

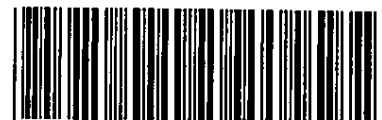
**THE CORNWALL ACADEMY TRUST**  
**(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT AND AUDITED ACCOUNTS**

**FOR THE YEAR ENDED 31 AUGUST 2013**

**Company Registration No. 07387540 England and Wales**

SATURDAY



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22/03/2014

#176

COMPANIES HOUSE

# **THE CORNWALL ACADEMY TRUST**

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# THE CORNWALL ACADEMY TRUST

## REFERENCE AND ADMINISTRATIVE DETAILS

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### Trustees

A Wright (Vice Chair) (Appointed 11 February 2013) \*#  
AR Fielder (Accounting Officer) \*#  
SE Hodge (Chair) \*#  
D Ashton \*  
PB Bradburn  
R Carter (Resigned 8 February 2013)  
CL Harris (Resigned 8 February 2013)  
CH Hender \*#  
SD Michael (Appointed 11 February 2013 and resigned 10 October 2013)  
NK Pearce (Appointed 1 September 2013)  
IM Yates (Resigned 10 February 2013)  
NB Roberts (Appointed 25 November 2013) \*#

\* members of the finance and general purposes committee

# members of the audit committee

### Senior management team

- Executive principal	AR Fielder
- Headteacher	R Carter
- Headteacher	A Craig
- Headteacher	P Banks
- Headteacher	V Bragg
- Business Manager	T Hooper
- IT Manager	P Bradburn

### Company secretary

EA Hender

### Company registration number

07387540 (England and Wales)

### Registered office

Sandy Hill  
ST AUSTELL  
Cornwall  
PL25 3AT

### Independent auditor

Robinson Reed Layton  
Peat House  
Newham Road  
TRURO  
Cornwall  
TR1 2DP

### Bankers

Lloyds TSB (St Austell)  
7 High Cross Street  
ST AUSTELL  
Cornwall  
PL25 4AF

# **THE CORNWALL ACADEMY TRUST**

## **REFERENCE AND ADMINISTRATIVE DETAILS**

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### **Solicitors**

Cornwall Council Legal Services  
Room 458  
County Hall  
Truro  
Cornwall  
TR1 3AY

# THE CORNWALL ACADEMY TRUST

## TRUSTEES' REPORT

### FOR THE YEAR ENDED 31 AUGUST 2013

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The trustees present their annual report together with the accounts and independent auditor's reports of the charitable company for the period 1 September 2012 to 31 August 2013

The charitable company changed its name on 25 January 2013 from Sandy Hill Academy to The Cornwall Academy Trust

#### Structure, governance and management

##### 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 trustees of The Cornwall Academy Trust are also the directors of the charitable company for the purposes of company law. Details of the trustees who served during the year 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.

##### Trustees' indemnities

In accordance with normal commercial practice the charitable company has purchased insurance to protect trustees from claims arising from negligent acts, errors or omissions occurring whilst on the charitable company's business. The insurance provides cover up to £5 million on any one claim.

##### Principal activities

The principal object of the charitable company is specifically restricted to the advancement of education for the public benefit 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 trustees

The academy's governing body comprises the principal, any number of parent trustees, any number of staff trustees (providing that the total number of trustees, including the principal, who are employees of the charitable company, does not exceed one third of the total number of trustees).

The charitable company shall have the following governors as set out in its Articles of Association and funding agreement:

- up to 3 trustees who are appointed by members,
- up to 5 trustees, being the chairs of each local governing body,
- the Chief Executive Officer,
- 2 parent trustees who are elected by parents of registered pupils at the academy,
- up to 1 co-opted trustee who is appointed by the governing body.

Trustees are appointed for a four year period, except that this time limit does not apply to the Chief Executive Officer. Subject to remaining eligible to be a particular type of trustee, any trustee can be re-appointed or re-elected.

When appointing new trustees, the board will give consideration to the skills and experience mix of existing trustees in order to ensure that the board has the necessary skills to contribute fully to the charitable company's development.

New and existing trustees are always encouraged to visit the individual academies and to meet with children and staff at all times. All new trustees receive an induction pack including terms of reference, DfE guides and laws, information points, good practice policies and induction policies. All relevant trustee training courses are always made available and sharing ideas and views with other academy and school trustees from within and outside of the trust is actively encouraged and promoted.

# **THE CORNWALL ACADEMY TRUST**

## **TRUSTEES' REPORT (CONTINUED)**

***FOR THE YEAR ENDED 31 AUGUST 2013***

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### Policies and procedures adopted for the induction and training of trustees

All new trustees are assigned an experienced trustee mentor to assist them in taking on new responsibilities, and are required to attend the new trustee training course provided by County Council

### Organisational structure

The Cornwall Academy Trust followed the organisational structure laid down in the Articles of Association that were registered with Companies House on 1 November 2010 and then the revised Articles of Association that were registered with Companies House on 28 January 2013

The structure consists of three levels the members, the trustees and the management team The members of the charitable company comprise the signatories of the memorandum, including the chair of trustees The members have defined the roles of the trustees and the committee structure The members meet annually to hold an Annual General Meeting (AGM)

Trustees are also assigned specific areas of focus aligned to the management and administration of the charitable company, or specific teaching department links The governing body committee operate in accordance with documented terms of reference

The responsibilities of the finance and general purposes committee are carried out by the finance committee

### Risk management

The trustees use a number of academy policies, including health and safety, finance, safeguarding and a risk register to evaluate strategic and reputational, operational, compliance and financial risks The trustees have ensured that the management structure, systems and controls are in place to manage those risks, as well as insurance to cover financial and governance arrangements by completing the Academies Financial Management and Governance Evaluation which was submitted to the Education Funding Agency during the year, and are satisfied with the overall assessment

The governing body ensure regular review of risks through the reporting provided by the management team to the aforementioned governing body

### Connected organisations and related party relationships

The Cornwall Academy Trust has connected organisations in the form of TCAT Trading Limited and Aspire Academy Trust

TCAT Trading Limited, a fully owned subsidiary of The Cornwall Academy Trust, was incorporated on 22 May 2013 and was dormant to the period ended 31 August 2013

The Aspire Academy Trust is an Umbrella entity providing support to a number of academies including The Cornwall Academy Trust

Related party transactions are detailed in Note 24 to the accounts

### **Objectives and activities**

#### Objects and aims

The principal object and activity of the charitable company is to advance for the public benefit education in the United Kingdom by maintaining, managing and developing a school offering a broad and balanced curriculum

# **THE CORNWALL ACADEMY TRUST**

## **TRUSTEES' REPORT (CONTINUED)**

***FOR THE YEAR ENDED 31 AUGUST 2013***

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### Objectives, strategies and activities

The aim of The Cornwall Academy Trust is to maintain, manage and develop a multi academy trust offering a broad and balanced curriculum to its pupils in a safe learning environment

The multi academy trust aims to maintain high standards and continue to find ways of improving each area of the multi academy trust. The trustees believe their standards have a positive effect on not just the pupils but also to the community as well

Over the next year, The Cornwall Academy Trust aims to become 'outstanding' again at the next Ofsted review and to maintain its high standards with continual improvement of all areas of the curriculum provision for every child within the academy

### Public benefit

The trustees have complied with their duty to have due regard to the guidance on public benefit issued by the Charity Commission in exercising their powers and duties

They have referred to this guidance when reviewing the charitable company's aims and objectives and in planning its future activities

# THE CORNWALL ACADEMY TRUST

## TRUSTEES' REPORT (CONTINUED)

*FOR THE YEAR ENDED 31 AUGUST 2013*

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### **Achievements and performance**

#### Achievements in the year

The Cornwall Academy Trust has grown a great deal this year. It has implemented a comprehensive training programme, with courses and inset delivered by The Cornwall Academy Trust staff in the main. The focus is always on school improvement, and has been designed and driven by talented leaders at every level within the ASPIRE academies. New academies have been welcomed into The Cornwall Academy Trust including Mount Hawke Academy, Truro Learning Academy (formerly Treyew School) and Summercourt Academy. A new programme of training has been produced for next term which includes staff from those schools. A new communications system 'Yammer' has been introduced to all staff that enables them to network and talk to each other. All the management systems are now hosted centrally and managed by the IT and Administration team. The Dashboard monitoring resource, plus training package, is now available to all governors and trustees. It will ensure that there is always the chance for robust and informed dialogue to be had at local and full board level.

