



School Forum

Early Years DSG block funding 2023-24

8 March 2023

Agenda

- Summary of Early Years DSG funding allocations
- Decision on the deprivation funding for 3 & 4 year olds option to be used for 2023/24

Early Years Block Funding

3 & 4 year old

The Teachers Pay and Pension Grant (TPPG)

5% centrally retained funding for the LA

Deprivation and Quality Supplement funding

An hourly base rate for all 3 & 4 year olds

2 year old

The hourly rate is set by DfE for 15hrs of free early education for eligible children

Early Year Pupil Premium

The hourly rate is set by the DfE for eligible 3 & 4 year olds who take up the 'universal' 15hrs

Disability Access Fund

The annual rate is set by DfE for children who have Disability Living Allowance

Maintained Nursery School

This is the supplementary fund for each MNS

The Teachers Pay and Pension Grant

Early Years DSG Indicative funding 2023-24

Funding Stream	2023-24 Funding Allocation
3 & 4 YO Universal Free Entitlement (15hr)	£12,568,762
3 & 4 YO Extended Free Entitlement	£4,164,705
2 YO Offer	£2,610,867
Early Years Pupil Premium	£145,601
Disability Access Fund	£91,908
Maintained Nursery Schools	£1,469,415
TOTAL	£21,051,258

Approved at School Forum 9 Feb 2023
Early Years DSG funding rates 2023-24

	2023-24
2 year old funding	£6.63 p/h
Early Year Pupil Premium (EYPP)	£0.62 p/h
Disability Access Fund (DAF)	£828 p/a
Maintained Nursery School	£1,381,041 p/a

3 & 4 Year old funding

3 & 4 year old funding	2023-24 Funding allocation (£m)
Total allocation 3- & 4-Year-Old Funding	£16,733,467
TPPG	£353,141
Deduction of 5% retained funding from 3- & 4-year funding block	£819,016
Deduction of Quality Supplement from 3- & 4-year funding block	£76,000
Funding available for 3- & 4-year-old settings after deductions	£15,485,310

Proposed options for deprivation?

Option 1- Universal approach

- Maximise the hourly rate for all settings by paying every 3 & 4 year old deprivation funding

Options 2- Targeted approach

- To only pay 3 & 4 year olds eligible for EYPP deprivation funding

Option 1- Universal funding

Funding is comprised of two elements	A base rate and a deprivation supplement
Base rate element p/h	£5.33
Deprivation supplement p/h	£0.37
Total universal funding rate p/h	£5.70

- Following consultation with representatives of the Early Years Working Group, Option 1 has been revised.
- The contingency funding of £62,000 has been reallocated to the base rate.
- This results in an increase of £0.02 p/h in the base rate, and thereby increases the universal funding rate to £5.70 p/h

Option 2- Targeted approach for funding of deprivation

Deprivation rate funding rate	0.40p p/h*	0.20p p/h*	0.10p p/h*	0.05p p/h*
Funding for 3 & 4 year olds without deprivation	£5.64	£5.67	£5.69	£5.69
Funding for 3 & 4 year olds with deprivation	£6.04	£5.87	£5.79	£5.74

*Includes contingency to mitigate uptake in provision increases only

Recommendation from the Early Years working group to go with Option 1 – Universal funding

DEPRIVATION FUNDING OF £0.37 P/H FOR EVERY 3 & 4 YEAR OLD	
Deprivation rate p/h	£0.37p p/h
Base rate p/h	£5.33 p/h
Universal funding rate p/h	£5.70 p/h

- This will ensure the most equitable distribution of deprivation funding for all early years settings in Haringey
- **This no longer includes a £62,000 contingency fund.**
- The hourly rate for all settings for 3- and 4-year-olds would be £5.70.
- For financial year 2024-25 we will review the early years funding formula and how it is best used to target children in deprivation.