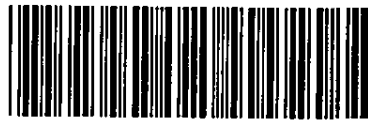


**St Patricks Church of England Primary Academy
(A Company Limited by Guarantee)**

Report and Financial Statements

Period Ended 31 August 2011

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COMPANIES HOUSE

***Company Limited by Guarantee
Registration Number
07401748 (England and Wales)***

St Patricks Church of England Primary Academy

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St Patricks Church of England Primary Academy

Reference and administrative information Names and addressees (as appropriate)

Trustees	P Griffiths S O'Grady	N Gerrard R King
Members	P Griffiths S O'Grady	N Gerrard
Senior Management Team		
Principal (Accounting Officer)	S O'Grady	
Bursar	A Collier	
Business Manager	M Dolby / J Fulford	
Principal and Registered Office	Salter Street Earlswood Solihull B94 6DE	
Company Registration Number	07401748 (England and Wales)	
Auditors	Jerroms LLP The Exchange Haslucks Green Road Shirley, Solihull B90 2EL	
Bankers	Lloyds TSB 22A Great Hampton Street Birmingham B18 6AH	
Responsible Officer	Governor not yet appointed to this post	

St Patricks Church of England Primary Academy
Report of the Trustees for the period ended 31 August 2011

The Trustees (who are also the directors for the purposes of the company law) submit their annual report together with the audited financial statements for the period ended 31 August 2011

The financial statements have been prepared in accordance with the accounting policies set out therein, and comply with the academy's memorandum and articles of association, the Companies Act 2006, and the requirements of the Statement of Recommended Practice "Accounting and Reporting by Charities" as issued in March 2005

Structure, Governance and Management

Constitution

St Patricks Church of England Primary Academy is a company limited by guarantee with no share capital (registration no [07401748]) and an exempt charity within the meaning of Schedule 2 of the Charities Act 1993. It is not required to be registered with the Charity Commission but is, however, subject to the Charity Commissioner's regulatory powers which are monitored by the Secretary of State for Education. The academy's memorandum and articles of association are the primary governing documents of the academy. Members of the academy are nominated by (either) the Secretary of State for Education (or by the main sponsors of the academy). The articles of association require the members of the academy to appoint at least 5 governors to be responsible for the statutory and constitutional affairs of the academy and its management.

Members' liability

Each member of the academy 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 period after he/she ceases to be a member, such amount as may be required, not exceeding £1, for the debts and liabilities contracted before he/she ceases to be a member.

Governors

The Academy Trust has three members who appoint the governors

The Trust Members are as follows

The present Chair (previously appointed by Tanworth Educational Foundation (TEF))

The Principal (Headteacher)

Two others (previously appointed by TEF)

One, who is not a governor, but who was, by agreement on conversion, appointed a representative of TEF

Three of the five members are signatories of the Funding Agreement)

One is appointed by the Local Authority

One is appointed by the Birmingham Diocesan Board of Education

One is elected by the staff of the school

Two are elected by the parents

Two appointed by Tanworth Educational Foundation

A N Other who may be the Parish Priest

The Academy provides training for governors through Solihull MBC provision

Governing Body is made up of committees - Finance, Buildings and Curriculum

The Trustees, who are all members of the Finance Committee review and approve the budget plan and receive regular monitoring statements to ensure the financial position of the school is stable

Buildings Committee draws up proposals for improvements to the school's environment, inside and out, to present to Finance Committee, so that decisions can be made regarding costs

St Patricks Church of England Primary Academy
Report of the Trustees (continued) for the period ended 31 August 2011

Responsibilities of the Governors

The Governors have a strategic role to play and decide what the school wants to achieve and sets the framework i.e setting suitable aims and objectives, agreeing targets and policies, monitoring and reviewing aims. Objectives and whether policies, targets and priorities are being achieved. The Governing Body should take advice from the Principal

The Trustees members of St Patricks Church of England Primary Academy and are also the directors of the Charitable Company for the purposes of company law, are responsible for preparing the Trustees' report and the financial statements in accordance with the annual Accounts Requirements issued by the Young People's Learning Agency, United Kingdom Accounting Standards and applicable law and regulations

