

SECTION 52 BUDGET STATEMENT FOR 2005/6

Introduction

Local Education Authorities (LEAs) are required under section 52 of the Schools Standards and Framework Act 1998 to prepare a budget statement before the beginning of each financial year.

The statement for the forthcoming year is intended to provide a clear picture of the authority's planned spending:

- how much of the whole education budget the LEA intends to spend on items outside the Schools Budget
- how much the LEA is proposing to retain centrally within the School Budget for school services
- how the local formula is working to produce budget shares for each school in Poole.

The Budget Statement is presented in eight parts, the content and format of which is prescribed in the in The Education (Budget Statements) (England) regulations 2004 from the DfES.

Table 0 **Transparent Account** - provides an account of the main sources of funding available for schools and of the funding delivered to schools, giving a comparison with the previous year.

Table 1 **LEA level Information** - an overall picture of the LEA's planned spending on educational provision (both school and non-school) in its area. Information provided in this Table enables a comparison to be made between the funding being allocated direct to schools and the amount being spent other than on schools, retained centrally or devolved by the LEA.

Annex A Table 1 is designed to demonstrate that the LEA is complying with the limit on central spend within the Schools budget.

Annex B Table 1 is a breakdown of the LEA's planned expenditure on its Youth Service.

Table 2 **School level information** - summarises the main formula funding elements and lists the budget share and the per pupil or place share in each school.

Table 3 **School level Information** - shows how the LEA's formula (described in Table 5) has been applied to each school to calculate its budget share, including all the relevant factors and lump sums, and the numbers of pupils in each school year used to allocate pupil-led funding. Table 3a schedules the information for mainstream schools and Table 3b for special schools.

Table 4 **Minimum Funding Guarantee** – this shows how the Minimum Funding Guarantee has been applied to primary and secondary schools.

Table 5 **The LEA allocation formula** – shows details of the how the LEA's formula (allocated in table 3) has been applied to calculate each schools budget share.

Contacts:

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NOTES TO TABLE 1

1. SCHOOLS BUDGET

- 1.0.1 Individual Schools Budget (ISB)** - the amount available for delegation to schools after provision has been made for retained items is known as the ISB.
- 1.0.2 School Standards Grant** - the devolved School Standards Grant for all schools.
- 1.0.3 Devolved Standards Fund allocation – revenue** Standards Fund allocation devolved to schools. An allocation is devolved when it is for schools to determine how to spend their allocation, within the overall framework of the Standards Fund.
- 1.0.4 Specific formula grant – Excellence in Cities (EiC)** - expenditure pursuant to a partnership agreement (under the Excellence in Cities programme) made between the authority, the Secretary of State and one or more of the authority's schools.
- 1.1.1 Additional targeted transitional grant** - allocations to schools from targeted transitional grant paid by the Secretary of State for schools in financial difficulty
- 1.1.2 Advance of transitional grant** - allocations to schools from an advance of grant paid by the Secretary of State for schools in financial difficulty
- 1.1.3 Support for schools in financial difficulty** - funding retained in accordance with paragraph 32 of schedule 3 to the Budget Regulations 2004.

2. SPECIAL EDUCATION

This category covers support for pupils with special educational needs (SEN), and expenditure on other services and functions relating to individual pupils such as behaviour support and education out of school.

- 1.2.1. Provision for statemented pupils** - The costs of provision for pupils with statements.
- 1.2.2 Provision for non-statemented pupils with SEN** - The high cost provision for pupils with SEN but without statements, which does not form part of the ISB.
- 1.2.3 Provision for non-statemented pupils with SEN not included in 1.2.2**
- 1.2.4 Support for inclusion** - expenditure to enable children with special educational needs to take part in mainstream activities.
- 1.2.5 Inter-authority recoupment** - expenditure and income received in relation to transactions between authorities.
- 1.2.6 Fees for pupils at independent special schools and abroad** - expenditure on the payment of fees in respect of pupils with special educational needs at independent schools or non-maintained special schools.
- 1.3.1 Pupil Referral Units** - planned expenditure on the provision of education at Pupil Referral Units.

