

Company Registration Number  
07342848 (England and Wales)

**St Buryan Academy Primary School  
(A Company Limited by Guarantee)**

**Annual Report and Financial Statements**

**Period Ended 31 August 2011**

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## **St. Buryan Academy Primary School**

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## **St. Buryan Academy Primary School**

### **Reference and Administrative Details**

Governors (Trustees and Directors)	A George – Chair (appointed 11/08/10) P Hersant – Vice Chair (appointed 11/08/10) R Care – (appointed 11/08/10) P Matthew – Responsible Officer and Parent Governor (appointed 11/08/10) R Gwennap – Parent Governor (appointed 11/08/10) R Thomas – Parent Governor (appointed 11/08/10) D Hardy – (appointed 11/08/10) Rev A Burlton – (appointed 11/08/10) I Piner – (appointed 11/08/10) M Morrish – (appointed 28/03/11)
Governors (not Trustees or Directors)	S Thomas – Support Staff Governor (appointed 10/08/10) P Gazzard – Principal (appointed 11/08/10 and resigned 6 April 2011) J Pascoe – (Appointed 11/08/10 and appointed as Principal 6 April 2011)  O Cunnell – Teacher Governor (appointed 17/05/11)
Clerk to the Governors	T Care – (appointed 11/08/10)
Senior Management Team	Consists of the Principal and Clerk to the Governors
Principal and Registered Office	Rectory Road St Buryan Penzance TR18 6BB
Company Registration Number	07342848 (England and Wales)
Senior Statutory Auditor	Paula Thomas BA FCA DChA
Independent Auditor	Walker Moyle Chartered Accountants Alverton Pavilion Trewithen Road Penzance Cornwall TR18 4LS
Bankers	Natwest Bank Royal Bank of Scotland Group Plc Penzance Branch 31 Alverton Street Penzance Cornwall TR18 2QQ

**St. Buryan Academy Primary School**

**Reference and Administrative Details (Continued)**

**Bankers**

Santander UK Plc  
2 Triton Square  
Regents Place  
London  
NW1 3AN

Crédit Agricole du Morbihan  
SCOP  
Avenue de Kerenguen  
Vannes Cedex 9  
Vannes 56956  
FRANCE

**Solicitors**

Porter Dodson Solicitors and Advisors  
15 High Street  
Wellington  
Somerset  
TA21 8QR

## **St. Buryan Academy Primary School**

### **Governors' Report**

The Governors present their report together with the financial statements and auditors' report of the charitable company for the period from incorporation on 11 August 2010 to 31 August 2011. St Buryan Academy Primary School converted to Academy status on 1 September 2010.

#### Constitution

The Academy Trust is a company limited by guarantee and an exempt charity. The Charitable Company's memorandum and articles of association are the primary governing documents of the Academy Trust.

The Governors act as the trustees for the charitable activities of St Buryan Academy Primary School. The Governors, except as noted, are also the directors of the Charitable Company for the purposes of company law. The Governors employed by the Academy are not Directors or Trustees. The Charitable Company is known as St Buryan Academy Primary School.

Details of the Governors who served throughout the year except as noted are included in the Reference and Administrative details on page 1.

#### Members' Liability

Each member of the Charitable Company undertakes to contribute to the assets of the Charitable Company in the event of it being wound up while they are a member, or within one year after they cease to be a member, such amount as may be required, not exceeding £10, for the debts and liabilities contracted before they ceased to be a member.

#### Governors' Indemnities

The Directors and Officers (employees whilst acting in a managerial or supervisory capacity) of the Academy are covered against claims as part of the Academy's Professional Indemnity Insurance. The total cost of the Professional Indemnity and other combined insurance is £4,871.59. It has not been possible to identify the amount paid that relates to the Directors and Officers insurance only.

#### Principal Activities

The Principal Activity of St Buryan Academy Primary School is to advance for the public benefit education in the United Kingdom, in particular, but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing a school offering a broad and balanced curriculum.

#### Method of Recruitment and Appointment or Election of Governors

The first Governors are those persons named in the statement delivered pursuant to sections 9 and 12 of the Companies Act 2006.

Other Governors are appointed as follows:

- a) By members – The members may appoint up to 10 Governors, save that there shall be no more than three employees of the Academy Trust (including the Principal).
- b) Local Authority – The Local Authority may appoint the Local Authority Governor.
- c) Ex- Officio Governor – Shall be the Principal.
- d) By parents – The parent Governors shall be elected by parents of registered pupils at the Academy. A parent Governor must be a parent of a pupil at the Academy at the time when elected.

## **St. Buryan Academy Primary School**

### **Governors' Report (Continued)**

- e) Governing body - Can appoint parent Governors if the number of parents standing for election is less than the number of vacancies
- f) The Governors – The Governors may appoint up to 3 co-opted Governors. The Governors may not co-opt an employee of the Academy Trust as a co-opted Governor if the number of Governors who are employed by the Academy Trust would exceed 3 (including the Principal)
- g) The Secretary of State – May appoint Additional Governors in the following circumstances
  - i) If the Governors have received a warning notice and the Governors have failed to comply with the notice
  - ii) Where following an Inspection by the Chief Inspector in accordance with the Education Act 2005 (an "Inspection") the Academy Trust receives an Ofsted grading (being a grade referred to in The Framework for School Inspection or any modification or replacement of that document for the time being in force) which amounts to a drop, either from one Inspection to the next Inspection or between any two Inspections carried out within a 5 year period, of two Ofsted grades. For the purposes of the foregoing the grade received by St. Buryan Primary School shall be regarded as the grade received by the Academy
  - iii) The Secretary of State may also appoint such Further Governors as he thinks fit if a Special Measures Termination Event (as defined in the Funding Agreement) occurs in respect of the Academy

