

Wiltshire Council - HNB Working Group - Long Term HNB Recovery Plan - impact on DSG and DSG deficit reserve

Forecast HNB Spend levels & overspend

	18-19 Outturn £M	19-20 Outturn £M	20-21 Forecast £M	21-22 Forecast £M	22-23 Forecast £M	23-24 Forecast £M	24-25 Forecast £M	25-26 Forecast £M	26-27 Forecast £M	27-28 Forecast £M	28-29 Forecast £M	29-30 Forecast £M	
<i>Managing demand through Inclusion policy</i>			<i>Per P1</i>	12%	10%	8%	7%	6%	5%	4%	3%	2%	
HNB Allocation*	46.135	46.867	51.307	57.529	62.529	67.529	72.529	77.529	82.529	87.529	92.529	97.529	Assumes a £5m increase year on year
Transfer to HNB from Schools Block*	0.000	2.200	1.466	1.500	1.500	1.500	1.500	1.500	1.500	1.500	1.500	1.500	Assumes 0.5% transfer
Transfer to HNB from CSSB	0.263	0.334	0.184	0.102	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	CSSB reducing over time - unaffordable after 21-22 FY
TOTAL AVAILABLE	46.398	49.401	52.957	59.131	64.029	69.029	74.029	79.029	84.029	89.029	94.029	99.029	
HNB Expenditure	52.433	57.871	63.520	71.142	78.257	84.517	90.433	95.859	100.652	104.678	107.819	109.975	Assumes increase at blue % above
HNB Variance with transfers only	4.735	8.470	11.003	12.012	14.228	15.489	16.405	16.831	16.624	15.650	13.790	10.947	
Variences across other Blocks	-0.552	0.601	-2.385	-1.900									Planned underspends to offset HNB
SAVINGS PLANNED with local authority funded flexible use of capital receipts - £1.378M and new special school planned places													
Capital Receipt Savings - year 1 on going				-2.760	-2.760	-2.760	-2.760	-2.760	-2.760	-2.760	-2.760	-2.760	On going savings from HNB recovery group projects
Capital Receipt Savings - year 2 on going					-2.944	-2.944	-2.944	-2.944	-2.944	-2.944	-2.944	-2.944	On going savings from HNB recovery group projects
Capital Receipt Savings - year 3 on going						-2.727	-2.727	-2.727	-2.727	-2.727	-2.727	-2.727	On going savings from HNB recovery group projects
Capital Receipt Savings - year 4 on going							-0.126	-0.126	-0.126	-0.126	-0.126	-0.126	On going savings from HNB recovery group projects
Capital Receipt Savings - year 5 on going								-0.126	-0.126	-0.126	-0.126	-0.126	On going savings from HNB recovery group projects
Investment in New special school & Free School - additional places													
Year 1 and on going					-1.594	-1.594	-1.594	-1.594	-1.594	-1.594	-1.594	-1.594	Assumption - 30 pupils growth year on year
Year 2 and on going						-1.594	-1.594	-1.594	-1.594	-1.594	-1.594	-1.594	
Year 3 and on going							-1.594	-1.594	-1.594	-1.594	-1.594	-1.594	
Year 4 and on going								-1.594	-1.594	-1.594	-1.594	-1.594	
Year 5 and on going									-0.750	-0.750	-0.750	-0.750	
TOTAL DSG Variance	4.183	9.071	8.618	7.352	6.930	3.870	3.066	1.773	0.816	-0.158	-2.018	-4.862	
DSG reserve balance bwfd	-0.846	2.072	11.350	19.428	26.780	33.711	37.580	40.647	42.419	43.235	43.076	41.058	
Local Authority Contribution	-1.300	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	
Early Years prior Year Adj	0.035	0.206	-0.539	tbc	tbc	tbc	tbc	tbc	tbc	tbc	tbc	tbc	
DSG reserve balance cwfd	2.072	11.350	19.428	26.780	33.711	37.580	40.647	42.419	43.235	43.076	41.058	36.197	
Movement on DSG reserve		9.278	8.079	7.352	6.930	3.870	3.066	1.773	0.816	-0.158	-2.018	-4.862	
		↑	↑	↑	↑	↑	↑	↑	↑	↓	↓	↓	
Annual HNB Shortfall	6.035	8.470	10.563	12.012	14.228	15.489	16.405	16.831	16.624	15.650	13.790	10.947	
% overspend on annual shortfall	13%	17%	20%	20%	22%	22%	22%	21%	20%	18%	15%	11%	

Assumptions with Model

Assumes 0.5% topsliced from schools year on year - may not be possible after the hard formula, date of implementation to be confirmed
 Assumes £5M per annum increase in allocation - future funding from DfE unconfirmed
 Currently, 12% rolling calendar month increase in numbers of EHCPS - modelling makes assumptions around success of the inclusion and prevention agenda reducing the increase over the time period
 The local authority has invested £1.378M in transformational programmes - these have savings (cost avoidance) plans attached as per the schedule above
 The local authority is investing £33.194m in a new special school in the north of the county, this and the free school (south) will create cost shift to a lower unit cost than ISS