The Trustees must approve the financial statements if they are satisfied 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

The Trustees are required to -

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the Charities SORP
- Make judgments and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards have been followed
- Prepare the financial statements on the going concern basis

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain that St Patricks transactions and disclose with reasonable accuracy at any time the financial position of the academy 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 Academy and must take 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 Academy 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 have been applied for the purposes intended

Risk management

The Academy maintains and operates a system of internal control to safeguard all the resources delegated, granted or otherwise entrusted and ensures they are used cost effectively. The system of internal control has been developed and coordinated by the Principal. It aims to provide as much assurance as is reasonably possible (not absolute assurance) that assets are safeguarded, transactions are properly authorised and recorded and that material errors or regularities are either prevented or can be detected promptly

Statement on the System of Internal Financial Control

As Trustees, we acknowledge we have overall responsibility to ensure that St Patricks Church of England Primary Academy has an effective and appropriate system of financial control. Such a system is designed to manage rather than eliminate the risk of failure to achieve business objectives and can only provide reasonable and not absolute assurance to safeguard all resources entrusted to the school and ensure they are used cost effectively

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 Patricks Church of England Primary Academy and the Secretary of State for Education. Any material weaknesses or breakdowns in internal control should be reported to the Governing Body

St Patricks Church of England Primary Academy
Report of the Trustees (continued) for the period ended 31 August 2011

Objectives and Activities

Mission statement

Our purpose is to provide an excellent rounded education enabling our pupils to achieve their individual potential, within a caring and supportive Christian environment

Safeguarding statement

At St Patrick's C E Primary Academy, the welfare of all pupils is of paramount importance. School must provide a secure environment in which children can flourish, are encouraged to talk and are listened to. In order to do this a wide range of safeguarding measures are put in place. Core activities and opportunities for children must be included in the curriculum in order for them to acquire the skills and attitudes required to keep themselves safe and prepare themselves for responsibilities in their adult lives. We have a comprehensive Child Protection Policy. Our safeguarding policy complements and supports other school policies. Parents are welcome to view any school policies and are involved in reviewing policies.

Aims and objectives

At St Patrick's C E Primary Academy our aims are

- to promote the Christian faith and encourage Christian moral values, principles and understanding, as well as respect for people of different cultures and faiths
- to promote social, cultural, moral and spiritual development, preparing pupils to be responsible citizens
- to be an inclusive school where all children are valued and no child is treated less favourably than another child
- to create an interesting and stimulating environment which reflects our values and promotes a real sense of community as well as an individual sense of self-worth
- to develop a community of lifelong learners where access to knowledge is an entitlement and achievement recognised
- to provide learning experiences that will allow all pupils to develop their thinking and creative skills
- to ensure that the Every Child Matters agenda is realised
- to realise the potential of each and every pupil

The academy seeks to continually improve standards of teaching and learning throughout the school and to provide a broad, relevant and challenging curriculum for its pupils. In 2010/11, the priority has been to concentrate on the administrative side of academy conversion with planned changes to staffing structures to meet the needs of running an efficient business. The school uniform and paperwork etc were changed due to the change in the name of the school. Support staff was increased. Service packages were negotiated with the local authority in line with school needs. The academy plans to make further use of its new freedoms in future years e.g. Curriculum changes.

The school has comprehensive School Improvement Plan which is up-dated annually. Areas for improvement are prioritised and action plans written. Action plans include objectives, action to be undertaken and predicted costs, relevant in-service training, people responsible and success criteria. The school undertakes extensive and regular self-evaluation. This includes monitoring and evaluation of pupil progress through assessment, work trawls, learning walks, lesson observation, interviews, objective and target setting and performance management.

The priorities for school improvement in 2010/11 were to ensure all safeguarding measures were securely in place, to sustain high levels of attainment in maths through a greater emphasis on using and applying maths, to sustain high levels of attainment in English through improved assessment for learning strategies and to increase opportunities for outdoor learning (through further development of school farm, Forest School and improved playground facilities).

