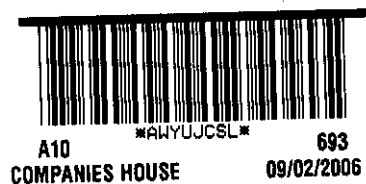


# **GREIG CITY ACADEMY**

## **REPORT AND AUDITED FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 2005**

Charity Registration Number: 1088610  
Company Registration Number: 4220486



**REPORT AND AUDITED FINANCIAL STATEMENTS  
YEAR ENDED 31 AUGUST 2005**

<b>CONTENTS</b>	<b>Page</b>
Legal and Administrative Information	2
Report of the Trustees	3-8
Report of the Auditors	9-10
Statement of Financial Activities	11
Income and Expenditure Account	12
Balance Sheet	13
Cash Flow Statement	14
Notes forming part of the Financial Statements	15-26
Detailed Income and Expenditure	27-30

## LEGAL AND ADMINISTRATIVE INFORMATION

### Greig City Academy - A company limited by guarantee

Charity Registration Number: 1088610  
Company Registration Number: 4220486

### Governing Document

Articles and Memorandum of Association

Trustees & Directors	Date of Appointment	Appointing Body
Nigel Greig	17/04/02	HS & SV Greig Trust
Sylvia Hinder	31/07/93 to 31/07/05	HS & SV Greig Trust
Thomas Peryer	21/05/01	London Diocesan Board for Schools
Owenna Griffiths	21/06/02 to 21/06/05	London Diocesan Board for Schools
Mitford O'Dean	20/05/02	East Haringey Deanery
Sheila Taylor	06/12/04	West Haringey Deanery Synod
Benjamin Reynolds	11/09/02	Members of the Trust
Jonathan Trigg	22/11/01	Bishop of Edmonton
Marion Foran	01/04/02	Elected Teacher Governor
Richard Protasiewicz	15/03/04	Elected Support Staff Governor
Ama Iyoyo	01/03/03	Elected Parent Governor
Penelope Cox	01/03/03	Elected Parent Governor
Denise Barton	08/02/05	Appointed Parent Governor
Paul Sutton	01/09/04	Principal
Quincy Prescott	01/09/03	Appointed Community Governor

### Company Secretary

Anthony Kramer 29/03/03 to 31/12/04  
Vivienne Oxley 01/01/05

### Registered Office

Hornsey High St  
Hornsey  
London  
N8 7NU

### Solicitors

Winckworth Sherwood  
The Old Deanery  
Deans Court  
St Paul's  
London  
EC4V 5AA

### Auditors

Baxter & Co.  
Lynwood House  
Crofton Road  
Orpington  
Kent  
BR6 8QE

### Bankers

HSBC Bank  
Woodside Green Branch  
Cheapside  
London

## MAIN REPORT OF THE TRUSTEES

### **Preamble**

The Trustees of Greig City Academy (The City Academy), who are also Directors of the company for the purposes of the Companies Act, present their report and the audited financial statements for the period ended 31 August 2005. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in October 2000 in preparing this annual report and financial statements of the City Academy.

### **Legal Status**

The City Academy is a company limited by guarantee and a registered charity. The company does not have a share capital. Every member of the company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £10 for the debts and liabilities contracted before he/she ceases to be a member.

### **The Objects of the Greig City Academy**

The objects of the City Academy are to advance, for the public benefit, education in The United Kingdom, by establishing, maintaining, operating and developing a Church of England secondary school offering a broad curriculum with a strong emphasis on technology, in particular Information Communications Technology to be conducted in accordance with the principles and practices of The Church of England.

The sole activity of the company is the operation of the Greig City Academy to provide education for pupils of different abilities between the ages of 11 and 19.

### **Governance and Organisational Structure of Greig City Academy**

Greig City Academy is a company limited by guarantee and a registered charity, which was established on 21 May 2001 in place of the St David's and St Katherine's School, which ceased to exist on 31 August 2002. The company's memorandum and articles of association are the primary governing documents of the City Academy. The sponsors of the Company are the HS & SV Greig Trust and the London Diocesan Board for Schools with the Department for Education & Skills as the primary funder; the sponsors nominate the principal members of the Company. The Members of the Company are as set out below:

- a) The London Diocesan Board for Schools ("the LDBS").
- b) The Chair for the time being of The Greig Trust. (*Mr John Footman*)
- c) One person appointed by the LDBS (*Mr Thomas Peryer*)
- d) One person appointed by The Greig Trust (*Revd Geoffrey Seabrook*)
- d) One person appointed by the Secretary of State (*Mr Peter Fair*)
- e) Any further members appointed by the above (*None*)

The affairs of the company and the strategic management of the City Academy are the responsibility of the governors of the school, who are also the trustees of the charity and directors of the company. The articles of association provide for the appointment or election of 15 governors, as follows:

- (a) Two governors appointed by the London Diocesan Board for Schools
- (b) Two governors appointed by the Greig Trust
- (c) The Bishop of Edmonton or his appointee
- (d) 1 governor appointed by the West Haringey Deanery of the Diocese of London
- (e) 1 governor appointed by the East Haringey Deanery of the Diocese of London
- (f) The principal of the City Academy
- (g) Two elected parent governors
- (h) 1 elected teacher governor
- (i) 1 elected support staff governor
- (j) 1 parent governor appointed by members of the Trust
- (k) 2 governors drawn from the local community appointed by the members of the trust

During the period ending 31 August 2005, the full Governing Body met on 5 occasions. The Governing Body has adopted a system of committees and terms of reference for those committees. The committees are as follows:

- Finance, Personnel & Premises Committee
- Students & Community Committee
- Audit Committee
- Standing Committee

The Governing Body has also adopted a set of procedures (in addition to the Articles of Association) and these will be reviewed and adapted as the Company develops. The School is also bound by the provisions of the Funding Agreement which is an agreement between the school and the Department for Education & Skills.

#### **Review of Activities for the Year Ending 31 August 2005**

This year has been the third full year of the Academy. The progress in the second year has been maintained and the school is in its strongest position since it was opened as an Academy. A number of milestones were passed during the year demonstrating that the school's journey towards the destination of becoming a truly high quality school is on course. Some of these milestones and achievements include:

- **A Satisfactory Outcome to the HMI Inspection**

In December 2004, GCA was the first Academy to be formally inspected by a team of HMI. The overall judgement of inspectors was as follows: *'Greig City Academy is improving rapidly. Early problems have been overcome and a learning culture is being established. The adults and the vast majority of the pupils work together harmoniously and with mutual respect.'* Other points noted in their report included:

- *The quality of teaching is satisfactory or better in 90 per cent of lessons;*
- *Unauthorised absence is down from 6.6 per cent to 1.9 per cent for the autumn term;*
- *Attendance continues to improve and is now satisfactory (2002/3 – 88 per cent; 2003/4 – 90.5 per cent; autumn term 2004 – 92.14 per cent);*
- *The rate of exclusion is now very low. The number of pupils excluded during 2002/3 was 160; the figure fell to 15 in 2003/4 and in the autumn term 2004 10 pupils were excluded;*
- *Pupils' attitudes and behaviour in lessons were satisfactory or better in 96 per cent of lessons and good or very good in 56 per cent of lessons;*
- *Pupils appreciated the imaginative way many lessons had been devised and they responded well to the use of electronic whiteboards;*
- *Pupils were courteous to adults, opening doors and offering assistance. They were usually respectful to each other and friendly, although they were lively in the playground;*
- *Pupils demonstrate their growing sense of pride in the academy through the wearing of the uniform and the respect shown for the learning environment;*
- *The governing body is very well led by the chair of governors who is an experienced educationalist. Other governors are experienced and increasingly well informed about the progress that the academy is making. They ask searching questions and fulfil satisfactorily their role as critical friend;*
- *Good relationships are being secured with the community and the academy is developing links with some primary schools.*

Given the challenges faced by the Academy over the previous years, this was a welcome external affirmation of the Academy's progress.