#### Sandy Hill Academy

Sandy Hill Academy is still driving forwards on a programme designed to increase the number of outstanding lessons taught each week. All monitored lessons are at least good, with over 30% outstanding. The performance management cycle ensures that all staff know exactly what is expected of them. The school enjoyed a thorough, independent, and objective monitoring inspection this year. The judgements made on all elements were either top end good or outstanding. The inspector commented particularly on the high quality of lessons and of marking. The marking of the children's work was some of the best she had ever seen. High praise indeed. Results are buoyant as a result with a particular focus this year on improving level 5 maths.

#### Treverbyn Academy

Treverbyn Academy has improved throughout the year. There is a healthy mix of new and established teachers and teacher assistants. The quality of the lessons has improved markedly, and the progress the children are making, especially in KS1 is very good indeed. The progress of vulnerable and SEN is good, and the management of some very complex child protection issues has been outstanding. The school was oversubscribed this year, over 35 pupils entering, in year groups throughout the school, mid year. Some have acute emotional and physical needs. Additional members of staff have been employed to support them. The present Y6 are having an intensive learning support programme. The academy goes from strength to strength.

#### Padstow School

Padstow School enjoyed an Ofsted inspection this year and came out good with outstanding elements. The children in every year group are making at least good progress. The teaching staff are committed to taking the school to outstanding within the next two years. The school has offered a diverse and exciting range of lessons and activities this year. The children have enjoyed sailing with pupils from other schools, shared lessons, and activity holidays. Padstow School still enjoys considerable success in sports, music, and drama. The children benefit from a great deal of partnership working with other local schools and is now forming a strong bond with St Minver.

#### Whitemoor Academy

Whitemoor Academy has made great progress this year. The percentages of good and outstanding teaching have significantly increased, the children now enjoy almost 75% good or better lessons. The children are making much better progress as a result and ambitious targets have been set for the year. The building has been improved throughout, and the myriad of health and safety issues have been addressed. The restructuring of the local governing body is underway, a new independent chair has been appointed. The academy is going from strength to strength under the inspirational leadership of the Executive Head teacher, ably supported by the staff who have stepped up and are working with a much greater focus and understanding of what is required of them.

#### Going concern

After making appropriate enquiries, the board of trustees has a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. For this reason the board of trustees continues to adopt the going concern basis in preparing the accounts. Further details regarding the adoption of the going concern basis can be found in the statement of accounting policies.



# THE CORNWALL ACADEMY TRUST

## TRUSTEES' REPORT (CONTINUED)

*FOR THE YEAR ENDED 31 AUGUST 2013*

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### **Financial review**

The charitable company's accounting period is the year to 31 August 2013

Most of the charitable company's income is derived from the EFA in the form of recurrent grants, the use of which is restricted to particular purposes. The grants received during the year to 31 August 2013, and the associated expenditure, are shown as restricted funds in the statement of financial activities.

The charitable company also received grants for fixed assets from the EFA. Such grants are shown in the statement of financial activities as restricted income in the fixed asset fund. The restricted fixed asset fund will be reduced by annual depreciation charges over the expected useful life of the assets concerned.

### Principal risks and uncertainties

The principal risk facing the charitable company is the future level of government funding. This risk is managed by careful control over budgeted expenditure which ensures that a deficit does not arise for the year. The trustees have also self-assessed financial and governance arrangements by completing the Academies Financial Management and Governance Evaluation which was submitted to the Education Funding Agency during the year, and are satisfied with the overall assessment.

### Reserves policy

The Cornwall Academy Trust trustees aim to control reserves to an agreed level to ensure excessive balances are not held at any one time. Trustees will ensure that delegated funds are spent appropriately on the pupils of The Cornwall Academy Trust and that government balances policies will always be adhered to.

However, trustees are also aware of their responsibilities to ensure sufficient reserves are kept to ensure good financial practice and to maintain a safe financial future for The Cornwall Academy Trust. Any future financial trends are identified early by good financial planning and regular monitoring by finance staff and the The Cornwall Academy Trust finance committee.

The trustees consider the financial year end position of £5,260,275 (2012 £2,289,757) comprising £5,193,349 (2012 £2,141,952) of restricted fixed asset funds, £(109,234) (2012 £(22,542)) of restricted funds and £176,160 (2012 £170,347) of unrestricted funds to be satisfactory. The restricted funds consist of the pension reserve amounting to £(306,000) (2012 £(103,000)) and general restricted funds of £196,766 (2012 £80,458).

The level of free reserves held by the academy are £176,160 (2012 £170,347).

The Local Government Pension Scheme (LGPS) fund is currently in deficit. The academy has entered into an agreement with the LGPS trustees to make additional annual contributions of £6,027 in addition to normal funding levels, over a period of 20 years, in order to bridge the scheme deficit.

Parliament has agreed, at the request of the Secretary of State for Education, to a guarantee that, in the event of academy closure, outstanding LGPS liabilities would be met by the Department for Education. The guarantee came into force on 18 July 2013.

### Investment policy and powers

The trustees of The Cornwall Academy Trust are not allowed to make financial investments with any level of risk with third party organisations that may threaten the future of the organisation.

### **Plans for the future**

Plans for the future of The Cornwall Academy Trust include

- consolidation of the ASPIRE hub and distribution of the administrative, financial, and strategic leadership throughout, to increase membership to at least 10 academies by September 2014,
  - to move progressively towards every member achieving outstanding pupil outcomes and an increased percentage of outstanding lessons taught, and
  - to reconstruct the Board of The Cornwall Academy Trust including the appointment of an independent Chair
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# **THE CORNWALL ACADEMY TRUST**

## **TRUSTEES' REPORT (CONTINUED)**

***FOR THE YEAR ENDED 31 AUGUST 2013***

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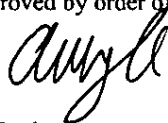
### **Auditor**

In so far as the trustees are aware

there is no relevant audit information of which the charitable company's auditor is unaware, and  
the trustees 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

A resolution proposing that Robinson Reed Layton be reappointed as auditor of the charitable company will be put to the members

Approved by order of the board of trustees on 19 December 2013 and signed on its behalf by



A Wright  
Vice Chair

# THE CORNWALL ACADEMY TRUST

## GOVERNANCE STATEMENT

**FOR THE YEAR ENDED 31 AUGUST 2013**

### Scope of responsibility

As trustees we acknowledge we have overall responsibility for ensuring that The Cornwall Academy Trust 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 board of trustees has delegated the day-to-day responsibility to the executive 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 The Cornwall Academy Trust and the Secretary of State for Education. They are also responsible for reporting to the board of trustees any material weaknesses or breakdowns in internal control.

