of £0.174m from the Central School Services Block (CSSB) into the Schools Block for 2022/23.
- 2.2 A local Minimum Funding Guarantee (MFG) can be set within the range of 0.5% to 2.0% for 2022/23 as per the Schools Revenue Funding Operational Guide for 2022/23.
- 2.3 No transfer from the Schools Block to the High Needs Block is proposed for 2022/23.

**3. Indicative ISB Modelling for 2022/23**

- 3.1 On the basis of pupil counts and characteristics from the October 2020 census, a local MFG of the maximum 2% is currently affordable without the implementation of a cap. Affordability is based on the new Primary Unit of Funding (PUF) and Secondary Unit of Funding (SUF) rates provided by ESFA for 2022/23 multiplied by the October 2020 pupil count. However, this position may change once October 2021 pupil numbers and characteristics are reflected in the formula.
- 3.2 A reduction in overall pupil numbers in the October 2021 census could mean that a maximum 2% MFG is not affordable. Schools' Forum may wish to consider the application of a cap alongside MFG if this is the case once the final NFF is published.
- 3.3 Two models have been produced at Appendix A and B to this report. The following paragraphs outline the assumptions within each model.
- 3.4 Appendix A
- Based on pupil numbers and pupils characteristics from the October 2020 census;
  - Includes the transfer-in of £0.174m from CSSB;
  - Applies the maximum MFG of 2%;
  - Uses the indicative DSG funding of £72.537m for 2022/23 published by ESFA

### 3.5 Appendix B

- As Appendix A, based on pupil numbers and pupils characteristics from the October 2020 census;
- As Appendix A, includes the transfer-in of £0.174m from CSSB;
- As Appendix A, applies the maximum MFG of 2%;
- Uses forecast DSG funding of £72.323m for 2022/23 based on estimated pupil numbers provided by the Council's Data Team (overall reduction of 73 pupils);
- Applies a cap of 2.75% to make a 2% MFG affordable within the forecast DSG. It is likely that a 2% MFG is not affordable without a cap because of the reduction in pupil numbers in the October 2021 census.

3.6 Within the models presented, seven primary schools receive a minimum per pupil uplift as their per pupil funding does not meet the minimum per pupil guarantee within the formula. This position may change once the NFF is updated for the October 2021 census. Column B in Appendix A and B indicates those schools where the base formula failed to meet the minimum per pupil amount guaranteed.

3.7 Although a number of schools receive less than a 2% increase in their overall indicative budget for 2022/23 (shown in column J), all schools receive at least a 2% increase per pupil (shown in column K). The 2% increase per pupil calculation excludes the lump sum and premises budgets.

3.8 Appendix B shows that a cap of 2.75% is likely to be required in order to implement a 2% MFG. Further modelling has shown that the cap would increase to 2.87% if an MFG of 1% was implemented and 2.92% if an MFG of 0.5% was implemented.

3.9 Appendix C to the report presents two worked examples taken from Appendix A. The first example illustrates a school that fails the Minimum Per Pupil Funding (MPPF) test and the second school passes the test and therefore receives an uplift to ensure funding is provided to the level of the MPPF (£4,265 for primary schools and £5,525 for secondary schools).

## 4. Recommendations

4.1 Forum is asked to

- Note the contents of the report;
- approve the application of a maximum 2% MFG, with the application of an appropriate cap to make this affordable for 2022/23 ISBs

**Please note: Final ISBs will be based upon October 2021 pupil counts and characteristics once they are published by ESFA in December.**

