

Formula Funding – Early Years Block 2013-14 Foundation Stage One Funding

The details below show the sources of information that we use for each element that makes up the foundation stage one (nursery) indicative budget.

Termly census counts are taken for all settings, with adjustments made in-year for the private/voluntary sector and academies and in the following financial year for maintained settings. This is to aid cashflow where necessary. Therefore this budget is indicative only and revised for actual hours delivered each term.

Budgets have been calculated on 15 hours provision.

PVI Settings

The guaranteed minimum hourly rate for PVI providers is now £3.61.

The Cap has now been removed

Formula factors

The formula factor rates used for calculating the 2013-14 budgets are as follows:

Base Rates

Different types of providers have genuinely different levels of cost which are determined by the characteristics of the settings (not just different levels of efficiency). It is appropriate that the formula recognises these different levels.

The base rates used for 2013-14 represent the four main types of provision:

- Pre-School/Extended Pre-School/Childminders (£3.61 per hour)
- Day Nursery (£3.61 per hour)
- Stand-alone Maintained Nursery (£5.52 per hour)
- Maintained Nursery within a Maintained School £3.56 per hour)

It should be noted that these amounts are the base rate amounts only, additional funding is available through the targeted factors listed below.

Deprivation

The factor for deprivation is based on the index of multiple deprivation (IMD) and maps individual pupils. We use the number of pupils in the IMD 40% most deprived areas, plus a triple weighting for those in the 20% most deprived areas. This attracts additional funding of £0.2036p per hour, per child.

English as an Additional Language (EAL)

A factor is used for funding children with EAL. This information is captured from the Census data. The element is multiplied by the number of hours recorded as EAL. This factor attracts additional funding of £0.2036p per hour, per child.

Vulnerable Children

A factor is used for funding vulnerable children. These are children on child protection registers and cases known by the Children and Young People's Department. The element is multiplied by the number of hours recorded as vulnerable. This factor attracts £1.76p per hour, per child.

Quality

Funding will be targeted to PVI settings where an Early Years Professional (EYP) supports and leads practice. This factor is limited to a maximum funding of one EYP per setting and the funding is the difference between a level 3 qualified nursery nurse and the actual salary of the EYP to a maximum of £23,433. This funding is limited, therefore the funding available may reduce dependent upon demand.

Stand-alone Maintained Nurseries

The hourly rate and base budget amounts have been re-modelled for 2013-14 in order to remove MFG protection and to provide funding that is consistent across all stand-alone nurseries.

Maintained Nursery within a Maintained School

The hourly rate has been remodelled for 2013-14 in order to remove MFG protection and to provide funding that is consistent across all maintained nurseries.