### Governance

The information on governance included here supplements that described in the Trustees' Report and in the Statement of Trustees' Responsibilities. The board of trustees has formally met 3 times during the year. Attendance during the year at meetings of the board of trustees was as follows:

Trustees	Meetings attended	Out of possible
A Wright (Vice Chair) (Appointed 11 February 2013)	2	3
AR Fielder (Accounting Officer)	3	3
SE Hodge (Chair)	3	3
D Ashton	1	3
PB Bradburn	3	3
R Carter (Resigned 8 February 2013)	0	1
CL Harris (Resigned 8 February 2013)	0	1
CH Hender	3	3
SD Michael (Appointed 11 February 2013 and resigned 10 October 2013)	0	2
NK Pearce (Appointed 1 September 2013)	0	0
IM Yates (Resigned 10 February 2013)	0	1
NB Roberts (Appointed 25 November 2013)	1	2

The finance and general purposes committee is a sub-committee of the main board of trustees. Its purpose is to

Assist the decision making of the governing body, by enabling more detailed consideration to be given to the best means of fulfilling the governing body's responsibility to ensure sound management of the academy's finances and resources, including proper planning, monitoring and probity and to provide support and guidance for all matters relating to the school premises, grounds, security and health and safety.

To make appropriate comments and recommendations on such matters to the governing body on a regular basis.

Major issues will be referred to the full governing body for ratification, unless otherwise delegated.

Attendance at meetings in the year was as follows:

Trustees	Meetings attended	Out of possible
A Wright (Vice Chair) (Appointed 11 February 2013)	4	4
AR Fielder (Accounting Officer)	3	4
SE Hodge (Chair)	4	4
D Ashton	1	4
CH Hender	4	4
NB Roberts (Appointed 25 November 2013)	1	2

# THE CORNWALL ACADEMY TRUST

## GOVERNANCE STATEMENT (CONTINUED)

**FOR THE YEAR ENDED 31 AUGUST 2013**

The audit committee is a sub-committee of the main board of trustees. Its purpose is to

Advise the governing body on the adequacy and effectiveness of the academy's systems of internal control and its arrangements for risk management, control and governance processes, and securing economy, efficiency and effectiveness (value for money)

Advise the governing body on the appointment, reappointment, dismissal and remuneration of the external auditor and the Responsible Officer (RO)

Advise the governing body on the scope and objectives of the work of the RO and the external auditor

Ensure effective co-ordination between the RO and the external auditor including whether the work of the external auditor should be relied upon for internal audit purposes

Consider and advise the governing body on the audit strategy and annual internal audit plans for the RO

Advise the governing body on internal audit assignment reports and annual reports and on control issues included in the management letters of the external auditor, and management's responses to these

Monitor, within an agreed timescale, the implementation of agreed recommendations relating to internal audit assignment reports, internal audit annual reports, the external auditor's management letter and spot-check reports

Consider and advise the governing body on relevant reports by the Education Funding Agency (EFA) and other funding bodies and, where appropriate, management's response to these

Establish, in conjunction with academy management, relevant annual performance measures and indicators, and to monitor the effectiveness of the RO and external auditor through these measures and indicators and decide, based on this review, whether a competition for price and quality of the audit service is appropriate

Produce an annual report for the governing body and accounting officer which should include the Committee's advice on the effectiveness of the academy's risk management, control and governance processes, and any significant matters arising from the work of the RO and the external auditor

Ensure that all allegations of fraud and irregularity are properly followed up

Be informed of all additional services undertaken by the RO and the external auditors

Attendance at meetings in the year was as follows

Trustees	Meetings attended	Out of possible
A Wright (Vice Chair) (Appointed 11 February 2013)	0	1
AR Fielder (Accounting Officer)	1	1
SE Hodge (Chair)	1	1
CH Hender	1	1
NB Roberts (Appointed 25 November 2013)	1	1

### 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 on-going 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 The Cornwall Academy Trust for the period 1 September 2012 to 31 August 2013 and up to the date of approval of the annual report and accounts.

### Capacity to handle risk

The board of trustees 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 board of trustees 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 1 September 2012 to 31 August 2013 and up to the date of approval of the annual report and accounts. This process is regularly reviewed by the board of trustees.

# THE CORNWALL ACADEMY TRUST

## GOVERNANCE STATEMENT (CONTINUED)

**FOR THE YEAR ENDED 31 AUGUST 2013**

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### **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 board of trustees,
- 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

The board of trustees has considered the need for a specific internal audit function and has decided

not to appoint an internal auditor. However the trustees have appointed Phillipa Daw, 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 quarterly basis, the RO reports to the board of trustees on the operation of the systems of control and on the discharge of the financial responsibilities of the board of trustees.

### **Review of effectiveness**

As accounting officer the executive principal has responsibility for reviewing the effectiveness of the system of internal control. During the year in question the review has been informed by

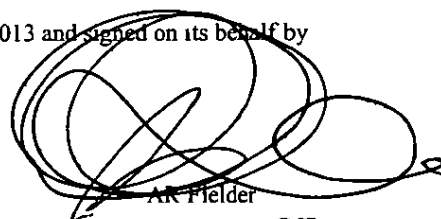
- the work of the responsible officer,
- the work of the external auditor,
- the financial management and governance self-assessment process,
- the work of the senior management team within the academy trust who have responsibility for the development and maintenance of the internal control framework

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 board of trustees on 19 December 2013 and signed on its behalf by



A Wright  
Vice Chair



AR Fielder  
Accounting Officer

# **THE CORNWALL ACADEMY TRUST**

## **STATEMENT ON REGULARITY, PROPRIETY AND COMPLIANCE**

***FOR THE YEAR ENDED 31 AUGUST 2013***

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As accounting officer of The Cornwall Academy Trust I have considered my responsibility to notify the academy trust board of trustees and the Education Funding Agency of material irregularity, impropriety and non-compliance with Education Funding Agency terms and conditions of funding, under the funding agreement in place between the academy trust and Secretary of State. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook.

I confirm that I and the academy trust's board of trustees are able to identify any material irregular or improper use of funds by the academy trust, or material non-compliance with the terms and conditions of funding under the academy trust's funding agreement and the Academies Financial Handbook.

I confirm that no instances of material irregularity, impropriety or funding non-compliance have been discovered to date.

Approved on 19 December 2013 and signed by:



AR Fielder

Accounting Officer

# THE CORNWALL ACADEMY TRUST

## STATEMENT OF TRUSTEES' RESPONSIBILITIES

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The trustees (who also act as governors for The Cornwall Academy Trust and are also the directors of The Cornwall Academy Trust for the purposes of company law) are responsible for preparing the Trustees' Report and the accounts in accordance with the Annual Accounts Direction issued by the Education Funding Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations

Company law requires the trustees to prepare accounts for each financial year. Under company law the trustees must not approve the accounts 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 accounts, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- make judgements and accounting 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 accounts, and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees 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 accounts 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 trustees 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 that grants received from the EFA/DfE have been applied for the purposes intended.

The trustees 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 accounts may differ from legislation in other jurisdictions.

Approved by order of the board of trustees on 19 December 2013 and signed on its behalf by



A Wright  
Vice Chair

# **THE CORNWALL ACADEMY TRUST**

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF THE CORNWALL ACADEMY TRUST**

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We have audited the accounts of The Cornwall Academy Trust for the year ended 31 August 2013 set out on pages 18 to 40. 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) and the Academies Accounts Direction 2013 issued by the EFA.

This report is made solely to the charitable 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 charitable 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 charitable company and its members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of trustees and auditors**

As explained more fully in the Trustees' Responsibilities Statement set out on page 13, the trustees, who are also the directors of The Cornwall Academy Trust for the purposes of company law, are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the accounts 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 Ethical Standards for Auditors.

#### **Scope of the audit of the accounts**

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the trustees, and the overall presentation of the accounts. In addition, we read all the financial and non-financial information in the Trustees' Annual Report to identify material inconsistencies with the audited accounts. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on accounts**

In our opinion the accounts

give a true and fair view of the state of the charitable company's affairs as at 31 August 2013 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and in accordance with the requirements of the Companies Act 2006, and

have been prepared in accordance with the Academies Accounts Direction 2013 issued by the EFA.

#### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Trustees' Report for the financial year for which the accounts are prepared is consistent with the accounts.



# **THE CORNWALL ACADEMY TRUST**

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

### **TO THE MEMBERS OF THE CORNWALL ACADEMY TRUST**

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#### **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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the accounts are not in agreement with the accounting records and returns, or
- certain disclosures of trustees' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



**Graham Boulton (Senior Statutory Auditor)**  
**for and on behalf of Robinson Reed Layton**

#### **Chartered Accountants**

##### **Statutory Auditor**

Peat House  
Newham Road  
TRURO  
Cornwall  
TR1 2DP

Dated 20 December 2013

# THE CORNWALL ACADEMY TRUST

## INDEPENDENT REPORTING AUDITOR'S ASSURANCE REPORT ON REGULARITY TO THE CORNWALL ACADEMY TRUST AND THE EDUCATION FUNDING AGENCY

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In accordance with the terms of our engagement letter dated 10 June 2013 and further to the requirements of the Education Funding Agency (EFA) as included in the Academies Accounts Direction 2013, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by The Cornwall Academy Trust during the period 1 September 2012 to 31 August 2013 have been applied to the purposes identified by Parliament and the financial transactions conform to the authorities which govern them

This report is made solely to The Cornwall Academy Trust and the EFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to the The Cornwall Academy Trust and the EFA those matters we are required to state in a 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 The Cornwall Academy Trust and the EFA, for our work, for this report, or for the conclusion we have formed.

### **Respective responsibilities of The Cornwall Academy Trust's accounting officer and the reporting auditor**

The accounting officer is responsible, under the requirements of The Cornwall Academy Trust's funding agreement with the Secretary of State for Education dated 1 February 2013 and the Academies Financial Handbook, extant from 1 September 2012, for ensuring that expenditure disbursed and income received is applied for the purposes intended by Parliament and the financial transactions conform to the authorities which govern them.

Our responsibilities for this engagement are established in the United Kingdom by our profession's ethical guidance and are to obtain limited assurance and report in accordance with our engagement letter and the requirements of the Academies Accounts Direction 2013. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the period 1 September 2012 to 31 August 2013 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

### **Approach**

We conducted our engagement in accordance with the Academies Accounts Direction 2013 issued by the EFA. We performed a limited assurance engagement as defined in our engagement letter.

The objective of a limited assurance engagement is to perform such procedures as to obtain information and explanations in order to provide us with sufficient appropriate evidence to express a negative conclusion on regularity.

A limited assurance engagement is more limited in scope than a reasonable assurance engagement and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in a reasonable assurance engagement. Accordingly, we do not express a positive opinion.

Our engagement includes examination, on a test basis, of evidence relevant to the regularity and propriety of the academy trust's income and expenditure.

The work undertaken to draw to our conclusion includes

- a review of minutes of all trustees' meetings,
- an evaluation of internal control procedures and reporting lines and a check on the implementation of such controls,
- a review of items purchased with credit cards to ensure they are not used for personal benefit,
- a review of financial transactions for any unusual transactions which may be improper,
- a review of all the activities of the academy to ensure that they are in keeping with the academy's framework and the charitable objectives,
- a review of pecuniary interest forms to ensure all key staff and trustees have declared their interest in related parties, as well as discussion and testing of these forms,
- a review of expenditure to ensure it does not contravene the funding agreement, and
- a review of procurement procedures to ensure activity is in accordance with Annex 4.4 of Managing Public Money.

# **THE CORNWALL ACADEMY TRUST**

## **INDEPENDENT REPORTING AUDITOR'S ASSURANCE REPORT ON REGULARITY TO THE CORNWALL ACADEMY TRUST AND THE EDUCATION FUNDING AGENCY (CONTINUED)**

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### **Conclusion**

In the course of our work nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the period 1 September 2012 to 31 August 2013 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them



**Graham Boulton (Senior Statutory Auditor)  
for and on behalf of Robinson Reed Layton**

Dated 20 December 2013

# THE CORNWALL ACADEMY TRUST

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2013

		Unrestricted funds	Restricted funds	Fixed Asset fund	Total 2013	Total 2012
	Notes	£	£	£	£	£
<b>Incoming resources</b>						
<i>Resources from generated funds</i>						
- Voluntary income	2	11,517	3,401	-	14,918	3,212
- Inherited on transfer	4	87,783	(131,507)	3,187,512	3,143,788	1,050
- Activities for generating funds	3	182,525	-	-	182,525	120,098
- Investment income	5	694	-	-	694	500
<i>Resources from charitable activities</i>						
- Funding for educational operations	6	179,126	2,585,445	24,061	2,788,632	1,347,478
<b>Total incoming resources</b>		<u>461,645</u>	<u>2,457,339</u>	<u>3,211,573</u>	<u>6,130,557</u>	<u>1,472,338</u>
<b>Resources expended</b>						
<i>Costs of generating funds</i>						
- Fundraising trading	7	109,742	-	-	109,742	85,476
<i>Charitable activities</i>						
- Educational operations	8	-	2,832,844	181,852	3,014,696	1,323,471
Governance costs	9	-	3,999	-	3,999	2,976
<b>Total resources expended</b>	7	<u>109,742</u>	<u>2,836,843</u>	<u>181,852</u>	<u>3,128,437</u>	<u>1,411,923</u>
<b>Net incoming/(outgoing) resources before transfers</b>		351,903	(379,504)	3,029,721	3,002,120	60,415
Gross transfers between funds		(346,090)	324,414	21,676	-	-
<b>Net income/(expenditure) for the year</b>		<u>5,813</u>	<u>(55,090)</u>	<u>3,051,397</u>	<u>3,002,120</u>	<u>60,415</u>
<b>Other recognised gains and losses</b>						
Actuarial gains/(losses) on defined benefit pension scheme	21	-	(5,000)	-	(5,000)	(68,000)
<b>Net movement in funds</b>		5,813	(60,090)	3,051,397	2,997,120	(7,585)
Fund balances at 1 September 2012		170,347	(22,542)	2,141,952	2,289,757	2,297,342
<b>Fund balances at 31 August 2013</b>		<u>176,160</u>	<u>(82,632)</u>	<u>5,193,349</u>	<u>5,286,877</u>	<u>2,289,757</u>

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006. A statement of total recognised gains and losses is not required as all gains and losses are included in the statement of financial activities.

All of the academy's activities derive from continuing operations during the two financial periods above.

# THE CORNWALL ACADEMY TRUST

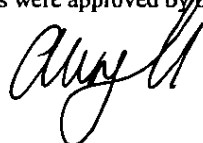
## BALANCE SHEET

AS AT 31 AUGUST 2013

	Notes	2013 £	2012 £
<b>Fixed assets</b>			
Tangible assets	13	5,193,349	2,141,952
<b>Current assets</b>			
Stocks	14	-	2,764
Debtors	15	60,204	27,127
Cash at bank and in hand		484,769	276,004
		544,973	305,895
Creditors amounts falling due within one year	16	(145,445)	(55,090)
<b>Net current assets</b>		399,528	250,805
<b>Total assets less current liabilities</b>		5,592,877	2,392,757
Defined benefit pension liability	21	(306,000)	(103,000)
<b>Net assets</b>		5,286,877	2,289,757
<b>Funds of the academy trust:</b>			
<b>Restricted income funds</b>	18		
- Fixed asset funds		5,193,349	2,141,952
- General funds		223,368	80,458
- Pension reserve		(306,000)	(103,000)
<b>Total restricted funds</b>		5,110,717	2,119,410
<b>Unrestricted funds</b>	18	176,160	170,347
<b>Total funds</b>		5,286,877	2,289,757

