

B. ACE Cash Limit Funding Share

Methodology for calculation of the Cash Limit Funding Share

The Parties agree that the Cash Limit Funding Share is determined using a number of weighted proxy indicators. The proxy indicators and their respective weightings are:

Proxy indicator – three year average outturn data for:	Proxy indicator weighting	Proxy indicator source – SSDA903 table:
Number of looked after children adopted during the year	0.55	LAE1 ¹
Number of Looked After Children aged '0 to 4'	0.40	LAA5 ²
Number of Looked After Children aged '5 to 9'	0.05	LAA5 ³
Total Weighting	1.00	

These proxy indicators and weightings were determined by modelling for best match against three year average data for a broad set of the current Parties' Adoption Agency activity indicators over the same time period. The three year period applied was 2014/15 to 2016/17⁴.

¹ Children who ceased to be looked after and the number and percentage adopted during the years ending 31 March, by local authority.

² Children looked after at 31 March (years) by age, gender and Local Authority. Aged '0 to 4' = Aged 'Under 1' + Aged '1 to 4'.

³ Children looked after at 31 March by age, gender and Local Authority. Aged '5 to 9'.

⁴ 2016/2017 activity data was collated by the Parties in August 2017, after the deadline for SSDA903 submissions to the DFE. For the proxy indicators the activity data provided by the Parties was rounded to nearest 5 in accordance with DFE SSDA9203 treatment, as final SSDA903 2016/17 publication data was not yet available. The SSDA903 final submissions are due to be published by the DFE on 28/09/2017.

CALCULATION 2: Cash Limit Funding Share

Parties	Numbers of LAC adopted in year [SSDA903 LAE1]			Average 2015-2017 (A)
	2015	2016	2017	
Coventry City Council	70	55	50	58
Solihull MBC	20	10	20	17
Warwickshire County Council	65	55	70	63
Worcestershire County Council	55	45	45	48
TOTAL Parties	210	165	185	187

Parties	LAC numbers as at 31st March: Aged 0 to 4 [SSDA903 LAAS]			Average 2015-2017 (B)
	2015	2016	2017	
Coventry City Council	125	110	120	118
Solihull MBC	65	65	60	63
Warwickshire County Council	125	125	110	120
Worcestershire County Council	130	125	170	142
TOTAL Parties	445	425	460	443

Parties	LAC Numbers as at 31st March: Aged 5 to 9 [SSDA903 LAAS]			Average 2015-2017 (C)
	2015	2016	2017	
Coventry City Council	115	105	100	107
Solihull MBC	65	65	80	70
Warwickshire County Council	130	160	125	138
Worcestershire County Council	140	140	150	143
TOTAL Parties	450	470	455	458

Parties	LAC adopted as percentage of Parties 2015-2017 (% A)	LAC aged 0-4 as percentage of Parties 2015-2017 (% B)	LAC aged 5-9 as percentage of Parties 2015-2017 (% C)	Cash Limit Funding Share (total weighted % proxy indicators)*
Coventry City Council	31.25%	26.69%	23.27%	29.0%
Solihull MBC	8.93%	14.29%	15.27%	11.4%
Warwickshire County Council	33.93%	27.07%	30.19%	31.0%
Worcestershire County Council	25.89%	31.95%	31.27%	28.6%
TOTAL Parties	100.00%	100.00%	100.00%	100.0%

Figure:	(D)	(E)	(F)
Proxy indicator weightings	0.55	0.40	0.05

* Calculated as [(% A) x (D)] + [(% B) x (E)] + [(% C) x (F)]

Where (% A), (% B) and (% C) are rounded to 2 decimal places and where the Cash Limit Funding Share is rounded to 1 decimal place.