

## **Early Years Single Funding Formula 2019/20 (three and four-year olds)**

1. **Introduction**

From April 2011 all local authorities have been required to operate a funding formula and this continues for 2019/20. The EYSFF now applies to 15 hours per week universal early years free entitlement for three and four-year olds and the provision for the extended 15 hours free entitlement for working parents which came into effect from September 2017. Early years pupil premium (EYPP), Disability Access Fund (DAF) and funding for two-year olds will be allocated separately.

2. **Early Years Funding**

The basic structure of the formula is set out below. As agreed at the Schools' Forum on 16<sup>th</sup> January 2019 formula has not changes from 2018/19 as there has been no change in the allocation from the DfE. The outline of the formula is:

<b>(Basic hourly rate</b>	<b>+ hourly supplements)</b>	<b>x number of hours of participation</b>	<b>+ other supplements</b>
Universal rate of £4 per hour	For deprivation of 41p per hour for qualifying children	The method of counting is the same for all providers and takes place each term	Quality lump sum for qualifying PVI providers

3. **Basic Hourly Rate for 2019/20 (97.4% of the total budget)**

There is a universal base rate of £4.00 per hour.

4. **Social Deprivation (1.4% of the total budget)**

The supplement is based on the home post code of the children attending the setting. There is a deprivation supplement of 41p an hour for **every child** who lives in one of the most disadvantaged parts of the city (worst 20% super output areas based on the national Index of Deprivation Affecting Children). The total amount that the setting will receive will be allocated on the basis of the pupil data submitted at headcounts during the financial year.

5. **Quality (1.2% of the total budget)**

There is a quality supplement lump sum of up to £3,000 to providers in the private, voluntary and independent sectors with a staff person leading practice who is an Early Years Teacher or Early Years Professional. The lump sum payment will be paid on a sliding scale, depending on the number of children at the setting.

6. **Children with Significant Special Needs and Disabilities**

In line with government requirements the local authority established an SEN Inclusion Fund in 2017/18. In 2019/20 the total proposed amount of funding to be allocated for additional support for children with SEND is £360,000. This will mean that children with SEND should continue to be funded at the rate of £9.50 per hour for additional support, where this is assessed as needed by the Brighton & Hove Inclusion Support Service (BHISS). This is in addition to the 15 hour universal funding and extended 15 hours estimate included in this booklet.

7. Early Years Pupil Premium

EYPP is 53p per hour for qualifying children. Details of which children qualify are set out in the [statutory guidance](#), page 25. You will be asked to provide information through the provider portal so that children's eligibility can be checked. Payments are made once a term.

8. Disability Access Fund (DAF)

Eligibility for DAF is set out in the [statutory guidance](#), page 24. You will be asked to provide information and evidence regarding eligible children through the provider portal. Payments are made once a term.

9. Indicative Budgets

The indicative budget provides an estimate of the level of EYFE funding for the universal 15 hours per week (38 weeks per year) for the financial year April 2019 to March 2020, as well as the extended 15 hours per week. The basic hourly funding is based on actual pupil attendance at each provider in the previous year.

10. Counting Funded Three and Four-Year Olds

The funding each provider will receive will be based on the actual pupil attendance at the headcount dates. The headcount days will be the same for all providers. For 2019/20 these are provisionally:

- 16<sup>th</sup> May 2019 (3<sup>rd</sup> Thursday in May)
- 3<sup>rd</sup> October 2019 (1<sup>st</sup> Thursday in October)
- 16<sup>th</sup> January 2020 (3<sup>rd</sup> Thursday in January)

We will be asking providers to make their termly headcount submissions through the Servelec Synergy portal.

11. Payments to PVI Providers

The provisional payment dates for the 2019/20 financial year are as follows:

- April 2019 75% of EYSFF for summer term based on estimate and quality lump sum (if applicable)
- July 25% of EYSFF for summer term adjusted for actual take-up
- September 75% of EYSFF for autumn term based on estimate
- November 25% of EYSFF for autumn term adjusted for actual take-up
- January 20 75% of EYSFF for spring term based on estimate
- March 20 25% of EYSFF for spring term adjusted for actual take-up

This arrangement should reflect actual take-up of free entitlement through the financial year while at the same time ensuring that providers are in receipt of a sufficient level of payment at the beginning of each term to protect sustainability. Please note that financial adjustments made for variations in hours are calculated at the basic hourly rate (£4.00 per hour).