Within 5 days of the Secretary of State appointing any Additional or Further Governors, any Governors appointed under Article 50 of the Memorandum and Articles of Association and holding office immediately preceding the appointment of such Governors, shall resign immediately and the Members' power to appoint Governors under Article 50 shall remain suspended until the Secretary of State removes one or more of the Additional or Further Governors

The term of office for any Governor except the Principal shall be 4 years. Subject to remaining eligible to be a particular type of Governor, any Governor may be reappointed or re-elected

### **Policies and Procedures Adopted for the Induction and Training of Governors**

All Governors are related to the school in some way and are therefore familiar with the school. All Governors have the opportunity to go on training courses and receive guidance and training from existing Governors

### **Organisational structure**

The decisions relating to the running of the school are made by the board of Governors, who meet on a regular basis. School policies and recommendations for future action can be put to the board of Governors by any Governor. Although the majority of the recommendations are by the three Governors employed by the Academy. The day to day running of the school is delegated to the Principal. The Clerk to the Governors, who is also the School Secretary, supports the Principal in the day to day management of the school

### **Risk management**

The major risk to which the Academy is exposed is a reduction in funding either due to a reduction in pupil numbers or a change in the funding from the Government. This risk is mitigated by an annual budget being prepared and regularly reviewed to ensure that resources expended do not exceed incoming resources

The Charity also has a risk of misstatement of income, however this is mitigated as the majority of the School's income is from the Young People's Learning Agency (YPLA) via the General Annual Grant (GAG). Sufficient paperwork exists to support the payment and adequate systems are in place to ensure that the income is included in the accounts

## **St. Buryan Academy Primary School**

### **Governors' Report (Continued)**

#### Connected Organisations, including Related Party Relationships

All of the Governors are related parties of the Academy

#### **Objectives and Activities**

##### Objects and Aims

The object of the Academy is to advance for the public benefit education in the United Kingdom, in particular but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing a school offering a broad and balance curriculum

The Academy's mission statement is 'FIRM FOUNDATIONS for the FUTURE'

The Academy's aims are

**HIGH STANDARDS:** Our whole school community strives for our best in all aspects of school life

**ENJOYMENT in LEARNING:** Our school was one of the first schools nationally to recognise the importance of a creative curriculum to ensure enjoyment in the learning process. We believe that school should be fun and exciting for everyone in order for our children to understand how they learn and to develop a love for lifelong learning

**RESPECT:** We encourage respect for everyone, regardless of who they are or what they have. We respect the environment as a source of life and inspiration

At St Buryan Academy we believe in making children's learning relevant and do all we can to link our learning to the world around us

##### Public Benefit

The Academy benefits the public by being open to all children with no fees being charged for admittance to the school. The Academy is also an important central part of the local community

The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2006 and the Charities (Accounts and Reports) Regulations 2008 to have due regard to guidance on public benefit, published by the Charity Commission

#### **Achievements and Performance**

During the year the Academy secured a capital grant to replace the old boiler and heating system. The Academy has also managed to maintain small class sizes, with each year group having its own class except for years 3 and 4 which are mixed. All classes have a teaching assistant which is a valuable addition to the classroom. The children have enjoyed going on many trips in the year, which have been subsidised by the school, as they are part of the children's educational experience. The children have also made good use of the new IT equipment and notebooks. The carryover figure from the budget for the year and the balance transferred on conversion to Academy status ensures that the financial position is sound for the next financial year.

The activities for generating funds mainly consist of parental contributions towards activities and excursions, including lunch money. These are voluntary contributions and the majority of the funds are subsidised by the Academy.

##### Going Concern

After making appropriate enquiries, the Governing Body has a reasonable expectation that the Academy Trust has adequate resources to continue in operational existence for the foreseeable future. For this reason it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Statement of Accounting Policies.

## **St. Buryan Academy Primary School**

### **Governors' Report (Continued)**

#### **Key Financial Performance Indicators**

The Key Financial Performance Indicators are

General Annual Grant (GAG) received in year to 31 August 2011 £447,255

General Annual Grant carried forward at 31 August 2011 £2,032

Level of unrestricted reserves carried forward at 31 March 2011 £79,275

#### **Financial Review**

##### Financial and Risk Management Objectives and Policies

The Academy's principal financial instruments comprise bank balances, trade creditors and other debtors. The main purpose of these instruments is to finance the Academy's operations.

Due to the nature of the financial instruments used by the Academy there is no exposure to price risk. The Academy's approach to managing other risks applicable to the financial instruments concerned is shown below.

In respect of bank balances the liquidity risk is managed by a continual review of the balance and the forecast expenditure, to ensure that the account never goes overdrawn and all liabilities met.

Other debtors mainly consist of grants due but not yet paid. Due to their nature and recognition when the income is almost certain, the risk is minimal.

Trade creditors liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

##### Principal Risks and Uncertainties

The largest financial risk would relate to an unexpected liability. All resources expended are only paid when properly authorised and expenditure is continually reviewed. Reserves are kept at a level to try to ensure that any unexpected expenditure can be met.

##### Reserves Policy

There are no designated reserves. All restricted reserves relate to income received with conditions regarding expenditure. The level of free, unrestricted reserves at the 31 August 2011 is £79,275.

##### Investment Policy

The Academy retains surplus funds in its bank accounts. The board of Governors will monitor the type of bank accounts held and decide to either close or open additional accounts if necessary.

The Governor's have the power to invest any funds of the Academy not immediately required for the furtherance of its objects, but to invest only after obtaining such advice from a financial expert as the Governors consider necessary and having regard to the suitability of investments and the need for diversification.