In 2010/11, the school underwent a major local authority Safeguarding Review. All Safeguarding Policies were updated and the school received a very good report following the review. Other curriculum and general policies were reviewed on a rolling-basis according to the school improvement plan. Revised policies are approved at termly Governor Meetings.

Achievements and Performance

The school sustained very high standards of achievement in the reporting period in all key phases. The school was placed 31st out of over 17000 schools in the Sunday Times Top Performing Primary Schools' League Table. This table is based on the last three years of results. In Solihull League tables, the school was placed 6th based on Level 4 (expected level) results but had the highest average point score for combined maths and English in the borough. The school also achieved the highest percentage of pupils achieving the higher level (Level 5) in both English and maths in the borough. This year a new progress measure was introduced and the school achieved 100% of pupils in mathematics making the expected amount of progress and 89% in English.

The school met its performance targets in 2010/11. Parental support for children's achievement is excellent, particularly with homework and communication with the school, evident in home/school diaries and responses in termly questionnaires. Governors and trustees are very supportive. The school has a good reputation in the local community and levels of attainment are high comparative to local schools.

The PTA raised funds for the school through planned events and activities throughout the year. 2010/11 fund raising will be used to support the purchase of a new reading scheme. The school held a successful Charity Week in June 2011.

Financial Review

- The academy has unspent reserves of £98,386 excluding the pension reserve deficit, mainly made up by pre Academy school reserves. As a relatively new academy (1st November 2010), the unspent reserves are due to a cautious approach in our first period, as new additional costs are expected, which the school did not have to find pre Academy eg Auditors fees, pension scheme liability etc. The Academy has plans to spend part of this reserve to continue to maintain/improve standards at the school and enhance the education of all the pupils in attendance. The Capital reserves will be used to improve for building projects as determined by the Governing Body.
- The Academy is in a healthy financial position at period end and is committed to improving standards in all period groups. The School Improvement Plan shows its aims and objectives and indicates where the resources will be spent in future periods.
- The Academy is dependent on the support of the YPLA. It does have limited support, for specific resources, from the Tanworth Educational Foundation and the Parents Association.

Plans for Future Periods

The School Improvement Plan for 2011/2012 has several targets including developing an assessment policy to ensure progression in teaching and learning, a reading policy to raise pupil enjoyment and standards. The school aims to sustain high standards in mathematics, and to make more effective use of building and grounds to enhance curriculum delivery and staff and storage facilities.

**St Patricks Church of England Primary Academy
Report of the Trustees (continued) for the period ended 31 August 2011**

Statement of disclosure of information to auditors

We, the trustees of the academy who held office as company directors at the date of approval of these Financial Statements as set out above each confirm, so far as we are aware, that

- there is no relevant audit information of which the academy's auditors are unaware, and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the academy's auditors are aware of that information

Auditors

The auditors, Jerroms LLP have expressed their willingness to continue in office and a resolution to appoint them will be proposed at the annual general meeting

This report was approved by the members of the Governing Body on 16 December 2011 and is signed on its behalf by



**S O'Grady
Trustee**

Dated 16 December 2011

**St Patricks Church of England Primary Academy
Independent Auditor's Report to the Members of St Patricks Church of England Primary
Academy for the period ended 31 August 2011**

We have audited the financial statements of St Patricks Church of England Primary Academy for the period ended 31 August 2011 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement) 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 academy'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 academy'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 academy and its 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 5 the governors (who are also the directors of the academy for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

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 on the APB's website at 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 state 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

Opinion on other matter prescribed by the Companies Act 2006

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

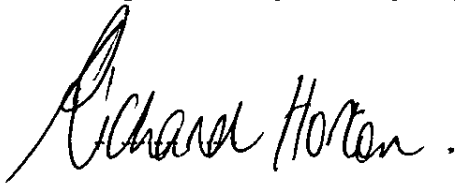
Matters on which we are required to report by exception

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

- 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 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

Opinion on other matters prescribed by the academy's funding agreement with the Secretary of State for Education

- the financial statements have been prepared in accordance with the Financial Reporting and Annual Accounts Requirements issued by the Young People's Learning Agency in respect of the relevant financial year,
- proper accounting records have been kept, and
- grants made by the Young People's Learning Agency have been applied for the purposes intended