- 1.3.2 Behaviour Support Services** - the cost of providing or purchasing specialist behaviour support services, both advisory and teaching.
- 1.3.3 Education out of school** - expenditure in relation to education otherwise than at school.
- 1.3.4 Nursery Schools Budget (non-ISB)** - expenditure on support services for maintained nursery schools which is not attributable to other expenditure lines.
- 1.3.5 Nursery Education provided other than in maintained nursery schools/classes** - expenditure for private and voluntary providers, which falls within the scope of “nursery education”.
- 1.4.1 School Meals – nursery, primary and special schools** - expenditure in respect of meals where the governing body have elected not to receive funding for meals as part of their budget share.
- 1.4.2 Free school meals – eligibility** - expenditure on determining the eligibility of a pupil for free school meals.
- 1.4.3 Milk** - expenditure on provision of milk.
- 1.4.4 School kitchens – repair and maintenance** – expenditure on maintenance and repair of kitchens at any primary or special school where funding for meals has not been delegated.
- 1.4.5 Fees to independent schools for pupils without statements of SEN** - expenditure in making any grant or other payment in respect of fees or expenses which are payable in connection with the attendance of pupils at a school which is not maintained by any local education authority.
- 1.5.1 Insurance** - expenditure on insurance in respect of liability arising in connection with schools and school premises except to the extent that governing bodies have chosen to receive funding for insurance as part of their schools’ budget shares.
- 1.5.2 Museum services** - expenditure on services to schools provided by museums and galleries.
- 1.5.3 Library services – nursery, primary and special schools** - expenditure on library services, other than for schools which received funding for library services as part of their budget shares for the financial year beginning on 1st April 1999.
- 1.5.4 School Admissions** – expenditure on the administration of the system of admissions of pupils to schools.
- 1.5.5 Licences/subscriptions** - expenditure on licence fees or subscriptions paid on behalf of schools.
- 1.5.6 School-specific contingencies** – expenditure without which the education of pupils at a school would be seriously prejudiced and which because of either its size and unexpectedness, or its size and unavoidability, it would not be reasonable to expect the governing body to meet from the school’s budget share. Also in respect of increases to the school’s budget share to which the school is entitled by virtue of the authority’s formula, under the authority of the Secretary of State or expenditure on the

correction of errors.

- 1.5.7 Miscellaneous (not more than 0.1% total of net SB)** - expenditure for purposes not falling within any other paragraph of Schedule 2 of the 2002 Regulations.
- 1.5.8 Servicing of schools forums** - expenditure incurred in connection with the authority's functions of running the forum.
- 1.5.9 Staff costs – supply cover (not sickness)** - expenditure in making payments to, or in providing a temporary replacement for, a range of staff , for example, a woman on maternity leave or an employee undertaking jury service.
- 1.5.10 Supply cover – long term sickness** - expenditure in making payments to, or providing a temporary replacement for, persons who have been continuously absent from work because of illness for 21 days or more.
- 1.6.1 Standards fund – non-devolved** - Standards Fund allocations not yet planned to be devolved to schools or to be spent centrally by the authority on items in the schools block.
- 1.6.2 Non-Standards fund specific grant** devolved or not devolved to schools.
- 1.6.3 Specific formula Grant – EiC Non-devolved** -expenditure pursuant to a partnership agreement under the DfES programme known as 'Excellence in Cities'.
- 1.6.4 Performance Reward Grant** - expenditure to reward local authorities for improvements in local services.
- 1.7.1 Capital Expenditure from Revenue (CERA) (Schools)** Expenditure commonly known as CERA (capital expenditure from the revenue account).

1.8.1 Total Schools Budget

2. LEA BUDGET

STRATEGIC MANAGEMENT

- 2.0.1 Statutory/regulatory duties** This category covers the overall management of the LEA's responsibilities in relation to education and includes expenditure on the following activities:
- the Chief Education Officer and his personal staff;
 - planning for the education service as a whole;
 - Best Value functions and advice to assist governing bodies.
 - revenue budget preparation
 - administration of grants to the authority;
 - authorisation and monitoring of expenditure which is not met from schools' budget shares
 - expenditure incurred in connection with the provision of community facilities by governing bodies;
 - internal audit and other tasks necessary for the discharge of the authority's chief finance officer's responsibilities under section 151 of the Local Government Act 1972;
 - recruitment, training, continuing professional development, performance management and personnel management of staff who are funded by expenditure not met from

schools' budget shares. This relates to staff centrally funded and whose work falls within the scope of the LEA Budget.