- **Significantly improved examination performance**

The 2005 examination performance at both Key Stage 3 and Key Stage 4 were the best ever in the Academy's 3-year history and when compared with the results of the predecessor school. The GCSE results showed an especially spectacular improvement when the numbers of students gained five or more grades A\*-C at GCSE increased from 26% (2004) to 52.6% (2005). At Key Stage 3 the percentages of pupil gaining Level 5 in each of the Core Subjects of English and Maths and Science were higher than they have ever been, as were the numbers gaining Level 6 in those subjects. In terms of Value-Added and overall improvement, these results are likely to put Greig City Academy at the top of the progress 'League Tables' for all schools in England when they are published. Despite these encouraging results, staff and governors know that progress must be consolidated and further improved upon especially in the core subjects.

- **Improved Student behaviour and attitudes to learning**

As noted in the HMI Report, student behaviour in classrooms and increasingly around the building is mostly good. Visitors are always impressed by the orderly atmosphere in the school when they are shown around. Last year the number of fixed-term exclusions was again held to the relatively low number of 35; there were no permanent exclusions – it will have been many years since no permanent exclusions were recorded during the school year. Punctuality in the morning is slowly improving although it can still be improved upon. There is little in the way of deliberate damage to the premises. In the annual survey of students undertaken during the summer term, 81% of students agreed or strongly agreed that Greig was a good school to be at and 89% agreed that it has improved over the previous 12 months.

- **Completion on time and within budget of the agreed capital improvement programme**

During the course of the year, the capital programme (£16.9 million) that was agreed with the DfES was completed on time and with budget. This means that over the past three years the school has benefited from new facilities such as the Science Block and Studio Theatre as well major refurbishments of large areas of the school. The new accommodation, whether brand-new or refurbished is of a high quality and there is increasing evidence that staff and students alike have responded well to the dramatic improvement in the quality of the built environment and of the resources available. The excellent improvements highlight the inadequacies in those areas which were not able to be included within the scope of the original programme, notably Design & Technology areas, kitchen and dining facilities, the main hall. It remains the school's intention to seek additional Government funding for some or all of those items.

- **Rising numbers on roll**

Recruitment into Year 7 is a significant indicator for the Academy. From a low point of around 90 in January 2003, it was around 120 in January 2004 and 139 in 2005. The new Year 7 intake stood at 186 in November 2005. This is steady if not spectacular progress towards our goal of becoming a popular oversubscribed school. For many years few pupils from the existing Church of England schools in Haringey opted for the secondary C of E school; here again progress is being seen and although only 29 pupils in this year's 7 came from those primary C of E schools, this is the highest number for many years. Sixth form numbers stood at 111 in September 2005 – the first year for some time that there has been both a Year 12 and 13.

In September 2005, Paul Sutton, the newly appointed Principal took up his post. During his first term, he demonstrated the qualities and abilities that had led to his appointment; this term culminated in the HMI Inspection referred to above. In a short space, Mr Sutton gained the confidence and trust of staff and students alike. Unfortunately in January 2005, Mr Sutton sustained a very serious spinal injury when playing rugby. As well as being a huge blow to him and his family, this accident and his absence from school for the remainder of the academic year was potentially a major setback. It is testimony to the senior leadership team and all the staff that the school has held together well and continued on the improvement journey identified above. Despite being hospitalized for the whole of this time, Mr Sutton has remained in contact with the school. During the autumn term, he has been able to begin spending time back in school initially on a day a week basis with a view to this gradually increasing until he is back full-time at the school.

During the year, the governors met in full on 6 occasions and the committees also met at least once per term. During the course of those meetings governors have considered regular reports from the Principal and Acting

Principal and approved or amended various policies. Governors also reviewed and approved a range of targets for the school and the school improvement plan.

Financially, there was a surplus of income against expenditure during the year showing that the Academy is monitoring and controlling its finances appropriately.

### ***2005/06 and beyond***

As reported last year, the outlook for the Academy is a positive one. Although nothing can be taken for granted, there are good grounds for believing that the school is on a steady improvement track. In the current year we can expect to see rising standards of achievement from the students, yet more progress in the standard of teaching and learning in the Academy, rising numbers of pupils at Year 7 and increased numbers of parents making Greig a first preference. Each of these milestones will be hard won and will be reached only through the unstinting efforts of a great many people, not least the staff of the school, who have demonstrated resilience, commitment and hard work over the past year.

### ***Investment Powers***

The Trustees' investment powers are governed by the memorandum and articles of association, which permits the City Academy's funds, not immediately required for the furtherance of its objects, to be invested in or upon such investments, securities or property, as may be thought fit, subject to such conditions and consents as may for the time being be imposed or required by law. The Charity has not engaged in any investment of surplus funds during the period under review.

### ***Key Relationships with Related Parties***

In order to pursue its objects, the Trust has entered into a formal agreement with the Secretary of State for Education & Skills regarding the funding of the City Academy and the management of affairs of the City Academy.

The London Diocesan Board for Schools is a sponsor of Greig City Academy and also provides a number of services for the school as it does for all Church of England schools in the Diocese of London. The current chairman of the Greig City Academy is also the Diocesan Director of Education. The LDBS is providing £464,000 towards the capital programme spread over the first five years of the Company's life.

The HS & SV Greig Trust is a sponsor of the City Academy and is providing the majority of the private financing of the capital programme, approximately £1.536 million pounds over five years.

Greig City Academy will continue to maintain a relationship with the local education authority, Haringey. Some statutory funds for the Academy come through the LEA and the LEA is required to provide certain statutory functions for the City Academy, even though the City Academy is independent of the LEA.

### ***Operating and Financial Review***

The financial statements have been prepared in accordance with current statutory requirements and the City Academy's governing documents.

Most of the City Academy's income in the period ended 31 August 2005 was obtained from the DfES in the form of capital and other grants, and from its main sponsors, the LDBS and The Greig Trust. The grants and sponsorship received during the period and the associated expenditure are shown as restricted funds in the Statement of Financial Activities.