Mr Richard Alan Horton (Senior Statutory Auditor)
For and on behalf of Jerroms LLP

Chartered Certified Accountants
Statutory Auditor
The Exchange
Haslucks Green Road
Shirley
Solihull
West Midlands
B90 2EL

Dated 16 December 2011

St Patricks Church of England Academy

Statement of Financial Activities

for the period ended 31 August 2011

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

	Note	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total 2011 £
Incoming resources					
<i>Incoming resources from generated funds</i>					
Voluntary income	3	10,790	0	0	10,790
Assets transferred from predecessor schools	4	(121,000)	114,464	0	(6,536)
Activities for generating funds	5	32,410	0	0	32,410
Investment and similar income	6	337	0	0	337
<i>Incoming resources from charitable activities</i>					
Funding for the academy's educational operations	7	0	796,062	6,756	802,818
Total incoming resources		(77,463)	910,526	6,756	839,819
Resources expended					
<i>Cost of generating funds</i>					
Costs of generating voluntary income	8	668	0	0	668
Investment management costs		0	0	0	0
<i>Charitable activities</i>					
Academy's educational operations	9	62,021	786,297	0	848,318
Governance costs	10	0	1,000	0	1,000
Total resources expended	8	62,689	787,297	0	849,986
Net incoming / (outgoing) resources before transfers		(140,152)	123,229	6,756	(10,167)
Gross transfers between funds	16	36,447	(36,447)	0	0
Net income / (expenditure) before other recognised gains and losses		(103,705)	86,782	6,756	(10,167)
Other recognised gains and losses					
Actuarial (losses) gains on defined benefit pension schemes	19	14,000	0	0	14,000
Net movement in funds		(89,705)	86,782	6,756	3,833
Total funds brought forward at 1 November 2010	16	0	0	0	0
Funds carried forward at 31 August 2011		(89,705)	86,782	6,756	3,833

All of the above results are derived from continuing activities during the first financial period. The Statement of Financial Activities includes all gains and losses in the period, therefore a Statement of Total Recognised Gains and Losses is not required.

The annexed notes form part of these financial statements.

**St Patricks Church of England Primary Academy
Balance Sheet
at 31 August 2011**

	Note	2011 £
Current assets		
Debtors	14	41,613
Cash at bank and in hand		<u>150,046</u>
		191,659
Current liabilities		
Creditors Amounts falling due within one year	15	<u>(56,826)</u>
Net current assets		<u>134,833</u>
Total assets less current liabilities		
Creditors Amounts falling due after one year		0
Net assets excluding pension liability		<u>134,833</u>
Pension scheme liability	19	<u>(131,000)</u>
Net assets including pension liability		<u>3,833</u>
Funds		
Restricted funds		
Restricted fixed asset fund	16	6,756
Restricted general fund (capital reserve)	16	<u>86,782</u>
		93,538
Unrestricted funds		
General fund	16	4,848
Pension reserve	19	<u>(94,553)</u>
Total unrestricted funds		<u>3,833</u>

The financial statements were approved and authorised for issue by the governors on and signed on their behalf by

S. A. O Grady

**S O'Grady
Trustee**

Dated 16 December 2011

**Company Limited by Guarantee
Registration Number 07401748**

The annexed notes form part of these financial statements

St Patricks Church of England Primary Academy
Cash Flow Statement
for the period ended 31 August 2011

	2011 £		
Operating activities			
Receipts			
Recurrent grants received from the YPLA			
• General Annual Grant (GAG)	700,449		
• Other grants	49,761		
Other receipts from the YPLA	28,192		
Other receipts from Government	30,160		
Reserves transferred from predecessor school	74,855		
Other receipts	41,196		
	<u>924,613</u>		
Payments			
Staff costs	(552,986)		
Other cash payments	(228,674)		
	<u>(781,660)</u>		
Net cash inflow from operating activities	<u>142,953</u>		
Returns on investments and servicing of finance			
Interest received	337		
	<u>337</u>		
Capital (expenditure)/income			
Capital grants from YPLA	6,756		
	<u>6,756</u>		
Management of liquid resources and financing			
(Decrease) increase in cash	<u>150,046</u>		
Reconciliation of net cash flow to movement in net funds			
(Decrease) increase in cash	150,046		
Change in net funds	150,046		
Net funds at 1 November 2010	0		
Net funds at 31 August 2011	<u>150,046</u>		
Analysis of changes in net funds			
	At 1 November 2010 £	Cash flows £	At 31 August 2011 £
Cash in hand and at bank	0	150,046	150,046
Current asset investments	0	0	0
	<u>0</u>	<u>150,046</u>	<u>150,046</u>

The annexed notes form part of these financial statements.

