

# **Early Years Block Budgets 2023/24**

**Update for School Forum – 19<sup>th</sup> January 2023**



**North  
Northamptonshire  
Council**

# Early Years Funding Block 2023/24

## Introduction:

The ESFA published initial 2023-24 early years budgets in December 2022. These budgets are currently based on the January 2022 census and reflect the outcome of the consultation that took place during the summer on updating and making technical improvements to the EYNFF to set the hourly funding rates for 2023/24

## The outcome of the consultation has resulted in the following changes:

- Use of more up to date and accurate data which underpins both formulae
- Mainstreaming of the Teachers Pay and Pension Grant previously paid to nursery classes in schools and academies with the 3 & 4 year funding to combine a single funding rate for local authorities in 2023-24.

To address this move North Northamptonshire will revise NNC's EYNFF to include a Quality Supplement for schools and academies.

# North Northamptonshire Consultation December 2022

In December 2022 North Northamptonshire consulted with the Early Years Sector on the proposed changes to the EYNFF funding formula upon which the DfE were consulting nationally.

The main purpose of the consultation was to seek the views of providers in setting the 2023-24 funding rates as well as:

- Determining how to address the issue of School and Academy providers Teachers Pay and Pension Grant being mainstreamed in the 3 & 4 year old funding rate
- Removal of 8p notional SEND to increase SENIF funding
- Introduction of SENIFP for children with additional and more complex needs
- Retention of the 5% pass through rate

# Funding rates 2023/24

The DFE confirmed that North Northamptonshire Council's Early Years National Funding Formula (EYNFF) for 3 & 4 year olds funding rate will increase from £4.66 to £4.93 in 2023-24. The EYNFF rate is multiplied by the total number of children expected to access 15 or 30-hours of free childcare across the borough to produce the universal and working family entitlement budgets.

- Local authorities are required to pass at least 95% of their 3 & 4 year old funding from Government to early years providers to deliver the universal and extended entitlements - 30 hours. This is referred to as the hourly 'pass-through' rate.
- Local authorities can retain 5% of their 3 & 4 year old funding from the Government to support the provision of central early years related services (£991,385.01). From the remaining 95% funding budgets are then set aside for:
  - The Base rate (£4.22)
  - Notional SEN (£0.03)
  - the Deprivation Supplement (£0.31) - passed on as a supplement to those IDACI bands A-F and calculated at 10% of the hourly pass-through rate
  - the Quality Supplement (£0.05) - passed on as a supplement to support workforce qualifications or system leadership (supporting high quality providers leading other providers in the local area)
  - the SEN Inclusion Fund (SENIF) and
  - the Contingency funding (to manage fluctuations in numbers not captured in the census data – e.g. peaks in summer months that are no longer apparent by the time of the next census)



# Funding rates 2023/24

<b>NNC Budgets - £m</b>	<b>2023/24 Funding</b>	<b>2022/23 Funding</b>	<b>Change</b>
Disadvantaged 2YO Entitlement Base Rate – 15 hrs	<b>£5.75 per hour</b>	£5.42 per hour	<b>+£0.33 per hour</b>
Universal Entitlement (3/4YO) Base Rate – 15 hrs	<b>£4.22 per hour</b>	£4.13 per hour	<b>+£0.09 per hour</b>
Extended Entitlement (3/4YO) Base Rate – 30 hrs	<b>£4.22 per hour</b>	£4.13 per hour	<b>+£0.09 per hour</b>
Notional SEN (Reduction is reflected in increase in SENIF funding)	<b>£0.03 per hour</b>	£0.08 per hour	<b>-£0.05 per hour</b>
EYNFF ((3/4YO) Deprivation Supplement	<b>£0.31 per hour</b>	£0.30 per hour	<b>+£0.01 per hour</b>
EYNFF ((3/4YO) Quality Supplement (TPPG for Schools and Academies only) – 15 hrs	<b>£0.05 per hour</b>	N/A	<b>+£0.05 per hour</b>
Early Years Pupil Premium (3/4YO) Rate – 15 hrs	<b>£0.62 per hour</b>	£0.60 per hour	<b>+£0.02 per hour</b>
Disability Access Fund (3/4YO)	<b>£828.00 per Child per year</b>	£800.00 per child per year	<b>+£28:00 per child per year</b>
Maintained Nursery Supplement (3/4YO) including TPPG – 15 hrs	<b>£5.31 per hour</b>	£5.15 per hour	<b>+£0.16 per hour</b>
SENIF Funding for Low and Emerging Needs	<b>£300,000</b>	£160,996.55	<b>+£139,003.45</b>

