

Schools Forum - January 2023

Appendix 2

Early Years Block modelling - 23/24 Financial Year

Appendix 1b: Worked example of calculating the pass-through rate

Wiltshire

A	1	Anticipated budget for base rate (including funding to MNS) for 3 and 4 year olds	£29,412,300
	2	Anticipated budget for MNS lump sums for 3 and 4 year olds	£0
	3	Anticipated budget for supplements for 3 and 4 year olds: Deprivation (including funding to MNS)	£200,000
	4	Anticipated budget for supplements for 3 and 4 year olds: Quality (including funding to MNS)	£0
	5	Anticipated budget for supplements for 3 and 4 year olds: Flexibility (including funding to MNS)	£0
	6	Anticipated budget for supplements for 3 and 4 year olds: Rurality (including funding to MNS)	£100,000
	7	Anticipated budget for supplements for 3 and 4 year olds: EAL (including funding to MNS)	£0
	8	Anticipated budget for 3 and 4 year old SEN inclusion fund (top up grant element)	£359,000
	9	Anticipated budget for 3 and 4 year old contingency	£19,867
Subtotal =			£30,091,167
B	10	DfE initial quantum allocation to local authority of MNS supplementary funding	0
C	11	Planned total base rate hours for universal 15 and additional 15 hours for 3 and 4 year olds	6,284,679
D	12	Equivalent average rate to providers for entitlement hours for 3 and 4 year olds = (A-B) / C = (lines 1+2+3+4+5+6+7+8+9 - 10) / (line 11)	£4.79
E	13	LA EYNFF hourly rate for 3 and 4 year olds (published alongside this document, or in DSG tables in future)	£4.87
F	14	Test of meeting requirement $F = (D / E) * 100 = ((\text{line } 12) / (\text{line } 13)) * 100$	98.3%

The local authority is passing on 98.3% of the EYNFF hourly rate they received from central government for 3 and 4 year olds to their providers, the local authority will meet the policy requirement. To be compliant, the calculated pass-through rate must be at least . 95.0%, i.e. rounding up 94.9% will not be considered as meeting the requirement.