**St Patricks Church of England Primary Academy
Notes to the Financial Statements
for the period ended 31 August 2011**

1. Principal Accounting Policies

Format of financial statements

The standard format for the financial statements as required by part 15 of the Companies Act 2006 has been adapted to provide more appropriate information which complies with the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 ('Charities SORP') and reflects the activities of the academy. In addition the financial statements have been prepared in accordance with the financial reporting and annual accounts requirements issued by the Young People's Learning Agency.

Basis of accounting

The financial statements are prepared under the historic cost convention and in accordance with applicable UK accounting standards (UK Generally Accepted Accounting Practice) and the Charities SORP. The principal accounting policies have remained unchanged during the period and are 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

Grants receivable

Grants are included in the statement of financial activities on an accruals basis. The balance of income received for specific purposes but not matched to relevant expenditure during the period is shown in the relevant funds on the balance sheet.

Other income

Other income (including the provision of catering services) is recognised in the statement of financial activities in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

Donations

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

Interest receivable

Interest receivable is included within the statement of financial activities on an accruals basis.

Resources expended and the basis of apportioning costs

Resources expended are recognised in the period in which they are incurred and include irrecoverable VAT. They have been classified under headings that aggregate all costs relating to that activity.

Allocation of costs

In accordance with the Charities SORP, expenditure has been analysed between the cost of generating funds, the academy's charitable activities and governance. Items of expenditure which involve more than one cost category have been apportioned on a reasonable, justifiable and consistent basis for the cost category concerned. Central staff costs are allocated on the basis of time spent on each activity and depreciation charges on the basis of the proportion of the assets' use which is utilised by each activity.

St Patricks Church of England Primary Academy
Notes to the Financial Statements
for the period ended 31 August 2011

1. Principal Accounting Policies (continued)

Governance costs

Governance costs include the costs attributable to the academy's compliance with constitutional and statutory requirements, including audit, strategic management and governors' meetings and reimbursed expenses. Such costs include both direct and allocated support costs.

Fund accounting

General funds represent those resources which may be used towards meeting any of the objects of the academy at the discretion of the governors.

Restricted funds comprise grants from the YPLA and other donors which are to be used for specific purposes as explained in note 16.

Leased assets

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial activities on a straight line basis over the lease term.

Taxation

The academy is an exempt charitable company and as such is exempt from corporation tax subject to the provisions of the Corporation Tax Act 2010. The cost of irrecoverable VAT incurred by the academy has been included in the statement of financial activities.

Pensions

Academy staff are members of one of two pension schemes. More details of the schemes are given in note 19.

Defined Benefit Schemes

Teachers' Pension Scheme

Full-time and part-time teaching staff employed under a contract of service are eligible to contribute to the Teachers' Pension Scheme (TPS). The TPS, a statutory, contributory, final salary scheme is administered by Capita Teachers' Pensions on behalf of the Department for Education. As the academy is unable to identify its share of the underlying (notional) assets and liabilities of the scheme, the academy has taken advantage of the exemption in Financial Reporting Standard (FRS) 17 and has accounted for its contributions to the scheme as if it were a defined contribution scheme. The pension costs for the scheme represent the contributions payable by the academy in the period.

Local Government Pension Scheme

Non-teaching members of staff are offered membership of the Local Government Pension Scheme (LGPS) which is managed by the relevant local authority. The LGPS is a defined benefit pension scheme and is able to identify the academy's share of assets and liabilities and the requirements of FRS 17, Retirement Benefits, have therefore been followed.