## **St. Buryan Academy Primary School**

### **Governors' Report (Continued)**

#### **Plans for Future Periods**

To maintain small class sizes with a teaching assistant in each class which will reflect in academic outcomes being improved. Seek funding and/or within budget to enhance school building by providing a Nursery space. To refurbish the toilet area in the old part of the building, possibly the reception area with storage either added or included within the present building. Rebrand the school with new logo, signage and prospectus. Continue to subsidize residential trips, including London next year.


#### **Auditor**

In so far as the Governors are aware.

- there is no relevant audit information of which the charitable company's auditor is unaware, and
- the Governors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

This report has been prepared in accordance with the small companies regime of the Companies Act 2006

Approved by order of the members of the Governing Body on 14.12.2011 and signed on its behalf by



A George (Chair)

## **St. Buryan Academy Primary School**

### **Statement of Internal Control**

#### **Scope of Responsibility**

As Governors, we acknowledge we have overall responsibility for ensuring that St Buryan Academy Primary School has an effective and appropriate system of control, financial and otherwise. However, such a system is designed to manage rather than eliminate the risk of failure to achieve business objectives, and can provide only reasonable and not absolute assurance against material misstatement or loss.

The Governing Body has delegated the day-to-day responsibility to the Principal, as Accounting Officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and in accordance with the requirements and responsibilities assigned to it in the funding agreement between St Buryan Academy Primary School and the Secretary of State for Education. They are also responsible for reporting to the Governing Body any material weaknesses or breakdowns in internal control.

#### **The Purpose of the System of Internal Control**

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives, it can therefore only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an ongoing process designed to identify and prioritise the risks to the achievement of Academy Trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in St Buryan Academy Primary School for the period ended 31 August 2011 and up to the date of approval of the annual report and financial statements.

#### **Capacity to Handle Risk**

The Governing Body has reviewed the key risks to which the Academy Trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The Governing Body is of the view that there is a formal ongoing process for identifying, evaluating and managing the Academy Trust's significant risks that has been in place for the period ending 31 August 2011 and up to the date of approval of the annual report and financial statements.

#### **The Risk and Control Framework**

The Academy Trust's system of internal financial control is based on a framework of regular management information and administrative procedures including the segregation of duties and a system of delegation and accountability. In particular, it includes:

- comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the Governing Body,
- regular reviews by the Finance and General Purposes Committee of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes,
- setting targets to measure financial and other performance,
- clearly defined purchasing (asset purchase or capital investment) guidelines,
- delegation of authority and segregation of duties,
- identification and management of risks

## **St. Buryan Academy Primary School**

### **Statement of Internal Control (Continued)**

The Governing Body has considered the need for a specific internal audit function and has decided not to appoint an internal auditor. However, the Governors have appointed P Matthew, a Governor, as Responsible Officer (RO). The RO's role includes giving advice on financial matters and performing a range of checks on the Academy Trust's financial systems. On a regular basis, the RO reports to the Governing Body on the operation of the systems control and on the discharge of the Governing Body's financial responsibilities.

During the course of the audit some additional controls have been recommended that the RO along with schools accounts team are to implement to enhance the control environment. None of these are considered material control weaknesses.

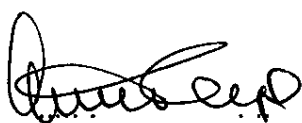
#### **Review of Effectiveness**

As Accounting Officer, the Principal has responsibility for reviewing the effectiveness of the system of internal control. During the year in question the review has been informed by

- the work of the Responsible Officer,
- the work of the external auditor; and
- the financial management and governance self assessment process

The Accounting Officer has been advised of the implications of the result of their review of the system of internal control by the Finance and General Purposes Committee and a plan to address weaknesses and ensure continuous improvement of the system is in place.

Approved by order of the member of the Governing Body on 14.12.16 and signed on its behalf by



A George (Chair)



J Pascoe (Principal and Accounting Officer)

## **St. Buryan Academy Primary School**

### **Statement of Governors Responsibilities**

The Governors (who act as trustees for charitable activities of St Buryan Academy Primary School and with the exception of the three Governors employed by the Academy Trust, are also the Directors of the Charitable Company for the purposes of company law) are responsible for preparing the Governors' report and the financial statements in accordance with the Annual Accounts Requirements issued by the Young People's Learning Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations

Company law requires the Governors to prepare financial statements for each financial year. Under company law the Governors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Governors are required to

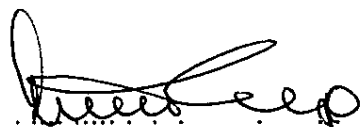
- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charitable Company will continue in business

The Governors are responsible for keeping adequate accounting records that are sufficient to show and explain the Charitable Company's transactions and disclose with reasonable accuracy at any time the financial position of the Charitable Company, and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charitable Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Governors are responsible for ensuring that in its conduct and operation the Charitable Company applies financial and other controls, which conform with the requirements both of propriety and of good financial management. They are also responsible for ensuring grants received from the YPLA/DfE have been applied for the purposes intended.

