

TITLE	Final Revenue Outturn Report 2018/19
FOR CONSIDERATION BY	Schools Forum on 10 July 2019
WARD	None Specific
LEAD OFFICER	Director of Children's Services - Carol Cammiss

OUTCOME / BENEFITS TO THE COMMUNITY

N/A

RECOMMENDATION

Schools Forum is asked to note the content.

SUMMARY OF REPORT

This report provides Schools Forum with information on the final 2018/19 Dedicated Schools Grant (DSG) outturn.

The 2018/19 in-year DSG outturn position was a net overspend of £1.05m representing 0.76% of the 2018/19 DSG budget.

However, given the brought forward deficit balance of £527k from 2017/18, this results in an overall DSG deficit balance at the end of 2018/19 of £1.57m, equivalent to 1.14% of the £136.925m 2018/19 DSG.

The outturn has provided for a significantly improved position from the previously reported forecast year end deficit of £2.62m. However, this still provides the Council with a significant financial challenge and exceeds the 1% deficit reporting threshold set by the Department for Education (DfE).

A separate agenda item provides further information on the High Needs Block and the draft recovery plan required by the DfE.

Final Revenue Outturn Report 2018/19 July 2019

.01 **Purpose of the Report**

This report provides Schools Forum with information on the final 2018/19 Dedicated Schools Grant (DSG) outturn.

.02 **Recommendation**

Schools Forum is asked to note the report.

.03 **Background**

This report shows the actual outturn for the Dedicated Schools Grant (DSG), Schools Grant allocations and any other additional schools funding for the financial year 2018/19.

Figures previously reported to Schools Forum reflected an anticipated year end deficit of £2.62m, largely as a result of pressure in the High Needs Block.

.04 **Financial Summary**

The 2018/19 in-year DSG outturn position was a net overspend of £1.05m representing 0.76% of the 2018/19 DSG budget.

However, given the brought forward deficit balance of £527k from 2017/18, this results in an overall DSG deficit balance at the end of 2018/19 of £1.57m, equivalent to 1.14% of the £136.925m 2018/19 DSG.

The outturn has provided for a significantly improved position from the previously reported forecast year end deficit of £2.62m. However, this still provides the Council with a significant financial challenge and exceeds the 1% deficit reporting threshold set by the Department for Education (DfE).

High Needs Block

This continues to be the main driver of financial pressure within the DSG, with an in-year deficit of £872k experienced against funding of £18.44m (4.7%). Taken with the brought forward deficit from 2017/18 of £527k, then the year end position reports a total deficit of £1.399m.

Forecast figures previously reported to Schools Forum projected a year end deficit of £2.5m. The improvement of £1.1m is largely as a result of a reduction on spend for Independent Special Schools against that anticipated. Total spend in this area was £6.2m, 32.2% of total HNB spend for 2018/19, and remains a key focus for further improvement and efficiencies.

Further detail on the HNB forecast and associated actions will be reported to Forum separately.

Central School Services Block

As previously reported to Schools Forum, the Central Block was under pressure due to changes in the treatment of licensing costs that were not identified at the time of budget setting. Further pressure on the block is reported at year end as a result of a number of adjustments and allocations associated with the statutory strategic function of the Council. This overspend has been carried forward and will be addressed through ongoing planning to deliver financial sustainability for the Central Block.

Schools Block

A number of offsetting variances were experienced within the de-delegated areas, with an overspend in staff cover and an underspend against the contingency budget held. This underspend has been carried forward and will be considered as part of a review of the de-delegated budgets for 2020/21 budget setting. This will include additional modelling which has been requested by School Business Managers.

Please refer to:

Appendix A - Summary of 2018/19 School outturn monitoring report.