The balance sheet restricted fixed asset fund will be reduced by transfers of amounts equivalent to any depreciation charges over the expected useful life of the assets concerned.

Expenditure for the period was covered by grants from the DfES and sponsorship income and the excess of incoming resources over resources expenditure for the period was £1,117,000 of which £2,153,000 (less depreciation of £1,177,000) has been capitalised in the financial statements as fixed assets.

Movements in tangible fixed assets are shown in Note 12 to the financial statements. The assets are used exclusively for providing education and associated support services to the pupils of the City Academy.

### **Fund Review**

Details of the Academy's funds are set out in note 16 to the financial statements.

### **Policy on Reserves**

The policy of the governors at the present time is that funds received from the DfES and via the local authority are all required for the annual running costs of the school and that these should not normally be allowed to accumulate as a reserve fund, other than those reserves which are represented in or earmarked for the tangible fixed assets of the company, namely the buildings and contents. In addition the Governors would wish to see a positive balance in its General Funds not exceeding 5% of the annual grants payable to it from the DfES and the local authority; this balance would be used to manage any unexpected calls on expenditure during the year. There are also DfES restrictions as to the level of funding that can be carried forward from year to year. The one exception to this rule is the Governors Discretionary Fund which now stands at £142,000 and which represents the residue of a sum of money given to the Academy by the London Diocesan Board for Schools, and interest thereon. Income from the Fund is to be used at the discretion of the Principal. In due course it may be necessary to build up a further reserve fund so as to provide for future capital needs. The City Academy has a number of restricted funds. The purpose of these funds is set out in Note 16.

### **Policy on Investments**

The Charity has not engaged in any investment of surplus funds during the period under review, other than seeking to manage cashflow so as to maximise interest from funds held on deposit.

### **Policy on Risk Management**

The Trustees have during the course of their review of the finances of the school and their monitoring of the work of the school have reviewed a number of risks. The Trustees have fully considered applicable risks in the process of drawing up the School Development Plan, the Health and Safety Policy and Plan and have conducted a risk analysis in conjunction with insurers. They have agreed that for the time being no formal risk register is required.

### **Statement of Trustees' Responsibilities for the Financial Statements**

As Trustees we acknowledge that Company law requires Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that period. In preparing these financial statements, the Trustees have:

- selected suitable accounting policies and applied them consistently;
- made judgements and estimates that are reasonable and prudent;
- followed applicable accounting standards; and
- prepared the financial statements on the going concern basis.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. We are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### **Internal Controls**

The company's system of internal control is based on the City Academies Financial Handbook, a comprehensive handbook drawn up by the DfES, the Audit Commission publication 'Keeping Your Balance' and our own systems and procedures which have been approved by the Trustees. All these documents are available for inspection.

The Trustees have considered the need for a specific internal audit function and have decided not to appoint an internal auditor. However, the Trustees have appointed R. Ashdown, a Registered Auditor, as Responsible Officer. The Responsible Officer's role includes giving advice on financial matters and performing a range of checks on the City Academy's financial systems. Monthly checks and reports are made by the Responsible Officer and these Reports are circulated to the senior management and appropriate governors.

These arrangements can provide only reasonable and not absolute assurance that assets are safeguarded, transactions authorised and properly recorded, and that material errors or irregularities are either prevented or would be detected within a timely period.



***Equal Opportunities***

The Trustees recognise that equal opportunities should be an integral part of good practice within the workplace. The Academy aims to establish equal opportunity in all areas of its activities including creating a working environment in which the contribution and needs of all people are fully valued. The Trustees have formally adopted a policy in respect of Equal Opportunities.

***Auditors***

A resolution proposing that Baxter & Co be re-appointed as auditors of the Charity will be put to the Annual General Meeting.

***Approval***

The AGM of the company was held on 6/2/06. The report of the Trustees was approved on and signed on its behalf by:

---

T Peryer  
Chair of Trustees

T.S. Peryer

30/11/2005

## **INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF GREIG CITY ACADEMY**

We have audited the financial statements of Greig City Academy on pages 11 to 29 for the year ended 31 August 2005. These financial statements have been prepared under the historical cost convention and the accounting policies set out in Note 1 on pages 15 to 17.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective Responsibilities of Governors and Auditors**

As described in the statement of trustees' responsibilities on page 7 the Trustees of the charity, who are also Governors of the school and directors of Greig City Academy for the purpose of Company Law, are responsible for preparing the Annual Report. This includes responsibility for preparing the financial statements in accordance with applicable law and United Kingdom accounting standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the trustees' report is not consistent with the financial statements, if the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions is not disclosed.

We read the trustees' report and consider the implications for our report if we become aware of any apparent misstatements within it.

We review whether we are satisfied that the City Academy's systems of internal controls are such as to comply with the obligations placed on the Governing Body by the Secretary of State for Education and Skills.

### **Basis of Opinion**

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

### **Opinion**

In our opinion:

- a) the financial statements give a true and fair view of the state of affairs of the City Academy at 31 August 2005 and of its incoming resources and application of resources including its income and expenditure, cash flows and recognised gains and losses in the period then ended and have been properly prepared in accordance with the Companies Act 1985;

- b) the financial statements have been prepared in accordance with the Financial Reporting and Annual Accounts Requirements issued by the Department for Education and Skills in respect of the relevant financial period;
- c) proper accounting records have been kept by the City Academy throughout the financial period;
- d) grants made by the Department for Education and Skills have been applied for the purposes intended;

Lynwood House  
Crofton Road  
Orpington  
Kent BR6 8QE

  
**BAXTER & CO.**  
Registered Auditors

6/2/06

## GREIG CITY ACADEMY

2004/05

STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 AUGUST 2005

	Notes	Unrestricted	Restricted Funds 2005				Total	Total
		General	Fixed	Capital	General	Governors'	Funds	Funds
		Fund	Assets		Funds	Fund	2005	2004
		£'000	£'000	£'000	£'000	£'000	£'000	
<b>Incoming Resources</b>								
Grants Receivable	2-4	-	-	1,833	5,045	-	6,878	9,632
Sponsorship	5	-	-	315	-	-	315	325
Other Income	6	73	-	5	63	-	141	79
		<u>73</u>	<u>-</u>	<u>2,153</u>	<u>5,108</u>	<u>-</u>	<u>7,334</u>	<u>10,036</u>
<b>Resources Expended</b>								
Costs of generating funds:								
Fundraising		-	-	-	-	-	-	-
<b>Net incoming resources available for charitable application</b>								
		<u>73</u>	<u>-</u>	<u>2,153</u>	<u>5,108</u>	<u>-</u>	<u>7,334</u>	<u>10,036</u>
<b>Charitable Expenditure</b>								
Costs in furtherance of the charity's objects:								
Provision of Education	8	-	883	-	3,740	-	4,623	4,524
Education Support Costs	8	-	177	-	726	-	903	726
Management and Administration	8	-	117	-	574	-	691	668
<b>Total Charitable Expenditure</b>		<u>-</u>	<u>1,177</u>	<u>-</u>	<u>5,040</u>	<u>-</u>	<u>6,217</u>	<u>5,918</u>
<b>Total Resources Expended</b>	7	<u>-</u>	<u>1,177</u>	<u>-</u>	<u>5,040</u>	<u>-</u>	<u>6,217</u>	<u>5,918</u>
<b>Net Incoming/(Outgoing) Resources for the Year</b>								
		73	(1,177)	2,153	68	-	1,117	4,118
Transfers between funds	20	(25)	2,390	(2,385)	(5)	25	-	-
		<u>48</u>	<u>1,213</u>	<u>(232)</u>	<u>63</u>	<u>25</u>	<u>1,117</u>	<u>4,118</u>
<b>Net Movements in Funds</b>								
Balance B/Fwd		-	12,497	233	-	117	12,847	8,729
		<u>-</u>	<u>12,497</u>	<u>233</u>	<u>-</u>	<u>117</u>	<u>12,847</u>	<u>8,729</u>
<b>Balance C/Fwd</b>	16	<u>£48</u>	<u>£13,710</u>	<u>£1</u>	<u>£63</u>	<u>£142</u>	<u>£13,964</u>	<u>£12,847</u>