The Governors are responsible for the maintenance and integrity of the corporate and financial information included on the Charitable Company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by order of the members of the Governing Body on 14.12.11 and signed on its behalf by



A George (Chair)

## **St. Buryan Academy Primary School**

### **Independent Auditor's Report to the Members and Governors of St. Buryan Academy Primary School**

We have audited the financial statements of St Buryan Academy School for the period ended 31 August 2011 which comprise the Statement of Financial Activities, incorporating the income and expenditure account, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 auditors 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 Auditor**

As explained more fully in the Governors Responsibilities Statement set out on Page 10 the Governors (who with the exception of the three governors employed by the Academy Trust, are also the Directors of the charitable company for the purposes of company law) are reasonable for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed auditor under the Companies Act 2006 and section 43 of the Charities Act 1993 and report in accordance with those Acts. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

#### **Scope of the Audit of the Financial Statements**

A description of the scope of an audit of financial statements is provided by the APB's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm)

#### **Opinion on Financial Statements**

In our opinion the financial statements

- give a true and fair view of the academy's affairs as at 31 August 2011 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006
- the financial statements have been prepared in accordance with the financial reporting and annual accounts requirements issued by the Department for Education in respect of the relevant financial year
- adequate accounting records have been kept by the academy throughout the year, and
- the grants made by the Department for Education have been applied for the purposes intended

**St. Buryan Academy Primary School**

**Independent Auditor's Report to the Members and Governors of St. Buryan Academy Primary School**

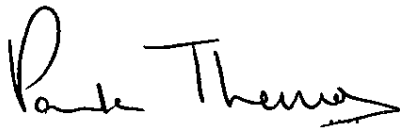
**Opinion on Other Matter Prescribed by the Companies Act 2006**

In our opinion the information given in the Governor's Annual Report for the financial period for which the financial statements are prepared is consistent with the financial statements

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of Governors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the Governors were not entitled to prepare the financial statements in accordance with the small companies regime



Date 19 December 2011

Paula Thomas BA FCA DChA (Senior Statutory Auditor)  
for and on behalf of Walker Moyle Chartered Accountants and Statutory Auditors  
Alverton Pavilion  
Trewithen Road  
Penzance  
Cornwall  
TR18 4LS

**St. Buryan Academy Primary School**

**Statement of Financial Activities for the Period Ended 31 August 2011**

**(including Income and Expenditure account and Statement of Total Recognised Gains and Losses)**

	Note	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total 2011 £
<b>Incoming resources</b>					
Incoming resources from generated funds					
• Voluntary income	3	71,378	3,428	660,657	735,463
• Activities for generating funds	4	8,000	62,550	100	70,650
• Investment income	5	3	-	-	3
Incoming resources from charitable activities					
• Funding for the Academy's educational operations	6	1,971	514,548	32,654	549,173
<b>Total incoming resources</b>		<u>81,352</u>	<u>580,526</u>	<u>693,411</u>	<u>1,355,289</u>
<b>Resources expended</b>					
Cost of generating funds					
• Costs of generating voluntary income		-	3,463	18,510	21,973
• Fundraising trading		6,395	79,209	100	85,704
Charitable activities					
• Academy's educational operations	8	13	478,868	2,489	481,370
Governance costs	9	-	7,522	-	7,522
<b>Total resources expended</b>	7	<u>6,408</u>	<u>569,062</u>	<u>21,099</u>	<u>596,569</u>
<b>Net incoming / (outgoing) resources before transfers</b>		<u>74,944</u>	<u>11,464</u>	<u>672,312</u>	<u>758,720</u>
Gross transfers between funds	17	4,331	(2,946)	(100)	1,285
<b>Net income/(expenditure) for the year and net movement in funds</b>		<u>79,275</u>	<u>8,518</u>	<u>672,212</u>	<u>760,005</u>
<b>Reconciliation of funds</b>					
<b>Funds carried forward at 31 August 2011</b>	17	<u>79,275</u>	<u>8,518</u>	<u>672,212</u>	<u>760,005</u>


All of the Academy's activities derive from the acquisition of the Academy School on the 1 September 2010. There were no other activities acquired or disposed of during the year.

A Statement of Total Recognised Gains and Losses is not required as all gains and losses are included in the Statement of Financial Activities.

**St. Buryan Academy Primary School****Company Number  
07342848****Balance Sheet as at 31 August 2011**

		<u>2011</u>	
		<u>£</u>	<u>£</u>
<b>Fixed assets</b>			
Tangible assets	13		655,979
<b>Current assets</b>			
Stock	14	550	
Debtors	15	39,480	
Cash at bank and in hand		113,376	
		<u>153,406</u>	
<b>Creditors</b> - Amounts falling due within one year	16	49,380	
<b>Net current assets</b>			<u>104,026</u>
<b>Net assets</b>			<u><u>760,005</u></u>
<b>Funds of the academy:</b>			
<b>Restricted funds</b>			
• Fixed asset funds	17		672,212
• General funds	17		8,518
Total restricted funds			<u>680,730</u>
<b>Unrestricted funds</b>			
• General fund	17		79,275
<b>Total unrestricted funds</b>			<u>79,275</u>
<b>Total funds</b>			<u><u>760,005</u></u>

The financial statements on pages 1 to 28 were approved by the Governors, and authorised for issue on 14.12.11 and are signed on their behalf by.

  
A George (Chair)



## **St. Buryan Academy Primary School**

### **Notes to the Financial Statements for the Period Ended 31 August 2011**

#### **1. Statement of Accounting Policies**

##### **Basis of Preparation**

The financial statements have been prepared under the historical cost convention in accordance with applicable United Kingdom Accounting Standards, the Charity Commission 'Statement of Recommended Practice' Accounting and Reporting by Charities' ('SORP 2005'), the Academies Accounts Direction issued by the YPLA and the Companies Act 2006. A summary of the principal accounting policies, which have been applied consistently, except where noted, is set out below.

##### **Going Concern**

The Governors assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the company to continue as a going concern. The Governors make this assessment in respect of a period of one year from the date of approval of the financial statements.