Coral Miller
Interim Senior Finance Specialist - Schools
July 2019

Bob Watson
Lead Specialist - Finance (deputy s.151 officer)
July 2019

APPENDIX A - Schools Budget 2018/2019 Out-turn					
	A	B	C	D	E
S251 title	2018/19 Budget	January 19 Forecast 2018-19	Out-turn - April 2019 2018-19	Variance against C-B Out-turn against January forecast	Variance against C-A Out-turn and Budget
SCHOOL BLOCK					
Schools Block Allocation excl Academies net of de-delegated funds including HNB allocations	51,031	51,031	51,031	-	-
Academy Recoupment from Schools Block	46,318	46,318	46,318	-	-
Total allocated to schools	97,349	97,349	97,349	-	-
De-delegated					
Carried forward income from last year		(7)	(7)	-	(7)
School-specific contingencies	107	176	96	(80)	(11)
insurance	453	453	453	0	0
Licences and subscriptions	147	147	138	(9)	(9)
Staff Costs - supply cover	299	237	349	112	50
Support to under-performing ethnic minority groups and b	118	118	132	13	13
Behaviour Support Services	269	269	269	-	-
Sub total of De-delegated	1,393	1,393	1,429	36	36
Pupil growth/ Infant class sizes	800	798	649	(149)	(151)
				-	-
Total School Block Budget Expenditure	99,543	99,540	99,428	(112)	(115)
				-	-
Total School Block Budget Income	(99,543)	(99,543)	(99,545)	(2)	(2)
Variance	-	(3)	(118)	-	(3)
CENTRALLY RETAINED BLOCK					
Strategic and Regulation function	350	350	529	179	179
SACRE	7	7	7	-	-
School Asset Management	81	81	81	-	-
1.6.2 Education welfare service	141	141	141	0	0
Statutory I.T. , census and information.	72	72	72	(0)	(0)
School admissions	289	289	278	(11)	(11)
Servicing of schools forums	4	4	5	1	1
Licences		125	122	(3)	122
Total of Centrally Retained Block Expenditure	944	1,069	1,235	165	291
Total Centrally Retained block income	(944)	(944)	(944)	-	-
Variance	-	125	291	-	125
EARLY YEAR'S BLOCK					
Early Years Block Allocation including Providers reserve fund inc exp for Education of Children under 5s in Private/voluntary/independent settings	10,641	9,771	9,771	(0)	(870)
Early years Centrally Retained for statutory LA duties	421	421	421	(0)	(0)
Pupil Premium 3-4 years	42	42	42	(0)	(0)
Total Early Year's block Expenditure	11,105	10,235	10,235	(1)	(870)
				-	-
Total Early Year's block Income	(11,105)	(10,235)	(10,235)	870	870
Variance	-	-	-	870	0

S251 title	2018/19 Budget	January 19 Forecast 2018-19	Out-turn - April 2019 2018-19	Variance against C-B changes from last month	Variance against C-A change against the forecasted budget
HIGH NEEDS BLOCK					
High needs academy recoupment	1,386	1,386	1,386	-	-
High Needs Block allocations	7,427	7,885	7,932	47	505
Provision for pupils with SEN (including assigned resources)	1,819	2,269	2,143	(126)	324
Fees for pupils at independent special schools & abroad	5,542	7,100	6,227	(873)	685
Pupil Referral Units	470	470	470	-	-
Education out of school	638	674	644	(30)	6
SUB TOTAL	17,282	19,783	18,802	(982)	1,519
Centrally retained high needs block					
Moderating Panels	150	158	139	(19)	(11)
Provision for pupils with SEN, provision not included in line 1.2.1	20	20	20	-	-
Support for inclusion - HNB	401	231	125	(106)	(276)
SEN transport	230	230	230	-	-
SUB TOTAL	801	639	514	(125)	(287)
TOTAL of High Need Block Expenditure	18,083	20,422	19,316	(1,107)	1,232
Brought Forward High Needs block (surplus) /Deficit balance	-	527	527	-	527
TOTAL of High Need Block Income	(18,083)	(18,444)	(18,444)	(0)	(361)
Variance	0	2,506	1,399	(1,107)	1,399
GRANTS					
UIFSM Revenue / Start Up	2,227	2,227	1,909	(318)	(318)
6th form funding from EFA	664	664	2,109	1,445	1,445
PE Grant - Additional school grants	2,193	2,193	773	(1,420)	(1,420)
Pupil Premium allocated to schools - mainstream	2,167	2,167	2,224	57	57
Teacher's Pay Grant		296	300	4	300
Total GRANTS EXPENDITURE TOTAL	7,251	7,547	7,315	(232)	64
INCOME					
PE Grant	(2,193)	(2,193)	(773)	1,420	1,420
UIFSM Revenue	(2,227)	(2,227)	(1,909)	318	318
Education Funding Agency 6th Form Funding	(664)	(664)	(2,109)	(1,445)	(1,445)
Pupil Premium 5-16 years	(2,167)	(2,167)	(2,224)	(57)	(57)
Teacher Pay Grant - NEW (Sept to March) maintained		(296)	(300)	(4)	(300)
Total GRANTS INCOME TOTAL	(7,251)	(7,547)	(7,315)	232	(64)
Variance	-	-	-	-	-
Summary of the Variances					
SCHOOL BLOCK	-	(3)	(118)	(115)	(118)
EARLY YEAR'S BLOCK	-	-	-	-	-
HIGH NEEDS BLOCK	0	2,506	1,399	(1,107)	1,399
CENTRAL BLOCK	-	125	291	165	291
GRANTS	-	-	-	-	-
Deficit\Surplus ().	0	2,628	1,572	(1,057)	1,572
TOTAL SCHOOLS BUDGET	136,925	139,339	138,054	(1,287)	1,129
Check Expenditure	136,925	139,340	138,054	(1,287)	1,128
Check Income	1736,925)	(136,712)	(136,482)	230	443
Various	0	2,628	1,572	(1,057)	1,572
		1.90%	1.14%		