The accounts were approved by order of the board of trustees and authorised for issue on 19 December 2013

A Wright  
Vice Chair



Company Number 07387540

# THE CORNWALL ACADEMY TRUST

## CASH FLOW STATEMENT

**FOR THE YEAR ENDED 31 AUGUST 2013**

	Notes	2013 £	2012 £
Net cash inflow/(outflow) from operating activities	22	87,471	52,270
Cash funds transferred on conversion		142,276	1,050
<b>Returns on investments and servicing of finance</b>			
Investment income	694	500	
<b>Net cash inflow/(outflow) from returns on investments and servicing of finance</b>		694	500
		230,441	53,820
<b>Capital expenditure and financial investments</b>			
Capital grants received	24,061	88,206	
Payments to acquire tangible fixed assets	(45,737)	(123,080)	
<b>Net cash flow from capital activities</b>		(21,676)	(34,874)
<b>Increase/(decrease) in cash</b>	23	208,765	18,946

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 31 AUGUST 2013**

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### **1 Accounting policies**

#### **1.1 Basis of preparation**

The accounts 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 Education Funding Agency and the Companies Act 2006. A summary of the principal accounting policies, which have been applied consistently, except where noted, is set out below.

#### **1.2 Going concern**

The trustees assess whether the use of going concern is appropriate, ie 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 trustees make this assessment in respect of a period of one year from the date of approval of the accounts.

#### **1.3 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.

##### **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.

General Annual Grant is recognised in full in the year for which it is receivable and any unspent amount is reflected as a balance in the restricted general fund. Capital grants are recognised when receivable and are not deferred over the life of the asset on which they are expended. Unspent amounts of capital grant are reflected in the balance in the restricted fixed asset fund.

##### **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, including the hire of facilities, 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 the academy trust's policies.

#### **1.4 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.

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 1 Accounting policies

(Continued)

#### 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 trustees' meetings and reimbursed expenses

All resources expended are inclusive of irrecoverable VAT

### 1.5 Tangible fixed assets and depreciation

Assets costing £1,000 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, at rates calculated to write off the cost of each asset over its expected useful life, as follows:

Leasehold land & buildings	2% per annum on cost
Computer equipment	33% per annum on cost
Furniture & equipment	20-25% per annum on cost
Motor vehicles	20% per annum on cost

### 1.6 Leasing and hire purchase commitments

Rentals payable under operating leases are charged against income on a straight line basis over the period of the lease.

### 1.7 Stock

Stock is valued at the lower of cost and net realisable value. Net realisable value is based on estimated selling price less further costs to completion and disposal. Provision is made for obsolete and slow moving stock.

### 1.8 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 Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

### 1.9 Pensions 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 and the assets are held separately from those of the academy trust.



# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 1 Accounting policies

(Continued)

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 21, 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 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 equivalent to the current rate of return on a high quality corporate bond of equivalent term and currency to the liabilities. The actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The amounts charged to operating surplus are the current service costs and gains and losses on settlements and curtailments. They are included as part of staff costs. Past service costs are recognised immediately in the statement of financial activities if the benefits have vested. If the benefits have not vested immediately, the costs are recognised over the period until vesting occurs. The expected return on assets and the interest cost are shown as a net finance amount of other finance costs or credits adjacent to interest. Actuarial gains and losses are recognised immediately in other gains and losses.

#### 1.10 Fund accounting

Unrestricted income funds represent those resources which may be used towards meeting any of the charitable objects of the academy trust at the discretion of the trustees.

Restricted fixed asset funds are resources which are to be applied to specific capital purposes imposed by the Education Funding Agency, the Department for Education or other funders where the asset acquired or created is held for a specific purpose.

Restricted general funds comprise all other restricted funds received and include grants from the Education Funding Agency and the Department for Education.

### 2 Voluntary income

	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
Other donations	11,517	3,401	14,918	3,212

### 3 Activities for generating funds

	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
Hire of facilities	6,920	-	6,920	6,535
Catering income	2,700	-	2,700	-
Other income	172,905	-	172,905	113,563
	182,525	-	182,525	120,098

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 4 Inherited on transfer

	Unrestricted funds £	Restricted funds £	Fixed asset funds £	Total 2013 £
Fixed assets transferred	-	-	3,187,512	3,187,512
Surplus/(deficit) on GAG funds	-	34,689	-	34,689
LGPS pension surplus/(deficit)	-	(186,000)	-	(186,000)
Other funds	87,783	19,804	-	107,587
Net assets transferred	87,783	(131,507)	3,187,512	3,143,788

Net assets transferred include the following:

	£
Cash	142,276

### 5 Investment income

	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
Short term deposits	694	-	694	500

### 6 Funding for the academy trust's educational operations

	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
<b>DfE / EFA revenue grants</b>				
General annual grant (GAG)	-	1,874,018	1,874,018	991,672
Capital grants	-	24,061	24,061	88,206
Other DfE / EFA grants	-	419,382	419,382	77,619
	-	2,317,461	2,317,461	1,157,497
<b>Other government grants</b>				
Local authority grants	-	280,845	280,845	122,324
<b>Other funds</b>				
Other incoming resources	179,126	11,200	190,326	67,657
<b>Total funding</b>	179,126	2,609,506	2,788,632	1,347,478

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 7 Resources expended

	Staff costs £	Premises costs £	Other costs £	Total 2013 £	Total 2012 £
<b>Academy's educational operations</b>					
- Direct costs	1,683,733	-	319,620	2,003,353	937,926
- Allocated support costs	267,922	277,261	466,160	1,011,343	385,545
	<u>1,951,655</u>	<u>277,261</u>	<u>785,780</u>	<u>3,014,696</u>	<u>1,323,471</u>
<b>Other expenditure</b>					
Costs of activities for generating funds	69,125	-	40,617	109,742	85,476
Governance costs	-	-	3,999	3,999	2,976
	<u>69,125</u>	<u>-</u>	<u>44,616</u>	<u>113,741</u>	<u>88,452</u>
<b>Total expenditure</b>	<u>2,020,780</u>	<u>277,261</u>	<u>830,396</u>	<u>3,128,437</u>	<u>1,411,923</u>
<b>Incoming/outgoing resources for the year include:</b>				<b>2013 £</b>	<b>2012 £</b>
Loss/(profit) on disposal of fixed assets				-	5,333
Fees payable to auditor					
- Audit				2,250	1,500
- Other services				5,950	1,580
				<u>8,200</u>	<u>2,980</u>

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 8 Charitable activities - the academy trust's educational operations

	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
<b>Direct costs</b>				
Teaching and educational support staff costs	-	1,683,733	1,683,733	839,259
Technology costs	-	29,360	29,360	17,615
Educational supplies and services	-	69,637	69,637	16,687
Staff development	-	73,044	73,044	5,771
Educational consultancy	-	64,890	64,890	3,520
Other direct costs	-	82,689	82,689	55,074
	-	2,003,353	2,003,353	937,926
<b>Allocated support costs</b>				
Support staff costs	-	267,922	267,922	112,349
Depreciation	-	181,852	181,852	76,628
Technology costs	-	16,561	16,561	-
Recruitment and support	-	2,272	2,272	963
Maintenance of premises and equipment	-	95,409	95,409	35,313
Cleaning	-	64,157	64,157	33,644
Energy costs	-	39,615	39,615	8,986
Rent and rates	-	22,054	22,054	8,029
Insurance	-	48,054	48,054	23,958
Security and transport	-	46,848	46,848	9,877
Catering	-	32,257	32,257	3,788
Interest and finance costs	-	4,000	4,000	1,000
Other support costs	-	190,342	190,342	71,010
	-	1,011,343	1,011,343	385,545
<b>Total costs</b>	-	3,014,696	3,014,696	1,323,471