- investigations which the authority carry out of employees or potential employees of the authority or of governing bodies of schools;
- functions of the authority in relation to local government superannuation
- retrospective membership of pension schemes and retrospective elections made in respect of pensions where it would not be appropriate to expect the governing body of a school to meet the cost from the school's budget share;
- advice, in accordance with the authority's statutory functions, to governing bodies in relation to school staff.
- determination of conditions of service for non-teaching staff and advice to schools on the grading of such staff;
- the authority's functions regarding the appointment or dismissal of employees;
- consultation and functions preparatory to consultation with or by governing bodies, pupils and persons employed at schools or their representatives, or with other interested bodies;
- compliance with the authority's duties under the Health and Safety at Work etc. Act 1974.
- the investigation and resolution of complaints;
- legal services relating to the statutory functions of the authority;
- the preparation and review of plans involving collaboration with other local authority services or with public or voluntary bodies;
- the preparation, modification and revision of an early years and childcare development plan and the provision an early years development and childcare partnership.;
- provision of information to or at the request of the Crown and the provision of other information which the authority are under a duty to make available;
- the authority's duties in respect of the Race Relations Act 1976 (Statutory Duties) Order 2001;
- the remittance of fees and provision of information to the General Teaching Council for England.
- Expenditure incurred in connection the supervising authorities of companies formed by governing bodies.
- Expenditure incurred in connection with disability discrimination.
- Expenditure on establishing, and maintaining electronic computer systems.
- Expenditure in connection with the authority's functions in relation to the standing advisory council on religious education.
- Expenditure in respect of a teacher's emoluments
- Expenditure in relation to governor services
- Expenditure on making pension payments other than in respect of schools.

2.0.2 Premature Retirement Costs (PRC)/redundancy costs any payment in respect of the dismissal, or for the purpose of securing the resignation, of any member of the staff of the school, and the amount of any such payment.

2.0.3 Existing early retirement costs (commitments entered into by 31 March 1999)
The budget for expected expenditure for commitments which were entered into by 31 March 1999 for LEA staff should be included under this heading.

2.0.4 Residential pension liability expenditure on ex-FE college staff; ex-career service staff; ex-teacher training institute staff; and the London Pensions Fund Authority levy.

2.0.5 Joint use arrangements Expenditure in pursuance of a binding agreement, where the other parties include one or more local authorities, in relation to the operation of a facility provided partly but not solely for the use of schools.

2.0.6 Insurance Any expenditure on insurance other than for liability arising in connection with schools or school premises.

2.0.7 Monitoring National Curriculum Assessment Expenditure on monitoring National Curriculum assessment arrangements.

2.0.8 Total Strategic Management

SPECIFIC GRANTS

2.1.1 Standards fund – non-devolved Standards Fund allocations to be spent centrally by authority on items in the LEA budget.

2.1.2 Non-standards fund specific grant Non-Standards Fund specific grants, whether devolved or not devolved to schools.

2.1.3 Specific Formula Grants – Threshold and Performance Pay (non-devolved)
Non-devolved performance pay grants.

2.1.4 Specific Formula Grants – Threshold Administration Costs
The LEA costs of administering teachers pay grants.

2.1.5 Total Specific Grants

SPECIAL EDUCATION

2.2.1 Educational Psychology Service All expenditure on educational psychology services.

2.2.2 Inclusion, administration, assessment and co-ordination
Expenditure on identification and assessment of children with SEN and the making, maintaining and reviewing of statements..

2.2.3 LEA functions in relation to child protection Planned expenditure on carrying out the authority's functions relating to child protection.

2.2.4 Therapies and other Health Related Services Costs associated with the provision or purchase of speech, physio and occupational therapies.

2.2.5 Parent partnership, guidance and information Expenditure in connection with the provision of parent partnership services or other guidance and information to the parents of pupils with special educational needs.

2.2.6 Monitoring of SEN provision Expenditure on the monitoring and accountability functions of the SEN core teams and support services, including support for school self-evaluation.

2.2.7 Total Special Education

SCHOOL IMPROVEMENT

2.3.1 School Improvement including EDP Expenditure incurred by the authority in respect of action to support the improvement of standards in the authority's schools

ACCESS

This block of expenditure covers the LEA's responsibility to provide an "education infrastructure" of school places, buildings and facilities; for ensuring that children can take up a place at school and for ensuring that pupils attend school. It includes expenditure on the following activities:

2.4.1 Asset management Expenditure in relation to the management of the authority's capital programme.

2.4.2 Supply of school places Expenditure on planning and managing the supply of school places, including the preparation of School Organisation Plans

2.4.3 Excluded pupils Expenditure in relation to the exclusion of pupils from schools or pupil referral units, excluding the making of any provision of education to such pupils, but including advice to the parents of an excluded pupil.