##### **Incoming Resources**

All incoming resources are recognised when the Academy Trust has entitlement to the funds, certainty of receipt and the amount can be measured with sufficient reliability. The income is derived from the Ordinary Activities and is stated after trade discounts, other sales taxes and net of VAT (if charged).

- **Grants receivable**

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the balance sheet. Where income is received in advance of entitlement of receipt its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

- **Donations**

Donations are recognised on a receivable basis where there is certainty of receipt and the amount can be reliably measured.

- **Other income**

Other income, is recognised in the period it is receivable and to the extent the goods have been provided or on completion of the service.

- **Donated Services and gifts in kind**

The value of donated services and gifts in kind provided to the Academy Trust are recognised at their open market value in the period in which they are receivable as incoming resources, where the benefit to the Academy Trust can be reliably measured. An equivalent amount is included as expenditure under the relevant heading in the Statement of Financial Activities, except where the gift in kind was a fixed asset in which case the amount is included in the appropriate fixed asset category and depreciated over the useful economic life in accordance with Academy Trust's policies.

- **Transfer for assets and liabilities from the Local Authority**

The assets and liabilities transferred on conversion to an Academy are included at valuation at 1 September 2010. The assets were valued at current market value at 1 September 2010. The significant asset, the school building, and the other stock and assets have been valued based on the Governors best estimate of the current value of the school and land. The money transferred from the Local Authority is included in the accounts at the value transferred. The pension liability has not been included in the accounts as sufficient information on the value of the liability is not available. Please see note 1 – Pension Benefits for details.

## **St. Buryan Academy Primary School**

### **Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)**

#### **1. Statement of Accounting Policies (continued)**

##### **Resources Expended**

All expenditure is recognised in the period in which a liability is incurred and has been classified under headings that aggregate all costs related to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

- **Costs of generating funds**

These are costs incurred in attracting voluntary income and those incurred in trading activities that raise funds.

- **Charitable activities**

These are costs incurred on the Academy Trust's educational operations.

- **Governance Costs**

These include the costs attributable to the Academy Trust's compliance with constitutional and statutory requirements, including audit, strategic management and Governor's meetings and reimbursed expenses. 5% of the head teachers gross salary including employers pension and National Insurance and 12.5% of the Academy's secretary's gross salary including employers pension and National Insurance have been allocated to Governance costs.

All resources expended are inclusive of irrecoverable VAT.

##### **Tangible Fixed Assets**

Assets costing £100 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

Where tangible fixed assets have been acquired with the aid of specific grants, either from the government or from the private sector, they are included in the Balance Sheet at cost and depreciated over their expected useful economic life. The related grants are credited to a restricted fixed asset fund in the Statement of Financial Activities and carried forward in the Balance Sheet. Depreciation on such assets is charged to the restricted fixed asset fund in the Statement of Financial Activities so as to reduce the fund over the useful economic life of the related asset on a basis consistent with the Academy Trust's depreciation policy.

Depreciation is provided on all tangible fixed assets other than freehold land, at rates calculated to write off the cost of each asset over its expected useful lives, as follows:

Freehold buildings	Equally over 50 years
Fixtures, fittings and equipment	Equally over 10 years
ICT equipment	Equally over 3 years
Motor vehicles	On a reducing balance basis at 25% per year

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of Financial Activities.

## **St. Buryan Academy Primary School**

### **Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)**

#### **1. Statement of Accounting Policies (continued)**

##### **Leased Assets**

Rentals under operating leases are charged equally over the term of lease

##### **Stock**

Unsold uniforms and catering stocks are valued at the lower of cost or net realisable value.

##### **Taxation**

The Academy Trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Academy Trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Charitable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable processes

##### **Pension Benefits**

Retirement benefits to employees of the Academy Trust are provided by the Teachers' Pension Scheme ('TPS') and the Local Government Pension Scheme ('LGPS'). These are defined benefit schemes, are contracted out of the State Earnings-Related Pension Scheme ('SERPS'), and the assets are held separately from those of the Academy Trust

The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with the Academy Trust in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary on the basis of quinquennial valuations using a prospective benefit method. As stated in Note 22, the TPS is a multi employer scheme, and the Academy Trust is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis. The TPS is therefore treated as a defined contribution scheme and the contributions are recognised as they are paid each year

The LGPS is known as the 'Cornwall Pension Fund'. It is a funded scheme and the assets are held separately from those of the Academy Trust in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit method and discounted at a rate known as an Asset Out Performance Assumption of 1.4% p.a. The actuarial valuations are obtained at least triennially.

The Trust is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis, since the last valuation was obtained prior to the school converting to Academy status. The LGPS is therefore treated as a defined contribution scheme and the contributions are recognised as they are paid each year

##### **Foreign Exchange**

Resources expended in Euro's from the French bank accounts are converted into Sterling at the average rate of exchange for the period of the financial statements

##### **Fund Balances**

Incoming resources and resources expended are allocated to the appropriate fund. Any transfers between funds are done at the year end to subsidise any funds in deficit. All restricted balances are retained where there is agreement with the fund provider to do so

##### **Volunteers**

The parent and other volunteer time given freely has not been included in the accounts

# **St. Buryan Academy Primary School**

## **Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)**

### **2. General Annual Grant (GAG)**

#### **a) Results and Carry Forward for the Year**

	2011 £
GAG allocation for current year	447,255
<b>Total GAG available to spend</b>	<u>447,255</u>
Recurrent expenditure from GAG	(445,223)
<b>GAG carried forward to next year</b>	<u><u>2,032</u></u>

The GAG carried forward is less than 2% of the total GAG received in the year, and therefore does not have to be repaid.