### 9 Governance costs

	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
Auditor's remuneration				
- Audit of financial statements	-	2,250	2,250	1,500
- Other audit costs	-	600	600	400
Other governance costs	-	1,149	1,149	1,076
	-	3,999	3,999	2,976

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 AUGUST 2013**

### 10 Staff costs

The average number of persons (including senior management team) employed by the academy trust during the year expressed as full time equivalents was as follows

	2013 Number	2012 Number
Teachers	33	12
Administration and support	60	22
Management	-	3
	<u>93</u>	<u>37</u>

#### Costs included within the accounts.

	2013 £	2012 £
Wages and salaries	1,666,472	789,119
Social security costs	100,546	54,066
Other pension costs	230,263	104,536
	<u>1,997,281</u>	<u>947,721</u>
Supply teacher costs	17,499	40,013
Compensation payments	6,000	-
	<u>2,020,780</u>	<u>987,734</u>

The number of employees whose annual remuneration was £60,000 or more was

	2013 Number	2012 Number
£70,001 - £80,000	<u>1</u>	<u>1</u>

Of the employees above, the number participating in pension schemes and the employers' contributions paid on their behalf were as follows

		2013	2012
Teachers' Pension Scheme	Numbers	1	1
	£	<u>11,040</u>	<u>10,774</u>
Local Government Pension Scheme	Numbers	-	-
	£	<u>-</u>	<u>-</u>

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 AUGUST 2013**

### 11 Trustees' remuneration and expenses

The principal, headteacher and other staff trustees only receive remuneration in respect of services they provide undertaking the roles of principal, headteacher and staff, and not in respect of their services as trustees. Other trustees did not receive any payments, other than expenses, from the academy trust in respect of their role as trustees. During the year, travel and subsistence payments totalling £1,683 (2012 £1,076) were reimbursed to 2 trustees (2012 1 trustee).

The value of trustees' remuneration was as follows

AR Fielder (executive principal and trustee) £85,000 - £90,000 (2012 £85,000 - £90,000)

R Carter (staff trustee) £25,000 - £30,000 (2012 £60,000 - £65,000)

PB Bradburn (staff trustee) £30,000 - £35,000 (2012 £25,000 - £30,000)

Other related party transactions involving the trustees are set out within the related parties note

#### Trustees' and officers' insurance

In accordance with normal commercial practice, the academy trust has purchased insurance to protect trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy trust business. The insurance provides cover up to £1,000,000 on any one claim and the cost for the year ended 31 August 2013 was £ (2012 £741)

### 12 Central services

The academy trust has provided the following central services to its academies during the year

premises services  
finance services

The academy trust charges for these services on the following basis

historical charges

The actual amounts charged during the year were as follows

	2013 £
Sandy Hill Academy	9,230
Padstow School	14,948
Treverbyn Academy	16,754
Whitemoor Academy	5,700
	<hr/>
	46,632
	<hr/>

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 13 Tangible fixed assets

	Leasehold land & buildings	Computer equipment	Furniture & equipment	Motor vehicles	Total
	£	£	£	£	£
<b>Cost</b>					
At 1 September 2012	2,093,751	84,348	79,176	4,500	2,261,775
Additions	17,889	17,532	10,316	-	45,737
Transfers	3,169,888	97,399	59,757	-	3,327,044
	<u>5,281,528</u>	<u>199,279</u>	<u>149,249</u>	<u>4,500</u>	<u>5,634,556</u>
<b>Depreciation</b>					
At 1 September 2012	47,795	46,999	23,379	1,650	119,823
Charge for the year	106,142	50,826	23,984	900	181,852
Transfers	80,743	40,404	18,385	-	139,532
	<u>234,680</u>	<u>138,229</u>	<u>65,748</u>	<u>2,550</u>	<u>441,207</u>
<b>Net book value</b>					
At 31 August 2013	<u>5,046,848</u>	<u>61,050</u>	<u>83,501</u>	<u>1,950</u>	<u>5,193,349</u>
At 31 August 2012	<u>2,045,956</u>	<u>37,349</u>	<u>55,797</u>	<u>2,850</u>	<u>2,141,952</u>

### 14 Stocks

	2013 £	2012 £
School uniform	-	2,764

### 15 Debtors

	2013 £	2012 £
Trade debtors	6,635	12,193
VAT recoverable	18,438	13,426
Prepayments and accrued income	35,131	1,508
	<u>60,204</u>	<u>27,127</u>

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 AUGUST 2013**

<b>16</b>	<b>Creditors: amounts falling due within one year</b>	<b>2013</b>	<b>2012</b>
		<b>£</b>	<b>£</b>
	Trade creditors	1,777	8,211
	Taxes and social security costs	82,101	32,569
	Accruals	50,608	14,310
	Deferred income	10,959	-
		<u>145,445</u>	<u>55,090</u>
<b>17</b>	<b>Deferred income</b>	<b>2013</b>	<b>2012</b>
		<b>£</b>	<b>£</b>
	Deferred income is included within		
	Creditors due within one year	<u>10,959</u>	<u>-</u>
	Total deferred income at 1 September 2012	-	-
	Amounts credited to the statement of financial activities	-	-
	Amounts deferred in the year	<u>10,959</u>	<u>-</u>
	<b>Total deferred income at 31 August 2013</b>	<u><b>10,959</b></u>	<u><b>-</b></u>



# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 18 Funds

	Balance at 1 September 2012	Incoming resources	Resources expended	Gains, losses and transfers	Balance at 31 August 2013
	£	£	£	£	£
<b>Restricted general funds</b>					
General Annual Grant	50,739	1,874,018	(2,222,569)	324,414	26,602
Other DfE / EFA grants	-	419,382	(222,616)	-	196,766
Other government grants	-	280,845	(280,845)	-	-
Other restricted funds	29,719	69,094	(98,813)	-	-
	<u>80,458</u>	<u>2,643,339</u>	<u>(2,824,843)</u>	<u>324,414</u>	<u>223,368</u>
Funds excluding pensions	80,458	2,643,339	(2,824,843)	324,414	223,368
Pension reserve	(103,000)	(186,000)	(12,000)	(5,000)	(306,000)
	<u>(22,542)</u>	<u>2,457,339</u>	<u>(2,836,843)</u>	<u>319,414</u>	<u>(82,632)</u>
<b>Restricted fixed asset funds</b>					
DfE / EFA capital grants	92,793	72,018	(17,739)	-	147,072
Inherited fixed asset fund	2,003,430	3,126,118	(138,243)	-	4,991,305
Capital expenditure from GAG or other funds	45,729	13,437	(25,870)	21,676	54,972
	<u>2,141,952</u>	<u>3,211,573</u>	<u>(181,852)</u>	<u>21,676</u>	<u>5,193,349</u>
<b>Total restricted funds</b>	<u>2,119,410</u>	<u>5,668,912</u>	<u>(3,018,695)</u>	<u>341,090</u>	<u>5,110,717</u>
<b>Unrestricted funds</b>					
General funds	<u>170,347</u>	<u>461,645</u>	<u>(109,742)</u>	<u>(346,090)</u>	<u>176,160</u>
<b>Total funds</b>	<u>2,289,757</u>	<u>6,130,557</u>	<u>(3,128,437)</u>	<u>(5,000)</u>	<u>5,286,877</u>

The specific purposes for which the funds are to be applied are as follows

*Restricted general funds* - The restricted general fund includes grants, receivable from the Education funding Agency and the Department for Education towards the principal activity of the academy, being the provision of education

*Restricted fixed asset funds* - The restricted fixed asset fund includes the leasehold property and furniture and equipment transferred to The Cornwall Academy Trust on 1 November 2010 and Education Funding Agency grants which have been received. The fund is being reduced by depreciation in the year