None of the Academy's activities were acquired or discontinued during the above financial years.

The Academy has no recognised gains and losses other than those shown above and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the net movement in funds stated above, and its historical cost equivalent.

**GREIG CITY ACADEMY**  
**2004/05**

**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

	Notes	2005 £'000	2004 £'000
<b>Income</b>			
General Annual Grant	2	4,077	3,574
DfES Capital Grant	3	1,833	4,670
Other DfES Grants	3	338	870
Other Government Grants	4	630	518
Private Sector Sponsorship	5	315	325
Other Income	6	141	79
<b>Total Income</b>		<u><b>7,334</b></u>	<u><b>10,036</b></u>
<b>Expenditure</b>	7,8		
General Annual Grant related expenditure		4,057	3,899
Other DfES Grants related expenditure		290	422
Other Government Grants related expenditure		630	518
Depreciation	12	1,177	1,009
Other expenditure		63	70
<b>Total Expenditure</b>		<u><b>6,217</b></u>	<u><b>5,918</b></u>
<b>Excess of Income over Expenditure</b>		<u><u><b>£1,117</b></u></u>	<u><u><b>£4,118</b></u></u>
<b>Net transfer to/from funds</b>			
Restricted funds	16	1,069	4,118
Unrestricted funds		48	-
		<u><u><b>£1,117</b></u></u>	<u><u><b>£4,118</b></u></u>

The Income and Expenditure Account is derived from the Statement of Financial Activities on page 11 which, together with the notes to the accounts on pages 15 to 29 provides full information on the movements during the year on all the funds of the Academy.

All items dealt with in arriving at the excess of income over expenditure for 2005 and 2004 relate to continuing operations.

The company has no recognised gains and losses other than those included in the above results and therefore no separate statement of gains and losses has been presented.

**GREIG CITY ACADEMY**  
**2004/05**

**BALANCE SHEET**  
**AS AT 31 AUGUST 2005**

	Notes	2005 £'000	2004 £'000
<b>Fixed Assets</b>			
Tangible Assets	12	13,710	12,497
<b>Current Assets</b>			
Debtors	14	263	646
Cash at bank and in hand		364	413
		<u>627</u>	<u>1059</u>
<b>Creditors: amounts falling due within one year</b>	15	<u>373</u>	<u>709</u>
<b>Net Current Assets</b>		<u>254</u>	<u>350</u>
<b>Total Assets less Current Liabilities</b>		<u><u>£13,964</u></u>	<u><u>£12,847</u></u>

**Funds**

<b>Restricted Funds:</b>	16		
Fixed Asset Fund		13,710	12,497
Capital Fund		1	233
General Funds		63	-
Governors' Discretionary Fund		142	117
<b>Unrestricted Funds</b>		<u>48</u>	<u>-</u>
<b>Total Funds</b>	17	<u><u>£13,964</u></u>	<u><u>£12,847</u></u>

The financial statements on pages 11 to 29 were approved by the Trustees on 30/11/05 and signed on their behalf by:

T. S. Peryer  
T Peryer  
Chair of Trustees

**GREIG CITY ACADEMY**  
**2004/05**

**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

	2005 £'000	2004 £'000
<b>Cash Inflow/(Outflow) from Operating Activities</b>		
<b>Receipts</b>		
Recurrent grant from DfES	3,903	3,748
Other receipts from DfES	283	891
Receipts from central or local government	848	319
Other receipts	118	57
	<hr/>	<hr/>
<b>Total Receipts</b>	<b>5,152</b>	<b>5,015</b>
<b>Payments</b>		
Staff Costs	3,652	5,365
Other Cash Payments	1,305	1,463
	<hr/>	<hr/>
<b>Total Payments</b>	<b>4,957</b>	<b>6,828</b>
<b>Net cash (inflow/(outflow) from operating activities</b>	<b>195</b>	<b>(1,813)</b>
<b>Returns on investments and servicing of finance</b>		
Investment income received	18	19
<b>Capital expenditure and financial investment</b>		
Payments to acquire fixed assets	(2,608)	(6,258)
<b>Management of liquid resources and financing</b>		
Capital Grants from DfES	2,081	5,269
Capital Grants from Sponsors	260	325
Other Receipts	5	3
	<hr/>	<hr/>
	<b>2,346</b>	<b>5,597</b>
	<hr/>	<hr/>
<b>Decrease in cash in the year</b>	<b>£(49)</b>	<b>£(2,455)</b>

**Analysis of changes in net funds**

	At 31 August 2004 £'000	Cash Flows At 31 August 2005 £'000	2005 £'000
Cash at bank and in hand (including short term deposits)	413	(49)	364
	<hr/>	<hr/>	<hr/>

**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

**1. PRINCIPAL ACCOUNTING POLICIES**

**Format of Accounts**

The Standard Format for the accounts as required by the Companies Act 1985 Schedule 4, part I has been adapted to provide more appropriate information which complies with the Statement of Recommended Practice ("SORP 2000"), "Accounting and Reporting by Charities" and reflects the activities of the company.

**Basis of Accounting**

The financial statements are prepared under the historic cost convention and in accordance with applicable accounting standards.

**Fund Accounting**

Unrestricted General Funds are those monies which may be used towards meeting the charitable objectives of the Academy at the discretion of the Governors. Designated Funds comprise amounts set aside by Governors out of the unrestricted General Fund, for specific purposes.

Restricted Funds comprise grants from DfES and income from other sources including sponsors, which must be used for specific purposes.

**Grants Receivable**

Fixed asset grants are included in the statement of financial activities on a receivable basis. The balance of income received for specific purposes but not matched to relevant expenditure during the period is shown in the restricted income fund on the balance sheet. The annual recurrent grant from the DfES which is intended to meet recurrent costs, is credited direct to the statement of financial activities.

