

Annex 7 - Financial Analysis of Closure Proposal

	2012/13 Projected	2013/14 Projected	2014/15 Projected	2015/16 Projected	2016/17 Projected	2017/18 Projected	2018/19 Projected	2019/20 Projected	2020/21 Projected	Total Projected
Variations for Closure Proposal										
Revised Total Pupil Numbers (September)	222	99	0	0	0	0	0	0	0	
Additional Expenditure:	£000	£000	£000	£000	£000	£000	£000	£000	£000	£000
Accommodation Requirements:										
Temporary Short-term	93	5	2							100
Permanent Long-term		25	131	219	219	219	219	219	219	1,470
Transitional Pupil Costs:										
Uniforms for transferred pupils		10	7							17
Transport costs	4	18	27	26	28	31	33	35	37	239
Lagged Pupil Funding Shortfall	54	38								92
Applefield's Satellite Provision			100							100
BCC Decommissioning costs			25							25
Staffing Costs:										
Redundancy & Early Retirement Payments		119	108	161						388
Retention Payments			91							91
Reduced Expenditure:										
Small School Factor Funding		57	(97)	(249)	(263)	(236)	(198)	(165)	(133)	(1,284)
Additional Subsidy Requirement	(37)	(293)	(374)	(465)	(505)	(403)	(279)	(214)	(125)	(2,695)
Fixed Cost (Non Pupil Led) Savings			(391)	(587)	(587)	(587)	(587)	(587)	(587)	(3,913)
Net Annual Additional Cost / (Saving)	114	(21)	(371)	(895)	(1,108)	(976)	(812)	(712)	(589)	(5,370)

- **Short-term temporary accommodation requirements (£100k over 3 years).** The estimated costs of providing temporary accommodation at Archbishop Holgate's School from September 2012. From a purely financial perspective it would be more cost effective to accommodate these pupils in other schools where spare capacity currently exists. However the LA is mindful of parent's and pupil's preference for a local solution if BCC were to close.
- **Long-term permanent accommodation requirements (max. £219k on-going commitment).** As per paragraph 53, an additional 8-10 classroom teaching block will be required at Archbishop Holgate's. The LA will work with the Education Funding Agency (EFA – the new body responsible for funding academy schools) on the precise capital needs and the level of financial contribution that each would make to the scheme. The figures are based on an estimated total capital cost of £1.5m to £2m and assume a worst case scenario where the LA funds the full maximum of £2m via a 25 year prudential borrowing scheme, taking no account yet of any financial contribution from the EFA.
- **School uniform costs (£17k over 2 years).** One off payments to allow the purchase of uniforms for those pupils who will be required to transfer from BCC to other schools during the phased closure.
- **Transport costs (approx £30k pa on-going commitment).** Funding to provide free transport for pupils as set out in paragraphs 46 to 49.
- **Transition funding (£92k over 2 years).** Additional funding to support transferred pupils in their new school prior to the local funding formula 'catching up' under the lagged funding arrangements.
- **Applefields Satellite provision (£100k one-off).** There will be additional one-off costs associated with the relocation of the current satellite provision to another school site.
- **Staff retention and redundancy (£479k total over 3 years).** In order to maintain a high quality of education for pupils through to the point of closure, key staff will need to be retained. Provision has therefore been made for some retention payments at the end of the 2013/14 academic year. In addition prudent estimates for staff redundancy costs have been made over the closure period based on the current staff profile and an assessment of the number of staff that may be redeployed into roles at other schools.