Under the funding agreement with the Secretary of State, the academy trust was not subject to a limit on the amount of GAG that it could carry forward at 31 August 2013

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2013

#### 19 Analysis of academies by fund balance

Fund balances at 31 August 2013 were allocated as follows

	<b>Total £</b>
Sandy Hill Academy	160,229
Padstow School	13,835
Treverbryn Academy	2,265
Whitemoor Academy	64,858
Central services	158,341
<b>Total before fixed assets and pension reserve</b>	<b>399,528</b>
Restricted fixed asset fund	5,193,349
Pension reserve	(306,000)
<b>Total</b>	<b>5,286,877</b>

#### Analysis of academies by cost

Expenditure incurred by each academy during the year was as follows

	<b>Teaching and educational support staff costs £</b>	<b>Other support staff costs £</b>	<b>Educational supplies £</b>	<b>Other costs (excluding depreciation) £</b>	<b>Total £</b>
Sandy Hill Academy	876,632	175,499	31,000	287,058	1,370,189
Padstow School	309,343	38,026	13,378	117,948	478,695
Treverbryn Academy	425,541	45,137	9,413	175,926	656,017
Whitemoor Academy	72,217	9,260	5,732	60,589	147,798
Central services	-	69,125	10,115	214,645	293,885
<b>Academy Trust</b>	<b>1,683,733</b>	<b>337,047</b>	<b>69,638</b>	<b>856,166</b>	<b>2,946,584</b>

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 20 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Fixed asset funds £	Total funds £
Fund balances at 31 August 2013 are represented by:				
Tangible fixed assets	-	-	5,193,349	5,193,349
Current assets	159,638	385,335	-	544,973
Creditors amounts falling due within one year	16,522	(161,967)	-	(145,445)
Defined benefit pension liability	-	(306,000)	-	(306,000)
	<u>176,160</u>	<u>(82,632)</u>	<u>5,193,349</u>	<u>5,286,877</u>

### 21 Pensions and similar obligations

The academy trust'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 Cornwall Council 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 related to the period ended 31 March 2004 and of the LGPS 31 March 2010

Contributions amounting to £39,753 (2012 £14,790) were payable to the schemes at 31 August and are included within creditors

#### Teachers' Pension Scheme

##### Introduction

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pensions Regulations (2010) These regulations apply to teachers in schools that are maintained by local authorities and other educational establishments, including academies, in England and Wales In addition teachers in many independent and voluntary-aided schools and teachers and lecturers in some establishments of further and higher education may be eligible for membership Membership is automatic for full-time teachers and lecturers and from 1 January 2007 automatic too for teachers and lecturers in part-time employment following appointment or a change of contract Teachers and lecturers are able to opt out of the TPS

##### The Teachers' Pension Scheme budgeting and valuation account

Although members may be employed by various bodies, their retirement and other pension benefits are set out in regulations made under the Superannuation Act (1972) and are paid by public funds provided by Parliament The TPS is an unfunded scheme and members contribute on a 'pay as you go' basis - these contributions along with those made by employers are credited to the Exchequer under arrangements governed by the above Act

The Teachers' Pensions Regulations require an annual account, the Teachers' Pension Budgeting and Valuation Account, to be kept of receipts and expenditure (including the cost of pensions increases) From 1 April 2001, the Account has been credited with a real rate of return, which is equivalent to assuming that the balance in the Account is invested in notional investments that produce that real rate of return

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 AUGUST 2013**

### 21 Pensions and similar obligations

(Continued)

#### Valuation of the Teachers' Pension Scheme

At the last valuation, the contribution rate to be paid into the TPS was assessed in two parts. First, a standard contribution rate ('SCR') was determined. This is the contribution, expressed as a percentage of the salaries of teachers and lecturers in service or entering service during the period over which the contribution rate applies, which if it were paid over the entire active service of these teachers and lecturers would broadly defray the cost of benefits payable in respect of that service. Secondly, a supplementary contribution is payable if, as a result of the actuarial review, it is found that accumulated liabilities of the Account for benefits to past and present teachers, are not fully covered by standard contributions to be paid in future and by the notional fund built up from past contributions. The total contribution rate payable is the sum of the SCR and the supplementary contribution rate.

The last valuation of the TPS related to the period 1 April 2001 to 31 March 2004. The Government Actuary's report of October 2006 revealed that the total liabilities of the Scheme (pensions in payment and the estimated cost of future benefits) amounted to £166,500 million. The value of the assets (estimated future contributions together with the proceeds from the notional investments held at that valuation date) was £163,240 million. The assumed real rate of return was 3.5% in excess of prices and 2% in excess of earnings. The rate of real earnings growth was assumed to be 1.5%. The assumed gross rate of return was 6.5%. From 1 January 2007, the SCR was assessed at 19.75%, and the supplementary contribution rate was assessed to be 0.75% (to balance assets and liabilities as required by the regulations within 15 years). This resulted in a total contribution rate of 20.5%, which translated into an employee contribution rate of 6.4% and employer contribution rate of 14.1% payable.

Actuarial scheme valuations are dependent on assumptions about the value of future costs, the design of benefits and many other factors. Many of these assumptions are being considered as part of the work on the reformed TPS, as set out below. Scheme valuations therefore remain suspended. The Public Service Pensions Bill, which is being debated in the House of Commons, provides for future scheme valuations to be conducted in accordance with Treasury directions. The timing for the next valuation has still to be determined, but it is likely to be before the reformed schemes are introduced in 2015.

#### Teachers' Pension Scheme changes

Lord Hutton published his final report in March 2011 and made recommendations about how pensions can be made sustainable and affordable, whilst remaining fair to the workforce and the taxpayer. The Government accepted Lord Hutton's recommendations as the basis for consultation and Ministers engaged in extensive discussions with trade unions and other representative bodies on reform of the TPS. Those discussions concluded on 9 March 2012 and the Department published a Proposed Final Agreement, setting out the design for a reformed TPS to be implemented from 1 April 2015.

The key provisions of the reformed scheme include a pension based on career average earnings, an accrual rate of 1/57th, and a Normal Pension Age equal to State Pension Age, but with options to enable members to retire earlier or later than their Normal Pension Age. Importantly, pension benefits built up before 1 April 2015 will be fully protected.

In addition, the Proposed Final Agreement includes a Government commitment that those within 10 years of Normal Pension Age on 1 April 2012 will see no change to the age at which they can retire, and no decrease in the amount of pension they receive when they retire. There will also be further transitional protection, tapered over a three and a half year period, for people who would fall just outside of the 10 year protection.

In his interim report of October 2010, Lord Hutton recommended that short-term savings were also required, and that the only realistic way of achieving these was to increase member contributions. At the Spending Review 2010 the Government announced an average increase of 3.2 percentage points on the contribution rates by 2014-15. The increases were to be phased in from April 2012 on a 40/80/100 percent basis.

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 21 Pensions and similar obligations

(Continued)

Under the definitions set out in Financial Reporting Standard (FRS 17) Retirement Benefits, the TPS is a multi-employer pension scheme. The academy trust is unable to identify its share of the underlying assets and liabilities of the scheme. Accordingly, the academy trust 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 trust has set out above the information available on the scheme.

#### Local Government Pension Scheme

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contributions are as noted below. The agreed contribution rates for future years are 17.2% for employers and between 5.5% and 7.5% for employees. The estimated value of employer contributions for the forthcoming year is £146,000.

The academy has entered into an agreement with the LGPS trustees to make additional annual contributions of £6,027 in addition to normal funding levels, over a period of 20 years, in order to bridge the scheme deficit.

Parliament has agreed, at the request of the Secretary of State for Education, to a guarantee that, in the event of academy closure, outstanding LGPS liabilities would be met by the Department for Education. The guarantee came into force on 18 July 2013.