**Donations**

Donations are included in the statement of financial activities on a cash received basis or on an accruals basis where they are assured with reasonable certainty and receivable by the balance sheet date.

**Donated Services and Gifts in Kind**

The value of donated services and gifts in kind provided to the Academy is recognised in the statement of financial activities at their value to the Academy, as determined by the Governors, in the period in which they are receivable, and where the benefit is both quantifiable and material.

**Sponsorship**

The value of sponsorship provided to the Academy is recognised in the statement of financial activities in the period in which it is receivable.



**GREIG CITY ACADEMY**  
**2004/05**

**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

**1. PRINCIPAL ACCOUNTING POLICIES (Continued)**

**Investment Income and Interest Receivable**

Investment income and interest receivable are included in the statement of financial activities on an accruals basis, and are stated inclusive of related tax credits.

**Costs of Generating Funds**

The costs of generating funds include all expenditure attributable to those activities. They are included in the financial statements on an accruals basis.

**Management and Administration**

Management and administration costs include expenditure on administration of the Academy and compliance with constitutional and statutory requirements, and an appropriate apportionment of indirect costs.

**Allocation of Costs**

Items of expenditure which involve more than one cost category have been apportioned on a reasonable, justifiable and consistent basis for the cost category concerned.

**Tangible Fixed Assets**

The fixed assets of the Academy comprise those transferred to it on incorporation, together with subsequent additions. Assets transferred upon incorporation have not been valued in the Balance Sheet as the Trustees believe their value to be immaterial. The land and buildings occupied by the Academy are owned by a separate Charitable Trust, the "Site of the Greig City Academy, Haringey", Charity Registration Number 3983485. The land and buildings are occupied rent free by the Academy.

Where tangible fixed assets have been acquired with the aid of specific grants, they are included in the balance sheet at cost and are depreciated over their expected useful economic life. The related grants are credited to an appropriate restricted fund and subsequently transferred to an unrestricted fund over the expected useful economic life of the related asset on a basis consistent with the depreciation policy.

**Depreciation**

Tangible fixed assets are depreciated on a straight-line basis over their anticipated useful economic lives as follows:

	<b>Annual Rate</b>
Additions and improvements to premises	5%
Furniture and office equipment	15%
Computer and related equipment	25%

**GREIG CITY ACADEMY**  
**2004/05**

**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

**1. PRINCIPAL ACCOUNTING POLICIES (Continued)**

**Leased Assets**

Rentals applicable to operating leases are charged to the statement of financial activities as incurred.

**Stocks**

Unused stocks are valued at the lower of cost or net realisable value.

**Taxation**

The Academy is a registered charity and as such is exempt from Income and Corporation taxes under the provisions of the Income and Corporation Taxes Act 1988. The cost of Value Added Tax incurred by the company has been included in the Income and Expenditure Account.

**Pensions**

Full-time and part-time teaching staff employed under a contract of service are eligible to contribute to the Teachers' Pension Scheme (TPS). The TPS, a statutory, contributory, final salary scheme is administered by Capita Teachers Pensions on behalf of the Department for Education and Skills.

Costs include normal and supplementary contributions. The regular cost is the normal contribution, expressed as a percentage of salary of a teacher newly entering service, which would defray the cost of benefits payable in respect of that service. Variations from the regular pension costs are met by a supplementary contribution. This occurs if, as a result of the actuarial investigation, it is found that the accumulated liabilities for benefits to past and present teachers are not fully covered by normal contributions to be paid in the future and by the fund built up from past contributions. The normal and supplementary contributions are charged to the income and expenditure account in the year.

Non-teaching members of staff employed under a contract of service are eligible to contribute to the Local Government Pension Scheme (LGPS). The LGPS, a contributory final salary scheme is administered by the Pensions Section of the London Borough of Haringey.

The pension arrangements for the LGPS are accounted for in line with the requirements of SSAP 24 with transitional disclosures of FRS17 set out in note 11.

**GREIG CITY ACADEMY**

**2004/05**

**NOTES TO THE AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2005**

	<b>2005</b>	<b>2004</b>
	<b>£'000</b>	<b>£'000</b>
<b>2. General Annual Grant</b>		
DfES grant received in the period	4,077	3,574
Carry over from the previous period	-	-
Total grant available to spend	<u>4,077</u>	<u>3,574</u>
Net GAG revenue expenditure in the period	(4,057)	(3,899)
Fixed assets purchased from GAG	<u>(5)</u>	<u>(62)</u>
Under/(over) spent grant(funded by general fund)	<u>15</u>	<u>(387)</u>
<b>3. Other DfES Grants</b>		
Capital Project Grants	1,833	4,670
Devolved Formula Capital Grants	164	-
Earmarked Annual Grant (EAG)	-	37
Redundancy Funding	-	97
Start-Up	91	601
Teachers Pensions	5	60
Intervention Funding	65	75
Other	13	-
	<u>2,171</u>	<u>5,540</u>
<b>4. Other Government Grants</b>		
Standards Funds	613	488
Haringey LEA Grants	-	30
New Opportunities Fund	17	-
	<u>630</u>	<u>518</u>
<b>5. Sponsorship</b>		
Capital - Greig Trust	230	240
- London Diocesan Board for Schools	85	85
	<u>315</u>	<u>325</u>
<b>6. Other Income</b>		
Bank Interest Received (Incl. Capital Account Interest)	18	19
Hire & Use of Facilities	2	1
Sale of Uniforms	7	6
Catering Income	34	36
Teacher Training Agency	-	5
Donations/Other Income	80	12
	<u>141</u>	<u>79</u>

**GREIG CITY ACADEMY**  
2004/05

**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

**7. Total Resources Expended**

	<b>Staff</b>	<b>Depr'n</b>	<b>Other</b>	<b>Total</b>	<b>Total</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>2005</b>	<b>2004</b>
				<b>£'000</b>	<b>£'000</b>
Direct Provision of Education	2,625	883	1,115	4,623	4,524
Educational Support	622	177	104	903	726
Management and Administration	439	117	135	691	668
Fundraising	-	-	-	-	-
	<u>3,686</u>	<u>1,177</u>	<u>1,354</u>	<u>6,217</u>	<u>5,918</u>

**8. COSTS OF ACTIVITIES IN FURTHERANCE OF CHARITABLE OBJECTIVES**

**Provision of Education**

	<b>2005</b>	<b>2004</b>
	<b>£'000</b>	<b>£'000</b>
Teaching Staff	2,625	2,612
Agency Staff	365	206
Educational Supplies & Services	565	439
Building and Grounds Maintenance	30	151
Occupancy Costs	83	73
Supplies and Services	<u>72</u>	<u>286</u>
	<b>3,740</b>	<b>3,767</b>
Depreciation (charged to restricted fixed asset fund)	<u>883</u>	<u>757</u>
<b>Total</b>	<b><u>4,623</u></b>	<b><u>4,524</u></b>