S251 title	2018/19 Budget	January 19 Forecast 2018-19	Out-turn - April 2019 2018-19	Variance against C-B changes from last month	Variance against C-A change against the forecasted budget
HIGH NEEDS BLOCK					
High needs academy recoupment	1,386	1,386	1,386	-	-
High Needs Block allocations	7,427	7,885	7,932	47	505
Provision for pupils with SEN (including assigned resources)	1,819	2,269	2,143	(126)	324
Fees for pupils at independent special schools & abroad	5,542	7,100	6,227	(873)	685
Pupil Referral Units	470	470	470	-	-
Education out of school	638	674	644	(30)	6
SUB TOTAL	17,282	19,783	18,802	(982)	1,519
Centrally retained high needs block					
Moderating Panels	150	158	139	(19)	(11)
Provision for pupils with SEN, provision not included in line 1.2.1	20	20	20	-	-
Support for inclusion - HNB	401	231	125	(106)	(276)
SEN transport	230	230	230	-	-
SUB TOTAL	801	639	514	(125)	(287)
TOTAL of High Need Block Expenditure	18,083	20,422	19,316	(1,107)	1,232
Brought Forward High Needs block (surplus) /Deficit balance	-	527	527	-	527
TOTAL of High Need Block Income	(18,083)	(18,444)	(18,444)	(0)	(361)
Variance	0	2,506	1,399	(1,107)	1,399
GRANTS					
UFSM Revenue / Start Up	2,227	2,227	1,909	(318)	(318)
6th form funding from EFA	664	664	2,109	1,445	1,445
PE Grant - Additional school grants	2,193	2,193	773	(1,420)	(1,420)
Pupil Premium allocated to schools - mainstream	2,167	2,167	2,224	57	57
Teacher's Pay Grant		296	300	4	300
Total GRANTS EXPENDITURE TOTAL	7,251	7,547	7,315	(232)	64
INCOME					
PE Grant	(2,193)	(2,193)	(773)	1,420	1,420
UFSM Revenue	(2,227)	(2,227)	(1,909)	318	318
Education Funding Agency 6th Form Funding	(664)	(664)	(2,109)	(1,445)	(1,445)
Pupil Premium 5-16 years	(2,167)	(2,167)	(2,224)	(57)	(57)
Teacher Pay Grant - NEW (Sept to March) maintained		(296)	(300)	(4)	(300)
Total GRANTS INCOME TOTAL	(7,251)	(7,547)	(7,315)	232	(64)
Variance	-	-	-	-	-
Summary of the Variances					
SCHOOL BLOCK	-	(3)	(118)	(115)	(118)
EARLY YEAR'S BLOCK	-	-	-	-	-
HIGH NEEDS BLOCK	0	2,506	1,399	(1,107)	1,399
CENTRAL BLOCK	-	125	291	165	291
GRANTS	-	-	-	-	-
Deficit\Surplus ().	0	2,628	1,572	(1,057)	1,572
TOTAL SCHOOLS BUDGET	136,925	139,339	138,054	(1,287)	1,129
Check Expenditure	136,925	139,340	138,054	(1,287)	1,128
Check Income	(136,925)	(136,712)	(136,482)	230	443
Various	0	2,628	1,572	(1,057)	1,572
		1.90%	1.14%		

TOTAL SCHOOLS BUDGET	136,925	139,339	138,054	(1,287)	1,129
Check Expenditure	136,925	139,340	138,054	(1,287)	1,128
Check Income	(136,925)	(136,712)	(136,482)	230	443
Various	0	2,628	1,572	(1,057)	1,572
		1.90%	1.14%		

This page is intentionally left blank