The GAG includes the school budget share, LACSEG and VAT Grant (till 31 March 2011)

### **3. Voluntary Income**

	Restricted Fixed Asset Fund £	Unrestricted Funds £	Restricted Funds £	Total 2011 £
Donations on conversion to Academy status	660,657	70,592	-	731,249
Other donations	-	786	3,428	4,214
	<u>660,657</u>	<u>71,378</u>	<u>3,428</u>	<u>735,463</u>

### **4. Activities for Generating Funds**

	Restricted Fixed Asset Fund £	Unrestricted Funds £	Restricted Funds £	Total 2011 £
School trips and music	-	-	33,533	33,533
Catering Income	-	-	23,242	23,242
Uniforms	-	3,464	-	3,464
Other	100	4,536	5,775	10,411
	<u>100</u>	<u>8,000</u>	<u>62,550</u>	<u>70,650</u>

### **5. Investment Income**

	Unrestricted Funds £	Restricted Funds £	Total 2011 £
Short term deposits	3	-	3
	<u>3</u>	<u>-</u>	<u>3</u>

# **St. Buryan Academy Primary School**

## **Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)**

### **6. Funding for Academy's educational operations**

	Restricted Fixed Asset Grant £	Unrestricted Funds £	Restricted Funds £	Total 2011 £
<b>DfE/YPLA capital grant</b>				
Grant for new boiler and replacement heating system	27,400	-	-	27,400
Devalued Formula Capital grant	5,254	-	-	5,254
	32,654	-	-	32,654
<b>DfE/YPLA revenue grants</b>				
General Annual Grant (GAG) Note 2	-	-	447,255	447,255
Start Up Grant	-	-	25,000	25,000
Other DfE / YPLA grants	-	1,971	14,252	16,223
	-	1,971	486,507	488,478
<b>Other Government grants</b>				
School Standard Funds	-	-	28,041	28,041
	32,654	1,971	514,548	549,173

### **7. Resource Expended**

	Staff costs £	Non pay Premises £	Expenditure Other costs £	Total 2011 £
Costs of generating voluntary income				
Costs of activities for generating funds	1,000	18,510	2,463	21,973
Academy's educational operations	10,861	2,984	71,859	85,704
• Direct costs	354,290	-	22,219	376,509
• Allocated support costs	28,855	20,911	55,095	104,861
	395,006	42,405	151,636	589,047
Governance costs including allocated support costs	4,772	-	2,750	7,522
	399,778	42,405	154,386	596,569

### **Incoming/outgoing resources for the period include:**

	2011 £
Operating leases	1,202
Depreciation	21,012
Fees payable to auditor	
• Audit	2,000
• Other services	750

# **St. Buryan Academy Primary School**

## **Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)**

### **8. Charitable Activities – Academy’s educational operations**

	Restricted Fixed Asset Fund £	Unrestricted Funds £	Restricted Funds £	Total 2011 £
<b>Direct costs</b>				
Teaching and educational support				
staff costs	-	-	354,290	354,290
Depreciation	-	-	-	-
Educational supplies	-	-	12,404	12,404
Staff development	-	-	2,514	2,514
Other direct costs	-	-	7,301	7,301
	<u>-</u>	<u>-</u>	<u>376,509</u>	<u>376,509</u>
<b>Allocated support costs</b>				
Support staff costs	-	-	28,855	28,855
Depreciation	2,489	13	-	2,502
Recruitment and support	-	-	74	74
Maintenance of premises and equipment	-	-	6,321	6,321
Cleaning	-	-	2,551	2,551
Rent and rates	-	-	7,347	7,347
Insurance	-	-	9,772	9,772
Security and transport	-	-	1,952	1,952
Other support costs	-	-	45,487	45,487
	<u>2,489</u>	<u>13</u>	<u>102,359</u>	<u>104,861</u>
	<u>2,489</u>	<u>13</u>	<u>478,868</u>	<u>481,370</u>

### **9. Governance Costs**

	Unrestricted Funds £	Restricted Funds £	Total 2011 £
Auditors remuneration			
• Audit of financial statements	-	2,000	2,000
• Other Services	-	750	750
Support costs	-	4,772	4,722
	<u>-</u>	<u>7,522</u>	<u>7,522</u>

## **St. Buryan Academy Primary School**

### **Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)**

#### **10. Staff Costs**

Staff costs during the period were

	2011
	£
Wages and salaries	317,936
Social security costs	21,192
Pension costs	52,293
	<hr/>
	391,421
Supply teachers costs	8,357
	<hr/>
	399,778
	<hr/>

The average number of persons (including senior management team) employed by the Academy during the period expressed as full time equivalents were as follows

	2011
	No
<b>Charitable Activities</b>	
Teachers	9
Administration and support	12
Management	-
	<hr/>
	21
	<hr/>

There were no employees who were remunerated more than £60,000 during the year

17 employees in total, all 9 of the above average number of teacher employees participated in the Teachers' Pension Scheme. During the year ended 31 August 2011, pension contributions for these staff amounted to £45,587. 6 employees participated in the Local Government Pension Scheme, pension contributions amounted to £9,706.

#### **11. Governors' remuneration and expenses**

Principal and Staff Governors who are not trustees, members or Directors only receive remuneration in respect of services they provide undertaking the roles of Principal and staff and not in respect of their services as Governors. Other Governors did not receive any payments, from the Academy in respect of their role as Governors.

#### **12. Governors' and Officers' Insurance**

In accordance with normal commercial practice the Academy has purchased insurance to protect Governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on Academy business. The insurance provides cover up to £2,000,000 on any one claim. The cost for the Advantage Combined Insurance for the period ended 31 August 2011 was £4,871.59. It is not possible to identify the amount that relates solely to Governors' and Officers' Insurance.