**All Forum Members are eligible to vote.**

## APPENDIX A: Indicative ISBs 2022/23

A	B	C	D	E	F	G	H	I
School Reference	MPPF Test Result	2022/23 Pre MFG Budget (Excl ESG and De-Del)	MFG	2022/23 Post MFG Budget (INDICATIVE)	2021/22 post MFG Budget	Budget Increase +£ / Decrease (£)	Budget Increase +% / Decrease (%)	Per Pupil Increase %
1	FAIL	1,699,503	0	1,699,503	1,665,758	33,745	2.03%	2.19%
2	PASS	776,316	0	776,316	757,612	18,705	2.47%	2.96%
3	PASS	7,693,075	0	7,693,075	7,476,282	216,793	2.90%	2.53%
4	PASS	6,720,435	0	6,720,435	6,530,617	189,818	2.91%	2.96%
5	PASS	7,907,800	0	7,907,800	7,684,379	223,421	2.91%	2.97%
6	FAIL	893,315	27,228	920,543	904,993	15,550	1.72%	2.00%
7	PASS	1,450,400	0	1,450,400	1,409,337	41,063	2.91%	3.20%
8	PASS	404,247	55,168	459,415	452,829	6,586	1.45%	2.00%
9	PASS	1,455,626	0	1,455,626	1,414,180	41,446	2.93%	6.12%
10	FAIL	1,255,328	0	1,255,328	1,230,423	24,905	2.02%	2.26%
11	PASS	1,958,286	0	1,958,286	1,902,801	55,486	2.92%	3.13%
12	PASS	1,350,177	12,812	1,362,989	1,338,776	24,212	1.81%	2.00%
13	FAIL	1,957,963	0	1,957,963	1,919,118	38,845	2.02%	2.17%
14	PASS	1,479,775	0	1,479,775	1,437,871	41,904	2.91%	3.07%
15	PASS	1,513,594	0	1,513,594	1,470,829	42,765	2.91%	3.19%
16	PASS	1,010,966	0	1,010,966	993,112	17,854	1.80%	2.06%
17	PASS	460,801	59,454	520,255	512,419	7,836	1.53%	2.00%
18	PASS	7,385,093	0	7,385,093	7,176,585	208,508	2.91%	2.68%
19	PASS	4,736,031	0	4,736,031	4,602,758	133,273	2.90%	2.89%
20	PASS	983,350	0	983,350	960,492	22,858	2.38%	2.74%
21	PASS	1,343,538	0	1,343,538	1,304,997	38,540	2.95%	3.27%
22	PASS	602,041	3,953	605,994	596,547	9,447	1.58%	2.00%
23	PASS	1,080,045	0	1,080,045	1,049,272	30,773	2.93%	3.33%
24	PASS	474,085	67,411	541,496	533,316	8,180	1.53%	2.00%
25	PASS	1,736,114	0	1,736,114	1,687,871	48,242	2.86%	3.16%
26	PASS	1,710,500	0	1,710,500	1,662,475	48,025	2.89%	3.17%
27	PASS	1,205,894	0	1,205,894	1,172,728	33,165	2.83%	3.09%
28	FAIL	1,506,666	0	1,506,666	1,477,256	29,410	1.99%	2.22%
29	FAIL	1,789,779	0	1,789,779	1,754,844	34,935	1.99%	2.20%
30	PASS	1,325,344	0	1,325,344	1,288,508	36,836	2.86%	3.23%
31	PASS	2,021,845	0	2,021,845	1,965,675	56,170	2.86%	3.04%
32	FAIL	1,736,039	0	1,736,039	1,702,124	33,915	1.99%	2.19%
33	PASS	1,516,962	0	1,516,962	1,475,069	41,893	2.84%	3.18%
34	PASS	608,499	35,866	644,366	634,480	9,886	1.56%	2.00%
35	PASS	622,839	9,321	632,159	622,194	9,965	1.60%	2.00%
<b>TOTAL</b>		<b>72,372,270</b>	<b>271,213</b>	<b>72,643,483</b>	<b>70,768,525</b>	<b>1,874,958</b>		

## APPENDIX B: Indicative ISBs 2022/23 with reduction in DSG Income (taking internal estimates for pupil numbers October 2021)