	2013 £	2012 £
Employer's contributions	99,000	45,000
Employees' contributions	32,000	16,000
Total contributions	<u>131,000</u>	<u>61,000</u>

#### Principal actuarial assumptions

	2013 %	2012 %
Rate of increase in salaries	5.10	4.50
Rate of increase for pensions in payment	2.80	2.20
Discount rate for scheme liabilities	4.60	4.10
Commutation of pensions to lump sums relating to pre-April 2008 services	40.00	40.00
Commutation of pensions to lump sums relating to post-April 2008 services	<u>70.00</u>	<u>70.00</u>

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 21 Pensions and similar obligations

(Continued)

#### Sensitivity analysis

The sensitivities regarding the principal assumptions used to measure the scheme liabilities are set out below

Change in assumptions as at 31 August 2013

0.5% decrease in Real Discount Rate - 17% approximate increase to Employer Liability equating to approximately £219,000

1 year increase in member life expectancy - 3% approximate increase to Employer Liability equating to approximately £39,000

0.5% increase in the Salary Increase Rate - 9% approximate increase to Employer Liability equating to approximately £121,000

0.5% increase in the Pension Increase Rate - 7% approximate increase to Employer Liability equating to approximately £90,000

The current mortality assumptions include sufficient allowance for future improvements in mortality rates. The assumed life expectations on retirement age 65 are

	2013 Years	2012 Years
Retiring today		
- Males	21	21
- Females	23	23
Retiring in 20 years		
- Males	23	23
- Females	26	26

The academy's share of the assets and liabilities in the scheme and the expected rates of return were

	2013 Expected return %	2013 Fair value £	2012 Expected return %	2012 Fair value £
Equities	6.60	635,000	5.50	176,000
Bonds	3.90	251,000	3.40	45,000
Property	4.70	50,000	3.70	18,000
Other assets	3.60	70,000	2.80	24,000
Total market value of assets		1,006,000		263,000
Present value of scheme liabilities - funded		(1,312,000)		(366,000)
Net pension asset / (liability)		(306,000)		(103,000)

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 21 Pensions and similar obligations

(Continued)

The expected return on assets is based on the long-term future expected investment return for each asset class as at the beginning of the period. They have been calculated using 5,000 simulations of Hymans Robertson Asset Model (HRAM), the proprietary stochastic asset model developed and maintained by Hymans Robertson LLP, and calibrated using market data as at a recent date.

The only exception to the use of HRAM is in deriving the expected return on bond assets instead of the HRAM output, yields applicable at the accounting date on suitable bond indices have been used.

#### Operating costs and income recognised in the statement of financial activities

	2013 £	2012 £
<b>Financial expenditure/(income)</b>		
Expected return on pension scheme assets	(30,000)	(13,000)
Interest on pension liabilities	34,000	14,000
	<u>4,000</u>	<u>1,000</u>
<b>Other expenditure/(income)</b>		
Current service cost	107,000	39,000
Past service cost	-	-
	<u>107,000</u>	<u>39,000</u>
<b>Total operating charge/(income)</b>	<u>111,000</u>	<u>40,000</u>

#### Actuarial gains and losses recognised in the statement of financial activities

	2013 £	2012 £
Actuarial (gains)/losses on assets actual return less expected	(24,000)	(2,000)
Experience (gains)/losses on liabilities	29,000	70,000
(Gains)/losses arising from changes in assumptions	-	-
	<u>5,000</u>	<u>68,000</u>
<b>Total (gains)/losses</b>	<u>5,000</u>	<u>68,000</u>
<b>Cumulative (gains)/losses to date</b>	<u>73,000</u>	<u>68,000</u>

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 21 Pensions and similar obligations

(Continued)

Movements in the present value of defined benefit obligations were as follows:

	2013 £	2012 £
Opening defined benefit obligations	(366,000)	(227,000)
Obligations acquired on conversion	(744,000)	-
Current service cost	(107,000)	(39,000)
Interest cost	(34,000)	(14,000)
Contributions by employees	(32,000)	(16,000)
Actuarial gains/(losses)	(29,000)	(70,000)
	<u>(1,312,000)</u>	<u>(366,000)</u>

Movements in the fair value of the academy trust's share of scheme assets:

	2013 £	2012 £
Opening fair value of scheme assets	263,000	187,000
Assets acquired on conversion	558,000	-
Expected return on assets	30,000	13,000
Actuarial gains/(losses)	24,000	2,000
Contributions by employers	99,000	45,000
Contributions by employees	32,000	16,000
	<u>1,006,000</u>	<u>263,000</u>

History of experience gains and losses:

	2013 £	2012 £	2011 £
Present value of defined benefit obligations	(1,312,000)	(366,000)	(227,000)
Fair value of share of scheme assets	1,006,000	263,000	187,000
Surplus / (deficit)	<u>(306,000)</u>	<u>(103,000)</u>	<u>(40,000)</u>
Experience adjustment on scheme liabilities	(29,000)	(70,000)	(40,000)
Experience adjustment on scheme assets	24,000	2,000	(7,000)



# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

### 22 Reconciliation of net income to net cash inflow/(outflow) from operating activities

	2013 £	2012 £
Net income	3,002,120	60,415
Capital grants and similar income	(24,061)	(88,206)
Net deficit/(surplus) on transfer	(3,143,788)	(1,050)
Investment income	(694)	(500)
FRS17 pension costs less contributions payable	8,000	(6,000)
FRS17 pension finance income	4,000	1,000
Depreciation of tangible fixed assets	181,852	71,295
Losses/(profits) on disposals of fixed assets	-	5,333
(Increase)/decrease in stocks	2,764	(2,764)
(Increase)/decrease in debtors	(33,077)	27,923
Increase/(decrease) in creditors	90,355	(15,176)
Net cash inflow/(outflow) from operating activities	87,471	52,270

### 23 Reconciliation of net cash flow to movement in net funds

	2013 £	2012 £
Increase/(decrease) in cash	208,765	18,946
Net funds at 1 September 2012	276,004	257,058
Net funds at 31 August 2013	484,769	276,004

### 24 Analysis of net funds

	At 1 September 2012 £	Transferred on conversion £	Cash flows £	Non-cash changes £	At 31 August 2013 £
Cash at bank and in hand	276,004	142,276	66,489	-	484,769

# THE CORNWALL ACADEMY TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 AUGUST 2013**

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### **25 Related parties**

Owing to the nature of the academy trust's operations and the composition of the board of trustees being drawn from local public and private sector organisations, transactions may take place with organisations in which trustees have an interest. All transactions involving such organisations are conducted at arm's length and in accordance with the academy trust's financial regulations and normal procurement procedures.

*Ashton MEC Limited* - a company in which D Ashton, a trustee, has a majority interest. Transactions totalling £15,804 (2012 £4,524), relating to the supply of consultancy services took place in the year. There were no amounts outstanding at 31 August 2013 (2012 £Nil).

*Mrs E Hender* - wife of C Hender, a trustee. Transactions totalling £14,026 (2012 £14,033), relating to the provision of clerking services took place in the year. There were no amounts outstanding at 31 August 2013 (2012 £Nil).

*County Heating Maintenance Holdings Limited* - a company in which D Hodge, husband of SE Hodge, a trustee, is a shareholder. Transactions totalling £Nil (2012 £45), relating to the supply of heating services took place in the year. There were no amounts outstanding at 31 August 2013 (2012 £Nil).

### **26 Post balance sheet events**

Since the year end Mount Hawke Academy, Summercourt Academy and the Truro Learning Academy joined The Cornwall Academy Trust.

### **27 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 or she is a member, or within one year after he or she ceases to be a member, such amount as may be required, not exceeding £10 for the debts and liabilities contracted before he or she ceases to be a member.