**Education Support Costs**

	<b>2005</b>	<b>2004</b>
	<b>£'000</b>	<b>£'000</b>
Support Staff	622	453
Building and Grounds Maintenance	6	25
Occupancy Costs	16	7
Supplies and Services	21	79
Catering	<u>61</u>	<u>11</u>
	<b>726</b>	<b>575</b>
Depreciation (charged to restricted fixed asset fund)	<u>177</u>	<u>151</u>
<b>Total</b>	<b><u>903</u></b>	<b><u>726</u></b>

**GREIG CITY ACADEMY**  
2004/05

**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

**8. COSTS OF ACTIVITIES IN FURTHERANCE OF CHARITABLE OBJECTIVES (continued)**  
**Management and Administration of the Academy**

	2005	2004
	£'000	£'000
Management and Administration Staff	439	416
Building and Grounds Maintenance	4	16
Occupancy Costs	11	5
Supplies and Services	111	118
Audit Fee	9	12
	<u>574</u>	<u>567</u>
Depreciation (charged to restricted fixed asset fund)	117	101
<b>Total</b>	<u>691</u>	<u>668</u>

**9. EMOLUMENTS OF GOVERNORS**

The governors of the Academy did not receive any payment from the Academy (except for re-imbursement of properly incurred expenses).

**10. GOVERNORS AND OFFICERS INSURANCE**

The Academy purchased £1,000,000 of insurance cover at a cost of £1,838 (2004: £1,418) to protect the Academy from loss arising from neglect or default of its governors/ trustees, and to indemnify them against the consequence of neglect or default on their part.

# GREIG CITY ACADEMY

2004/05

## NOTES TO THE AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2005

### 11. Staff Costs

The average number of persons (including senior post holders) employed by the Academy during the period, expressed as full time equivalents was;

	2005	2004
	Number	Number
Provision of Education	53	49
Education Support Costs	29	20
Management and Administration	23	26
	<u>105</u>	<u>95</u>

#### Staff costs for the above persons

	2005	2004
	£'000	£'000
Wages and Salaries	3,079	2,725
Social Security Costs	270	236
Pension Contributions	338	311
Ex-gratia Payments	-	139
<b>Total Staff Costs</b>	<u>3,687</u>	<u>3,411</u>

The number of employees during the period who earned over £50,000 in the year (including benefits) was as follows:

	Number	Number
£50,001 - £60,000 per annum	6	6
£60,001 - £70,000 per annum	2	1
£90,001 - £100,000 per annum	<u>1</u>	<u>1</u>

During the year, the Academy made ex-gratia payments totalling £Nil (2004- £138,947 to 5 employees in respect of terminations of employment).

#### Pensions

There are two pension schemes available to the employees of the Academy, the Teachers Pension Scheme, and the London Borough of Haringey's 'Local Government Pension Scheme'.

##### TEACHERS PENSION SCHEME (TPS)

The Teachers Pension Scheme is an unfunded scheme. Contributions on a "pay as you go" basis are credited to the exchequer under arrangements governed by the Superannuation Act 1972. Actuarial valuations are carried out on a notional set of investments.

Under the definitions set out in Financial Reporting Standard 17 'Retirement Benefits', the TPS is a multi-employer pension scheme. The Academy is unable to identify its share of the underlying (notional) assets and liabilities of the scheme. Accordingly, the Academy has taken advantage of the exemption in FRS 17 and has accounted for its contributions to the scheme as if it were a defined contribution scheme. The Academy has set out overleaf the information available on the deficit in the scheme and the implications for the Academy in terms of the anticipated contribution rates.

**GREIG CITY ACADEMY**  
**2004/05**

**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

**11. Staff Costs (continued)**

The pensions cost is assessed every five years in accordance with the advice of the government actuary. The assumptions and other data that have the most significant effect on the determination of the contribution levels are as follows:

Latest actuarial valuation	31 March 2001
Value of assets (estimated future contributions together with the proceeds from the notional investments held at valuation date)	£142,880 million

The assumed rate of return is 3.5% in excess of price increases and 2% in excess of earnings.

The assumed gross rate of return is 7%.

The employer contribution throughout the year was 13.5%.

**LOCAL GOVERNMENT PENSION SCHEME (LGPS)**

The Academy has arranged membership of the London Borough of Haringey's Local Government Pension Scheme (LGPS) for those non-teaching staff who wish to avail themselves of the facility.

The transitional disclosure requirements of FRS 17 are set out below:

The objectives of FRS 17 are to ensure that:

- a) financial statements reflect at fair value the assets and liabilities arising from an employer's retirement benefit obligations and any related funding;
- b) the operating costs of providing retirement benefits to employees are recognised in the accounting period(s) in which the benefits are earned by the employees, and the related finance costs and any other changes in value of the assets and liabilities are recognised in the accounting periods in which they arise; and
- c) the financial statements contain adequate disclosure of the cost of providing retirement benefits and the related gains, losses and assets and liabilities.

**GREIG CITY ACADEMY**  
**2004/05**

**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

**11. Staff Costs (continued)**

The information provided below has been prepared by Messrs Hymans Robertson in accordance with Guidance note 36: Accounting for Retirement Benefits under FRS 17 issued by the Institute & Faculty of Actuaries.

The disclosures as at 31 March 2005 as required by the Standard are as follows:

- a) Nature of Scheme: Defined Benefit;
- b) Date of the most recent full actuarial valuation: 31 March 2004;
- c) The employer contribution rate to the LGPS was 17.3% for the period from 1 September 2004, reducing to 12.5% from 1 April 2005 (year ended 31 August 2004: 17.3% throughout the year).
- d) The contributions paid in the year ended 31 August 2005 were as follows:

	<b>£'000</b>
Employees'	30
Employer's	78
	<hr/>
	<b>£108</b>
	<hr/>

The main financial assumptions used are as follows:

	<b>2005</b>	<b>2004</b>
Price Increases	2.8%	3.1%
Salary Increases	4.3%	4.6%
Pension Increases	2.8%	3.1%
Discount Rate	4.9%	5.6%



**GREIG CITY ACADEMY**  
**2004/05**

**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

**11. Staff Costs (continued)**

The Academy's share of the Net Pension Liability which would be recognised in the Academy's balance sheet as at 31 August 2005 if FRS 17 had been adopted in full would be as follows:

	<b>Expected Long Term Return 31/08/05 %</b>	<b>Market Value 31/08/05 £'000</b>	<b>Expected Long Term Return 31/08/04 %</b>	<b>Market Value 31/08/04 £'000</b>	<b>Expected Long Term Return 31/08/03 %</b>	<b>Market Value 31/08/03 £'000</b>
Equities	7.3%	430	8.1%	397	8.0%	297
Bonds	4.6%	120	5.3%	123	5.5%	88
Property	5.3%	28	6.9%	27	6.0%	15
Cash	4.4%	12	4.5%	13	3.5%	17
		<hr/>		<hr/>		<hr/>
Total	6.6%	589	7.3%	560	7.2%	417
Present Value of Scheme Liabilities		(769)		(659)		(477)
		<hr/>		<hr/>		<hr/>
Net Pension Liability		<u>(180)</u>		<u>(99)</u>		<u>(60)</u>

