

**Appendix 7 - Financial modelling of the effects of reducing the budgets for devolved funding from the High Needs block**

**Table 1 - An illustration of options for removing £2.985 million from services funded from the High Needs Block**

Service	Forecast Expenditure 2018/19 (£ millions)	Forecast Expenditure 2018/19 if full reduction taken from service (£ millions)	Notes
Partnership Funding	3.716	0.731	See appendix 8 for illustrative effect per partnership
Targetted HLN	5.208	2.223	See below for effect on per pupil funding
FNF and AFN	8.677	5.692	see appendix 9 for illustrative effect per family

**Table 2 - Effect on HLN unit values of removing £2.985 million from the targetted HLN allocation**

	2017/18 rate	Number of Pupils	Illustrative rates if budget reduced by £2.985 million
HLN 1	£ 10,987.00	518	£ 3,557.37
HLN 2	£ 15,979.00	41	£ 5,173.67
HLN 3	£ 19,976.00	26	£ 6,467.82

**Table 3 - An illustration of one option for removing £5.330 million from services funded from the High Needs Block**

Service	Forecast Expenditure 2018/19 (£ millions)	Budget removed as a contribution to shortfall (£ millions)	Forecast Expenditure 2018/19 if reduction spread across services (£ millions)	Notes
Special Schools	22.355	0.335	22.020	Max £0.335m achievable by reducing all schools to minimum funding level
Devolved Funding	3.716	1.055	2.754	
Targetted HLN	5.208	1.478	3.860	
FNF and AFN	8.677	2.462	6.430	