The academy's share of the LGPS assets are measured at fair value at each balance sheet date. Liabilities are measured on an actuarial basis using the projected unit method. The net of these two figures is recognised as an asset or liability on the balance sheet. Any movement in the asset or liability between balance sheet dates is reflected in the statement of financial activities.

St Patricks Church of England Primary Academy
Notes to the Financial Statements
for the period ended 31 August 2011

		2011 £
2	GENERAL ANNUAL GRANT (GAG)	
	a. Results and Carry Forward for the Period	
	GAG brought forward from previous period	
	GAG allocation for current period	741,184
	Total GAG available to spend	741,184
	Recurrent expenditure from GAG	741,184
	Fixed assets purchased from GAG	0
	GAG carried forward to next period	0
	Maximum permitted GAG carry forward at end of current period (12% of allocation for current period)	88,942
	GAG to surrender to DfES	0
	(12% rule breached if result is positive)	(no breach)
3	VOLUNTARY INCOME	2011 £
	Parental Contributions	10,790
		10,790
4	ASSETS / (LIABILITIES TRANSFERRED FROM PREDECESSOR SCHOOLS	2011 £
	Local Government Pension Scheme Deficit	(121,000)
	Reserves on Conversion	114,464
		(6,536)
5	ACTIVITIES FOR GENERATING FUNDS	
	Catering Income	
	Income from Facilities and Services	26,427
		5,983
		32,410
6	INVESTMENT INCOME	2011 £
	Bank Interest	337
		337

St Patricks Church of England Primary Academy
Notes to the Financial Statements (continued)
for the period ended 31 August 2011

7 Funding for the Academy's Educational Operations

	2011
	£
YPLA capital grants	
• Devolved Formula Capital allocations	6,756
	6,756
YPLA revenue grants	
• General Annual Grant (GAG)	700,449
• Start Up Grant Part a	24,761
• VAT Grant	12,500
• Other YPLA Grants	28,192
• Other LEA Grants	28,235
	794,137
Other grants	
• Income from LEA additional Nursery Funding	1,925
	1,925

8 RESOURCES EXPENDED

	Staff Costs £	Other costs £	Total 2011 £
Costs of generating voluntary income	<u>0</u>	<u>668</u>	<u>668</u>
Academy's educational operations			
• Direct costs	541,421	61,297	602,718
• Allocated support costs	24,000	221,600	245,600
	<u>565,421</u>	<u>282,897</u>	<u>848,318</u>
Governance costs including allocated support costs	0	1,000	1,000
	<u>565,421</u>	<u>284,565</u>	<u>849,986</u>

The method used for the apportionment of support costs is disclosed in the accounting policies

St Patricks Church of England Primary Academy
Notes to the Financial Statements (continued)
for the period ended 31 August 2011

9 Charitable Activities - Academy's Educational Operations

	2011 £
Direct costs	
Teaching and educational support staff costs	528,986
Depreciation	0
Books, apparatus and stationery	48,757
School trips	12,540
Staff development	12,435
Educational consultancy	0
Other direct costs	0
	<u>602,718</u>
Allocated support costs	
Maintenance of premises and equipment	27,549
Cleaning	12,000
Rent and rates	7,000
Heat and light	20,000
Insurance	13,000
Security	2,000
Furniture	12,591
LEA Services	94,021
Technology costs	20,356
Stationery	3,000
School signs	5,000
Telephone	2,000
Other support costs	3,083
LGPS Cost	24,000
	<u>245,600</u>

10 GOVERNANCE COSTS

	2011 £
Support costs	
Legal and professional fees	1,000
Auditors' remuneration (including benefits in kind)	
• Audit Fee	
• Accountancy, taxation and other services	
Governors' reimbursed expenses	
	<u>1,000</u>

St Patricks Church of England Primary Academy
Notes to the Financial Statements (continued)
for the period ended 31 August 2011

11 STAFF COSTS

The average number of persons (including senior management team) employed by the academy during the period ended 31 August 2011 expressed as full time equivalents was as follows

	2011 No.
Charitable activities	
Teachers	8
Administration and support	7
Management	2
	<u>17</u>
Governance activities	0
	<u>17</u>
 Staff costs comprise	 2011 £
Wages and salaries	467,986
Childcare costs	4,000
Other pension costs(employer contributions)	57,000
Staff development	12,435
LGPS Costs	24,000
	<u>565,421</u>

12 GOVERNORS' REMUNERATION AND EXPENSES

Governors' remuneration

Principal and staff governors 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, other than expenses, from the Academy in respect of their role as governors. The value of the Principal's remuneration was £51,106 and pension contributions for the period were £7,206.