The amounts charged to the Operating Surplus, finance income and the statement of total recognised gains and losses had FRS 17 been operative would have been:

	<b>2005 £'000</b>	<b>2004 £'000</b>
Analysis of amount charged to operating surplus:		
Service Cost	74	70
	<hr/>	<hr/>
Analysis of amount credited to other finance income:		
Expected Return on Employer Assets	45	34
Interest on Pension Scheme Liabilities	(40)	(29)
	<hr/>	<hr/>
Net Return	5	5
	<hr/>	<hr/>
Net Revenue Account Cost	<u>69</u>	<u>65</u>

**GREIG CITY ACADEMY****2004/05****NOTES TO THE AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2005**

<b>11. Staff Costs (continued)</b>	<b>2005 £'000</b>	<b>2004 £'000</b>
Analysis of amount recognised in statement of total recognised gains and losses (STRGL):		
Actual Return less Expected Return on Pension Scheme Assets	54	8
Experience Gains and Losses Arising on the Scheme Liabilities	(80)	(1)
Changes in Financial Assumptions Underlying the Present Value of the Scheme Liabilities	(63)	(58)
Actuarial Loss in Pension Plan and Recognised in STRGL	<u>(89)</u>	<u>(51)</u>

A history of Experience Gains and Losses at 31 August 2005 would have been as follows:

	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>
Difference between the expected and actual return on Scheme Assets (£'000)	54	8	(10)	-
Value of Assets (£'000)	589	560	417	325
Percentage of Assets (%)	9.1%	1.4%	(2.4%)	
Experience Gains/(Losses) on liabilities (£'000)	(80)	(1)	8	(130)
Total present value of liabilities (£'000)	769	659	477	387
Percentage of the Total Present Value of Liabilities (%)	(10.4%)	(0.2%)	1.7%	(33.6%)
Actuarial Gains/Losses Recognised in STRGL (£'000)	(89)	(51)	(23)	(130)
Total present value of liabilities (£'000)	769	659	477	387
Percentage of the Total Present Value of Liabilities (%)	(11.6%)	(7.7%)	(4.8%)	(33.6%)

**GREIG CITY ACADEMY**

**2004/05**

**NOTES TO THE AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2005**

<b>12. Tangible Fixed Assets</b>	<b>Additions and Improvements to Premises £'000</b>	<b>Furniture &amp; Equipment £'000</b>	<b>Computer Equipment £'000</b>	<b>Total £'000</b>
<b>Cost or valuation</b>				
As at 31 August 2004	12,101	269	1,453	13,823
Additions	<u>2,071</u>	<u>135</u>	<u>184</u>	<u>2,390</u>
<b>At 31 August 2005</b>	<u>14,172</u>	<u>404</u>	<u>1,637</u>	<u>16,213</u>
<b>Depreciation</b>				
As at 31 August 2004	834	49	443	1,326
Charge for year	<u>708</u>	<u>60</u>	<u>409</u>	<u>1,177</u>
<b>At 31 August 2005</b>	<u>1,542</u>	<u>109</u>	<u>852</u>	<u>2,503</u>
<b>Net book value at</b>				
<b>At 31 August 2005</b>	<u>12,630</u>	<u>295</u>	<u>785</u>	<u>13,710</u>
<b>At 31 August 2004</b>	<u>11,267</u>	<u>220</u>	<u>1,010</u>	<u>12,497</u>

The land and buildings occupied rent free by the Academy are owned by a separate trust and are not therefore included in the accounts of the Academy. Expenditure incurred by the Academy in Premises improvements is capitalised and is depreciated over the anticipated useful economic life of the buildings, from the date of occupation.

**The Net Book Value at 31 August 2005 represents Fixed Assets used for:**

	<b>Additions &amp; Improvements to Premises £'000</b>	<b>Furniture &amp; Equipment £'000</b>	<b>Computer Equipment £'000</b>	<b>Total £'000</b>
Provision of Education	9,472	221	589	10,282
Support Services	1,895	44	118	2,057
Management and Administration	<u>1,263</u>	<u>30</u>	<u>78</u>	<u>1,371</u>
	<u>12,630</u>	<u>295</u>	<u>785</u>	<u>13,710</u>

	<b>2005 £'000</b>	<b>2004 £'000</b>
<b>Source of funding for Assets acquired</b>		
DfES Capital Grants	14,422	12,589
DfES Development Grant	81	81
Private Sector Capital Sponsorship	1,633	1,081
General Purpose Fund (grant income)	<u>77</u>	<u>72</u>
	<u>16,213</u>	<u>13,823</u>

**GREIG CITY ACADEMY**  
2004/05

**NOTES TO THE AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2005**

**13. Fixed Asset Investments**

The Academy held no investments at 31 August 2005.

14. Debtors	2005	2004
	£'000	£'000
Grant Debtors:		
Capital Project Grant	-	248
Standards Fund	76	294
Devolved Formula Capital	90	-
Sponsorship Debtor	55	-
Other Grant Debtors	11	46
Prepayments	31	58
	<u>263</u>	<u>646</u>

15. Creditors: amounts falling due within one year:	2005	2004
	£'000	£'000
Capital Expenditure Creditors	30	248
Purchase Ledger Control	113	87
Taxation and Social Security	84	76
GCA Training Allowance	27	-
Accruals	119	124
Deferred Income	-	174
	<u>373</u>	<u>709</u>

**GREIG CITY ACADEMY**  
2004/05

**NOTES TO THE AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2005**

**16. Restricted Funds**

The Restricted General Fund is intended to fund the operating costs of the Academy.  
The Restricted Governors' Discretionary Fund is set aside to generate income which can be used at the discretion of the Principal.  
The Restricted Capital Fund is set aside to fund future capital purchases.  
The Restricted Fixed Asset Fund is set aside to fund future depreciation.

	Balance at 31/8/04	Incoming Resources & Transfers	Expenditure Gains, Losses & Transfers	Balance at 31/8/05
	£'000	£'000	£'000	£'000
General Annual Grant	-	4,077	4,062	15
Other DfES Grants	-	338	290	48
LEA Grants	-	630	630	-
Other Income	-	63	63	-
<b>Restricted General Funds</b>	<b>-</b>	<b>5,108</b>	<b>5,045</b>	<b>63</b>
<b>Restricted Governors' Discretionary Fund</b>	<b>117</b>	<b>25</b>	<b>-</b>	<b>142</b>
DfES Capital Grant	-	1,833	1,833	-
Private Sector Capital Sponsorship	233	315	547	1
Other Income	-	5	5	-
<b>Restricted Capital Fund</b>	<b>233</b>	<b>2,153</b>	<b>2,385</b>	<b>1</b>
<b>Restricted Fixed Asset Fund</b>	<b>12,497</b>	<b>2,390</b>	<b>1,177</b>	<b>13,710</b>
<b>Total Restricted Funds</b>	<b>12,847</b>	<b>9,676</b>	<b>8,607</b>	<b>13,916</b>