A	B	C	D	E	F	G	H	I	J
School Reference	MPPF Test Result	2022/23 Pre MFG Budget (Excl ESG and De-Del)	MFG (2%)	Cap (2.75%)	2022/23 Post MFG Budget (INDICATIVE)	2021/22 post MFG Budget	Budget Increase +£ / Decrease (£)	Budget Increase +% / Decrease (%)	Per Pupil Increase %
1	FAIL	1,699,503	0	0	1,699,503	1,665,758	33,745	2.03%	2.19%
2	PASS	776,316	0	(1,300)	775,017	757,612	17,405	2.30%	2.75%
3	PASS	7,693,075	0	0	7,693,075	7,476,282	216,793	2.90%	2.53%
4	PASS	6,720,435	0	(13,112)	6,707,323	6,530,617	176,706	2.71%	2.75%
5	PASS	7,907,800	0	(16,260)	7,891,540	7,684,379	207,161	2.70%	2.75%
6	FAIL	893,315	27,228	0	920,543	904,993	15,550	1.72%	2.00%
7	PASS	1,450,400	0	(5,767)	1,444,633	1,409,337	35,296	2.50%	2.75%
8	PASS	404,247	55,168	0	459,415	452,829	6,586	1.45%	2.00%
9	PASS	1,455,626	0	(42,116)	1,413,509	1,414,180	(670)	(0.05%)	2.75%
10	FAIL	1,255,328	0	0	1,255,328	1,230,423	24,905	2.02%	2.26%
11	PASS	1,958,286	0	(6,693)	1,951,593	1,902,801	48,793	2.56%	2.75%
12	PASS	1,350,177	12,812	0	1,362,989	1,338,776	24,212	1.81%	2.00%
13	FAIL	1,957,963	0	0	1,957,963	1,919,118	38,845	2.02%	2.17%
14	PASS	1,479,775	0	(4,137)	1,475,638	1,437,871	37,767	2.63%	2.75%
15	PASS	1,513,594	0	(5,852)	1,507,742	1,470,829	36,913	2.51%	2.75%
16	PASS	1,010,966	0	0	1,010,966	993,112	17,854	1.80%	2.06%
17	PASS	460,801	59,454	0	520,255	512,419	7,836	1.53%	2.00%
18	PASS	7,385,093	0	0	7,385,093	7,176,585	208,508	2.91%	2.68%
19	PASS	4,736,031	0	(6,201)	4,729,830	4,602,758	127,072	2.76%	2.75%
20	PASS	983,350	0	0	983,350	960,492	22,858	2.38%	2.74%
21	PASS	1,343,538	0	(6,123)	1,337,415	1,304,997	32,417	2.48%	2.75%
22	PASS	602,041	3,953	0	605,994	596,547	9,447	1.58%	2.00%
23	PASS	1,080,045	0	(5,353)	1,074,691	1,049,272	25,420	2.42%	2.75%
24	PASS	474,085	67,411	0	541,496	533,316	8,180	1.53%	2.00%
25	PASS	1,736,114	0	(6,309)	1,729,804	1,687,871	41,933	2.48%	2.75%
26	PASS	1,710,500	0	(6,329)	1,704,171	1,662,475	41,696	2.51%	2.75%
27	PASS	1,205,894	0	(3,433)	1,202,460	1,172,728	29,732	2.54%	2.75%
28	FAIL	1,506,666	0	0	1,506,666	1,477,256	29,410	1.99%	2.22%
29	FAIL	1,789,779	0	0	1,789,779	1,754,844	34,935	1.99%	2.20%
30	PASS	1,325,344	0	(5,470)	1,319,874	1,288,508	31,366	2.43%	2.75%
31	PASS	2,021,845	0	(5,239)	2,016,607	1,965,675	50,932	2.59%	2.75%
32	FAIL	1,736,039	0	0	1,736,039	1,702,124	33,915	1.99%	2.19%
33	PASS	1,516,962	0	(5,637)	1,511,324	1,475,069	36,256	2.46%	2.75%
34	PASS	608,499	35,866	0	644,366	634,480	9,886	1.56%	2.00%
35	PASS	622,839	9,321	0	632,159	622,194	9,965	1.60%	2.00%
<b>TOTAL</b>		<b>72,372,270</b>	<b>271,213</b>	<b>(145,333)</b>	<b>72,498,150</b>	<b>70,768,525</b>	<b>1,729,625</b>		

## Appendix C: Worked Examples – Minimum Per Pupil Funding (MPPF)

School 8 (81 pupils on roll)	£	Notes
What is the total MPPF guarantee for this school?	338,580	This is calculated as 81 pupils @ £4,265. £4,265 is the MPPF guarantee for primary schools in 2022/23
MPPF Test Result	<b>PASS</b>	
What is the actual MPPF for the school?		
Basic entitlement	261,460	81 pupils @ AWPU (incl CSSB transfer in)
FSM	4,923	
IDACI	5,480	
EAL	0	
Low Attainment	8,858	
Lump Sum	121,300	Lump sum per pupil is £1,497.53
<b>Actual MPPF total</b>	<b>402,020</b>	<b>Actual MPPF is £4,963.21</b>
Difference between MPPF guarantee and actual MPPF total	<b>(63,440)</b>	A negative figure here means the school is above the £4,265 MPPF so does not receive an uplift
Budget increase	6,586	This is an increase of 1.45%
<b>Explained by:</b>		
Increase in Basic entitlement	7,487	
MPPF Uplift	0	
Increase in FSM	121	
Increase in IDACI	175	
Increase in EAL	0	
Increase in Low Attainment	274	
Increase in Lump Sum	3,500	
Decrease in MFG	<b>(4,972)</b>	
<b>TOTAL</b>	<b>6,586</b>	

School 10 (293 pupils on roll)	£	Notes
What is the total MPPF guarantee for this school?	1,249,645	This is calculated as 293 pupils @ £4,265. £4,265 is the MPPF guarantee for primary schools in 2022/23
MPPF Test Result	<b>FAIL</b>	
What is the actual MPPF for the school?		
Basic entitlement	945,775	293 pupils @ AWPU (incl CSSB transfer in)
FSM	13,900	
IDACI	19,287	
EAL	1,335	
Low Attainment	70,948	
Lump Sum	121,300	Lump sum per pupil is £413.99
<b>Actual MPPF total</b>	<b>1,172,545</b>	<b>Actual MPPF is £4,001.86</b>
Difference between MPPF guarantee and actual MPPF total	77,100	The actual MPPF is below the guarantee of £4,265 so the school receives an uplift
Budget increase	24,905	This is an increase of 2.02%
<b>Explained by:</b>		
Increase in Basic entitlement	27,083	
MPPF Uplift	0	
Increase in FSM	330	
Increase in IDACI	571	
Increase in EAL	35	
Increase in Low Attainment	2,198	
Increase in Lump Sum	3,500	
Decrease in MPPF Uplift	<b>(8,812)</b>	
<b>TOTAL</b>	<b>24,905</b>	