**St. Buryan Academy Primary School**

**Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)**

**13. Tangible Fixed Assets**

	Freehold Land and Buildings £	Fixtures, Fittings and Equipment £	Computer Equipment £	Motor Vehicle £	Total £
<b>Cost</b>					
Transferred from the Local Authority on 1 September 2010	600,000	13,960	14,850	6,000	634,810
Additions	1,285	25,723	15,273	-	42,281
Disposals	-	(100)	-	-	(100)
At 31 August 2011	<u>601,285</u>	<u>39,583</u>	<u>30,123</u>	<u>6,000</u>	<u>676,991</u>
<b>Depreciation</b>					
Charged in year	5,513	3,959	10,040	1,500	21,012
At 31 August 2011	<u>5,513</u>	<u>3,959</u>	<u>10,040</u>	<u>1,500</u>	<u>21,012</u>
<b>Net book values</b>					
At 31 August 2011	<u>595,772</u>	<u>35,624</u>	<u>20,083</u>	<u>4,500</u>	<u>655,979</u>

**14. Stock**

	2011 £
Clothing	400
Catering	100
Stationery	50
	<u>550</u>

**15. Debtors**

	2011 £
Trade debtors	30,975
Prepayments	1,061
Other debtors	7,444
	<u>39,480</u>

**16. Creditors: amounts falling due within one year**

	2011 £
Trade creditors	23,918
Other taxation and social security	5,346
Other creditors	11,225
Accruals and deferred income	8,891
	<u>49,380</u>
Deferred income	
Deposits for future trips	<u>3,070</u>



**St. Buryan Academy Primary School**

**Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)**

**17. Funds**

<u>Fund</u>	<u>Note</u>	<u>Incoming resources</u> £	<u>Resources expended</u> £	<u>Gains, losses and transfers</u> £	<u>Balance at 31 August 2011</u> £
<b>Restricted general funds:</b>					
General Annual Grant (GAG)	a	117,255	(433,553)	(11,670)	2,032
Rates Relief	b	6,725	(5,977)	-	748
Insurance Reimbursement YPLA	c	8,189	(5,243)	(2,946)	-
Start Up Grant	d	25,000	(14,236)	(10,764)	-
Dedicated Schools Grant	e	28,042	(22,376)	-	5,666
Cookery classes	f	1,000	(1,000)	-	-
Outside activities	f	1,000	(1,000)	-	-
Reimbursement for time for head to qualify	f	750	(750)	-	-
3/4 year old free nursery places	g	4,494	(4,494)	-	-
Catering	h	23,242	(23,613)	371	-
Music classes	h	1,214	(1,260)	46	-
Ski trip	h	21,456	(36,841)	15,385	-
Geevor trip	h	76	(113)	37	-
Scillies trip	h	4,333	(4,438)	105	-
Class 1 trip	h	368	(1,167)	799	-
Panto	h	1,575	(1,960)	385	-
Swimming	h	2,407	(6,505)	4,098	-
Retirement gift fund	h	1,040	(1,076)	36	-
Camping	h	1,477	(2,649)	1,172	-
Minack trip	i	495	(424)	-	71
Red Nose Day	i	388	(387)	-	1
		580,526	(569,062)	(2,946)	8,518
<b>Restricted fixed asset funds:</b>					
Devolved formula Capital Grant	j	5,254	-	-	5,254
Capital Grant	k	27,400	(2,489)	-	24,911
Transferred to the Academy on Conversion - restricted fixed asset fund	l	660,757	(18,610)	(100)	642,047
		693,411	(21,099)	(100)	672,212
<b>Total restricted funds</b>		1,273,937	(590,161)	(3,046)	680,730
Unrestricted funds	m	81,352	(6,408)	4,331	79,275
<b>Total funds</b>		1,355,289	(596,569)	1,285	760,005

## **St. Buryan Academy Primary School**

### **Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)**

#### **17. Funds (Continued)**

##### **Notes on funds:**

a - This is the GAG, the main source of funding for the Academy. See note 2 for details.

b - The Department for Education provides a specific grant towards the cost of council rates. The balance on the fund will be carried forward and offset against future years rates expenditure.

c - The insurance reimbursement relates to grants received towards the cost of insurance incurred during the period. Part of the reimbursement related to the period where the insurance was paid prior to Academy conversion and therefore the resource expended relating to this period has been transferred from unrestricted funds, which is where the unrestricted balance on conversion has been allocated.

d - The start up grant was received to assist with expenses relating to the conversion to Academy status. The balance on the fund is unrestricted and has been used to fund the school trips, and other activities which have not been fully funded from parent contributions.

e - The Dedicated Schools grant represents funding to replace the services provided centrally for non-Academy schools. All central services and an allocation of the school secretary and head teachers salary costs have been included as resources expended.

f - The grants for cookery classes, outside activities and time for the head teacher to qualify are for the activities stated in the fund name. All have been fully expended in the period.

g - The free places for 3/4 years old, relates to the provision of free nursery school places. A proportion of the nursery staff wages have been allocated to the fund.

h - All of these funds relate to trips, outings, dinner, breakfast club or music classes where the parents voluntarily contribute to the cost. Each of these funds has been overspent in the year, as the contributions do not cover the running costs. The deficits have been funded firstly from the balance of the start up grant and secondly from the GAG.

i - These funds are as stated and the balances have been carried forward.

j - The Devolved Formula Capital Grant received in the year, is to be spent on capital projects. No such projects were undertaken in the year, where funding was not previously available, therefore the balance on this fund has been carried forward.

k - This fund relates to a specific capital grant received to replace the boiler and install a new heating system. The boiler and heating system are held as fixed assets.

l - This consists of the assets transferred to the Academy and the balance on the Devolved Formula Capital Grant (DFCG) that were transferred on conversion to Academy status. Part of the DFCG was expended in the year and the balance on the fund is to be carried forward to future years.

m - The transfers on the unrestricted fund relate to the transfer of the cost of the disposal of a fixed asset of £100, to re-allocate the brought forward insurance costs that have been reimbursed during the year and to transfer £1,285 spent in the year from the start-up grant on fixed assets (the balance of the grant has been transferred to unrestricted expenditure).