**17. Analysis Of Net Assets Between Funds**

Fund balances at 31 August 2005 are represented by:

	Unrestricted General Fund £'000	Restricted Funds				Total Funds £'000
		Fixed Assets £'000	Capital £'000	General £'000	Governors' Fund £'000	
Tangible Fixed Assets	-	13,710	-	-	-	13,710
Current Assets	48	-	1	436	142	627
Creditors: Amounts falling due within one year	-	-	-	(373)	-	(373)
<b>Total Net Assets</b>	<b>48</b>	<b>13,710</b>	<b>1</b>	<b>63</b>	<b>142</b>	<b>13,964</b>

**GREIG CITY ACADEMY**  
2004/05

**NOTES TO THE AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2005**

**18. Related Party Transactions**

During the year, the Academy received sponsorship income of £315,000 to fund capital expenditure from its main sponsors, the HS & SV Greig Trust (which provided £230,000) and the London Diocesan Board for Schools (which provided £85,000). Both of these bodies appoint two trustees (who are also directors of the company and Governors of the Academy).

**19. Capital Commitments**

	2005 £'000	2004 £'000
Contracted for, but not provided in the accounts	175	3,036
Authorised by governors, but not yet contracted	-	-
Funded by		
DfES Capital Grant	-	1,988
Sponsors Capital Grant	175	929
Future Revenue Income	-	<u>119</u>

**20. Analysis of Transfers Between Funds**

- (a) £2,390,000 has been transferred into the fixed asset fund representing the cost of fixed assets purchased during the year, £2,330,000 being from the capital fund and £60,000 from the restricted general funds
- (b) £15,000 has been transferred from the unrestricted general fund to the governors' fund to bring the balance in the governors' fund up to its intended level of £132,000.

**GREIG CITY ACADEMY**  
**2004/05**

**DETAILED INCOME AND EXPENDITURE**  
**(REVENUE ACCOUNT)**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

<b>INCOME</b>		<b>2005</b>	<b>2004</b>
		<b>£</b>	<b>£</b>
<b>General Annual Grant (GAG)</b>	<b>(I06)</b>		
Formula Funded		3,824,062	3,328,807
VAT		169,998	179,032
Insurance		83,320	65,857
		<u>4,077,380</u>	<u>3,573,696</u>
<b>Other DfES Grants</b>	<b>(I06)</b>		
Start Up		90,732	601,230
Teachers Pay Grants		5,180	60,012
Intervention Funds		65,299	75,068
Earmarked Annual Grant (EAG)		-	36,908
Restructuring Grant		-	97,379
Devolved Formula Capital		164,496	-
Other		12,641	-
		<u>338,348</u>	<u>870,597</u>
<b>Other Government Grants</b>			
LEA Grants		-	30,779
New Opportunities Fund	(I06)	17,000	-
Standards Funds	(I05)	613,386	487,614
		<u>630,386</u>	<u>518,393</u>
<b>Other Income</b>			
Hire of Facilities & Services	(I08)	1,890	1,444
Sales of Uniforms	(I08)	7,476	6,075
Interest Received	(I08)	12,704	18,615
Other Income	(I08)	6,066	11,438
Catering Income	(I09)	33,897	36,244
Teacher Training Agency		-	5,415
Donations/Other Income	(I13)	73,980	-
		<u>136,013</u>	<u>79,231</u>
<b>Total Revenue Income</b>		<b>5,182,127</b>	<b>5,041,917</b>
<b>Total Revenue Expenditure</b>		<b>5,040,027</b>	<b>4,908,897</b>
<b>Revenue Surplus for the Year</b>		<b><u>£142,100</u></b>	<b><u>£133,020</u></b>

**GREIG CITY ACADEMY**  
2004/05

**DETAILED INCOME AND EXPENDITURE**  
**(REVENUE ACCOUNT)**  
**FOR THE YEAR ENDED 31 AUGUST 2005**

		<b>Total 2005 £</b>	<b>General Annual Grant £</b>	<b>Other DfES Grants £</b>	<b>Other Government Grants £</b>	<b>Other Income £</b>	<b>Total 2004 £</b>
<b>EXPENDITURE</b>							
<b>(Analysed by the source of funding)</b>							
Teaching Staff	(E01)	2,625,462	2,046,631	5,180	573,651	-	2,562,732
Education Support Staff	(E03)	622,485	540,750	25,000	56,735	-	452,692
Premises Staff	(E04)	204,148	204,148	-	-	-	174,702
Admin & Clerical Staff	(E05)	152,397	152,397	-	-	-	131,892
Catering Staff	(E06)	64,714	64,714	-	-	-	63,721
Cost of Other Staff	(E07)	18,122	18,122	-	-	-	24,812
<b>Total Payroll Costs</b>		<b>3,687,328</b>	<b>3,026,762</b>	<b>30,180</b>	<b>630,386</b>	<b>-</b>	<b>3,410,551</b>
Indirect Employee Expenses	(E08)	59,045	59,045	-	-	-	58,360
Staff Development & Training	(E09)	26,984	26,984	-	-	-	12,841
Building Maint. & Improvement	(E12)	40,406	40,406	-	-	-	166,258
Grounds Maint. & Improvement	(E13)	305	305	-	-	-	25,612
Cleaning & Caretaking	(E14)	8,268	8,268	-	-	-	27,558
Water & Sewerage	(E15)	5,091	5,091	-	-	-	4,758
Energy	(E16)	58,022	58,022	-	-	-	20,586
Rates	(E17)	2,482	2,482	-	-	-	1,063
Other Occupation Costs	(E18)	35,642	35,642	-	-	-	43,172
Learning Resources (not ICT)	(E19)	158,418	33,418	80,000	-	45,000	172,968
ICT Learning Resources	(E20)	229,396	79,396	150,000	-	-	145,706
Exam Fees	(E21)	56,102	56,102	-	-	-	119,948
Administrative Supplies	(E22)	71,719	71,719	-	-	-	137,448
Insurance Premiums	(E23)	96,096	96,096	-	-	-	67,170
Special Facilities	(E24)	7,315	7,315	-	-	-	51,931
Catering Supplies	(E25)	61,262	43,365	-	-	17,897	72,900
Agency Supply Staff	(E26)	365,737	365,737	-	-	-	206,181
Bought in Prof. Supp-Curriculum	(E27)	32,007	17,007	15,000	-	-	-
Bought in Prof. Supp- Other	(E28)	38,402	23,402	15,000	-	-	163,886
<b>Total Other Expenditure</b>		<b>1,352,699</b>	<b>1,029,802</b>	<b>260,000</b>	<b>-</b>	<b>62,897</b>	<b>1,498,346</b>
<b>Total Expenditure</b>		<b>£5,040,027</b>	<b>£4,056,564</b>	<b>£290,180</b>	<b>£630,386</b>	<b>£62,897</b>	<b>£4,908,897</b>