

**Annex B: Table 1: High Needs Budgeted DSG Deficits 2023/24 - 2024/25**

Ref		2023/24	2024/25	2025/26	Total
		£000	£000	£000	£000
	<b>Base Budget (Deficit)</b>	<b>17,000</b>	<b>20,554</b>	<b>24,204</b>	
	<b>Proposed Budget Increases</b>				
24HN1	Demographic growth	10,016	11,298	12,949	34,263
24HN2	Inflation - pay	1,044	476	476	1,996
24HN3	Inflation - contracts	2,262	1,247	1,735	5,244
24HN4	Inflation contingency				0
24HN5	Confirm ongoing top-ups to mainstream Schools & Special schools (currently agreed on one-off basis)	4,100			4,100
	<b>Sub Total Budget Increases</b>	<b>17,422</b>	<b>13,021</b>	<b>15,160</b>	<b>45,603</b>
	<b>Funding Changes</b>				
24HN6	Increase in High Needs DSG Grant	-9,194	-2,442	-2,515	-14,151
24HN7	Contribution from General Fund in respect of additional COVID-19 costs	-1,200			-1,200
	<b>Sub Total Funding Increase</b>	<b>-10,394</b>	<b>-2,442</b>	<b>-2,515</b>	<b>-15,351</b>
	<b>Net Budget Increase after Funding Changes</b>	<b>7,028</b>	<b>10,579</b>	<b>12,645</b>	<b>30,252</b>
	<b>Forecast Deficit before Budget Reductions</b>	<b>24,028</b>	<b>31,133</b>	<b>36,849</b>	<b>92,010</b>

Ref		2023/24	2024/25	2025/26	Total
		£000	£000	£000	£000
	<b>Proposed Budget Reductions</b>				
	<b>Support without an EHCP</b>				
	Early Intervention - build confidence in schools (investment required)				
	INREACH / OUTREACH INCLUSION HUB (investment required)				
	<b>Sufficiency - reduce use of Independent sector</b>				
24HN8	Opening of new Special Schools	-890	-4,438	-4,172	-9,500
24HN9	Investment in Resource bases & Enhanced Mainstream	-752	-781	-2,025	-3,558
	<b>Post 16 &amp; Preparation for Adulthood</b>				
24HN10	Preparing for Adulthood		-250	-250	-500
24HN11	Specialist colleges (ISP)		-500	-500	-1,000
24HN12	<b>Review Internally provided services:</b> Review Internally provided services to reflect demand for services	-800	-810		-1,610
	<b>Contract Renegotiation:</b>				
24HN13	Review Health funding	-200			-200
24HN14	Full Category management review of alternative provision	-250	-250		-500
24HN15	Align money allocated to Alternative Provision providers with the demand for places	-260			-260
	<b>Housekeeping</b>				
24HN16	Specialised School Nursing contract	-115			-115
24HN17	Safeguarding	-30			-30
24HN18	Administrative costs	-100	100		0
24HN19	Council overheads	-77			-77
	<b>TOTAL Proposed Budget Reductions</b>	<b>-3,474</b>	<b>-6,929</b>	<b>-6,947</b>	<b>-17,350</b>
	<b>REVISED DEFICIT</b>	<b>20,554</b>	<b>24,204</b>	<b>29,902</b>	

If the disapplication request is successful, then some of the additional High Grant announced in December will be available to reduce the 2023-24 deficit