2.4.4 Behaviour support plans Costs of preparing and reviewing plans.

2.4.5 Pupil support Provision and administration of clothing grants and board and lodging grants. Provision and administration of educational maintenance allowances, where such expenditure is not supported by grant.

2.4.6 Home to school transport. Costs of school transport for SEN pupils

2.4.7 Home to school transport - Other. Costs of Non school transport for non-SEN pupils.

2.4.8 Home to college transport (16-18) – SEN Costs of college transport for SEN pupils.

2.4.9 Home to college transport (16-18) – Other Costs of college transport for non- SEN pupils

2.4.10 Education Welfare Service and other expenditure arising from the LEA's school attendance functions.

2.4.11 Music service (not Standards Fund supported) Expenditure on the provision of Music tuition or other activities which provide opportunities for pupils to enhance their experience of music.

2.4.12 Visual and performing arts (other than music) Expenditure which enables pupils to enhance their experience of the visual, creative and performing arts other than music.

2.4.13 Outdoor education including environmental and field studies (not sports) Expenditure on outdoor education centres – field study and environmental studies

2.4.14 Total Access

2.5.1 Capital Expenditure from Revenue (CERA) (LEA Central Functions) Expenditure commonly known as CERA (capital expenditure from the revenue account).

2.6.1 Total LEA Central Functions

YOUTH AND COMMUNITY

This expenditure generally relates to activities other than the provision of compulsory and post-16 education in schools and that are entirely within the control of the LEA, and to student support.

2.7.1 Youth Service planned expenditure on the Youth Service and youth work.

2.7.2 Adult and community learning Adult/Community education and "lifelong learning" programmes.

2.7.3 Mandatory awards Net expenditure, including associated administrative costs, on mandatory awards for fees and maintenance made to higher education students.

2.7.4 Student support under new arrangements Planned expenditure on administration on student support from 1998-99 onwards.

2.7.5 Discretionary awards On-going responsibilities for students in receipt of discretionary awards.

2.7.6 Capital Expenditure from Revenue (CERA) (Youth & Community)

2.7.7 Total youth and community

2.8.1 TOTAL LEA BUDGET

3. TOTAL EDUCATION REVENUE EXPENDITURE

4. MEMORANDUM ITEMS

4a Special/specific grants income in support of the ISB (at line 1.0.1) Expenditure which the authority is obliged to incur as a condition of a specific grant delegated to the governing body of a maintained school.

4b Sixth Form - Allocation from Learning and Skills Council for 16+ funding for secondary schools (included in expenditure 1.0.1 column (c)) The amount of the allocation received from the Learning and Skills Council relating to the funding of education for pupils in Secondary schools.

4c Sixth Form - Allocation from Learning and Skills Council for 16+ funding for special schools (included in expenditure 1.0.1 column (d)) The amount of the allocation received from the Learning and Skills Council relating to the funding of education for pupils in Special schools

4d EXPENDITURE COVERED BY LSC GRANT

4d.1 funding of Sixth form pupils with statements of special educational needs in 1.2.1.

4d.2 funding of Sixth form pupils without statements of special educational needs in 1.2.2.

4d.3 funding of Sixth form pupils with statements of special educational needs in 1.2.3.

4d.4 funding of Sixth form pupils without statements of special educational needs in 1.2.4

- 4d.5 funding of Sixth Form pupils at independent special schools and abroad in 1.2.7.
- 4d.6 funding of Sixth Form pupils without statements of special educational need at independent schools in 1.4.5.
- 5. **Total LEA expenditure on school improvement**
- 6. **Threshold grants outside the School Budget and LEA Budget**
- 7. **Capital expenditure (excluding CERA)** All capital expenditure which the authority propose to capitalise in their accounts in accordance with proper practices (excluding capital expenditure charged to revenue).
- 8. **Total for ICT Standards Fund** Split between the School and LEA Budget
- 9. **Prudential Borrowing Costs.** An explanation of any The costs of any Prudential borrowing by the LEA