**St. Buryan Academy Primary School****Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)****18. Analysis of net assets between funds**

Fund balances at 31 August 2011 are represented by

	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total Funds 2011 £
Tangible fixed assets	1,272	-	654,707	655,979
Current assets	127,383	8,518	17,505	153,406
Current liabilities	(49,380)	-	-	(49,380)
	<u>79,275</u>	<u>8,518</u>	<u>672,212</u>	<u>760,005</u>

**19. Financial Commitments****a) Contingent Liabilities**

At the 31 August 2011 the Academy owed a £500 retention to the plumbers who installed the new heating system. Providing that the heating system is working adequately the retention is due to be paid on 6 November 2011

**b) Capital Commitments**

There were no capital commitments at 31 August 2011

**20. Financial Commitments****Operating Leases**

At 31 August 2011 the Academy had annual commitments under non-cancellable operating leases as follows

	2011 £
Other (non land and buildings) Expiring within 2 - 5 years inclusive	<u>1,007</u>

**21. Members' Liability**

Each member of the charitable 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

## **St. Buryan Academy Primary School**

### **Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)**

#### **22. Pension and similar obligations**

The Academy's employees belong to two principal pension schemes the Teachers' Pension Scheme England and Wales (TPS) for academic and related staff, and the Local Government Pension Scheme (LGPS) for non-teaching staff, which is managed by the 'Cornwall Pension Fund' Both are defined-benefit schemes

The pension costs are assessed in accordance with the advice of independent qualified actuaries The latest actuarial valuation of the TPS was 31 March 2004 and of the LGPS was 31 March 2010

Contributions amounting to £4,082 was payable to the TPS and £737 was payable to the LGPS at 31 August and are included within creditors

#### **Teachers' Pension Scheme**

The TPS is an unfunded defined benefit scheme Contributions on a "pay-as-you-go" basis are credited to the Exchequer under arrangements governed by the Superannuation Act 1972 A notional asset value is ascribed to the scheme for the purpose of determining contribution rates

The pensions cost is normally assessed no less than every four 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 contributions levels are as follows

Latest actuarial valuation (under the new provisions)	31 March 2004
Actuarial method	Prospective benefits
Investment returns per annum	6.5 per cent per annum
Salary scale increases per annum	5.0 per cent per annum
Notional value of assets at date of last valuation	£162,650 million
Proportion of members' accrued benefits covered by the notional value of the assets	98.88%

Following the implementation of Teacher's Pension (Employers' Supplementary Contributions) Regulations 2000, the Government Actuary carried out a further review on the level of employer contributions For the period from 1 September 2010 to 31 August 2011 the employer contribution was 14.1 per cent The employee rate was 6.4% for the same period

Under the definitions set out in Financial Reporting Standard (FRS 17) Retirement Benefits, the TPS is a multi-employer pension scheme The Academy is unable to identify its share of the underlying 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 above the information available on the scheme and the implications for the Academy in terms of the anticipated contribution rates

## St. Buryan Academy Primary School

### Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)

#### 22. Pension and similar obligations (continued) Local Government Pension Scheme

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contribution made by the Academy for the period ended 31 August 2011 was £9,706, of which employer's contributions totalled £7,647 and employees' contributions totalled £2,059. The agreed contribution rates for future years are 16% for employers and the following rates for employees:

<u>Band</u>	<u>Whole Time pay of</u>	<u>Contribution rate</u>
1	£0 - £12,900	5.5%
2	£12,900 - £15,100	5.8%
3	£15,100 - £19,400	5.9%
4	£19,400 - £32,400	6.5%
5	£22,400 - £43,300	6.8%
6	£43,300 - £81,100	7.2%
7	More than £81,100	7.5%

The latest valuation for the scheme was undertaken on the 31 March 2010, which was prior to the school converting to Academy status. It is therefore not possible for the employer to identify its share of the underlying assets and liabilities of the scheme. Accordingly the Academy has taken advantage of the exemption in FRS17 and accounted for its contributions as if it were a defined contribution scheme. The Academy has set out below the information available on the scheme, and has recorded above the anticipated contributions:

The pensions cost is normally assessed no less than every three years. The assumptions and other data that have the most significant effect on the determination of the contribution levels are as follows:

Latest actuarial valuation (under the new provisions)	31 March 2010
Actuarial method	Projected Unit Method
Price Inflation (CPI)	Nominal rate of 3.3%
"Gilt-based" discount rate	Nominal rate of 4.5% and Real rate of 1.2%
Funding basis discount rate	Nominal rate of 5.9% and Real rate of 2.6%
Salary scale increases per annum	1% per annum for 2010/11 to 2012/13 then to revert back to the long term rate of CPI plus 2%
Notional value of assets at date of last valuation	£1,041 million
Deficit at 31 March 2010	£289 million
Proportion of members' accrued benefits covered by the notional value of the assets	78%

**St. Buryan Academy Primary School**

**Notes to the Financial Statements for the Period Ended 31 August 2011 (Continued)**

**23. Related Party Transactions**

Except as recorded at note 11 there was no other related party transactions during the period

**24. Controlling Party**

The Academy is controlled by the Board of Governors