**St Patricks Church of England Primary Academy
Notes to the Financial Statements (continued)
for the period ended 31 August 2011**

13 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. This cover is contained within whole school insurance document. Governors/Professional Liability £2 million limit.

14 DEBTORS

**2011
£**

Amount due from predecessor school

41,613
41,613

15 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

**2011
£**

Taxation and social security
Accruals

12,500
44,326
56,826

St Patricks Church of England Primary Academy
Notes to the Financial Statements (continued)
for the period ended 31 August 2011

16 FUNDS

The income funds of the academy include restricted funds comprising the following balances of grants to be applied for specific purposes

	At 1 November 2010	Incoming resources	Outgoing resources, transfers & other gains & losses	At 31 August 2011
	£	£	£	£
Restricted general funds				
• General Annual Grant (GAG) (i)	0	700,449	(700,449)	0
• Start Up Part a	0	24,761	(24,761)	0
• VAT grant	0	12,500	(12,500)	0
• LEA nursery funding	0	1,925	(1,925)	0
• Other YPLA grants	0	56,427	(56,427)	0
• Reserves from predecessor school	0	114,464	(27,682)	86,782
	0	910,526	(823,744)	86,782
Restricted fixed asset funds				
• YPLA capital grants	0	6,756	0	6,756
	0	6,756	0	6,756
Unrestricted funds				
Unrestricted funds	0	43,537	(38,689)	4,848
Pension reserve (ii)	0	0	(94,553)	(94,553)
	0	43,537	(133,242)	(89,705)

- (i) General Annual Grant must be used for the normal running costs of the academy. The academy is allowed to carry forward up to 12% of the current (GAG). Of the carried forward amount, up to 2% of GAG can be used for general purposes at the discretion of the academy, but any balance over 2% must be used for capital purposes.
- (ii) The gross transfer from the restricted general fund to the unrestricted fund of £36,447 represents the total cost of the Local Government Pension Scheme which have been aligned to the pension fund.

**St Patricks Church of England Primary Academy
Notes to the Financial Statements (continued)
for the period ended 31 August 2011**

17 CONTINGENT LIABILITIES

During the period of the Funding Agreement, in the event of the sale or disposal by other means of any asset for which a Government capital grant was received, the academy is required either to re-invest the proceeds or to repay to the Secretary of State for Education the same proportion of the proceeds of the sale or disposal as equates with the proportion of the original cost met by the Secretary of State

Upon termination of the Funding Agreement, whether as a result of the Secretary of State or the academy serving notice, the academy shall repay to the Secretary of State sums determined by reference to

- (a) the value at that time of the academy's site and premises and other assets held for the purpose of the academy and
- (b) the extent to which expenditure incurred in providing those assets was met by payments by the Secretary of State under the Funding Agreement

18 MEMBERS' LIABILITY

Each member of the academy undertakes to contribute to the assets of the academy in the event of it being wound up while he/she is a member, or within one period after he/she ceases to be a member, such amount as may be required, not exceeding £1 for the debts and liabilities contracted before he/she ceases to be a member

19 PENSION COMMITMENTS

The Teachers' Pension Scheme

Introduction

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme. The regulations under which the TPS operates are the Teachers' Pensions Regulations 2010. These regulations apply to teachers in schools and other educational establishments in England and Wales maintained by local authorities, to teachers in many independent and voluntary-aided schools, and to teachers and lecturers in establishments of further and higher education. 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 Budgeting and Valuation Account

Although teachers and lecturers are employed by various bodies, their retirement and other pension benefits, including annual increases payable under the Pensions (Increase) Acts are, as provided for in the Superannuation Act 1972, paid out of monies provided by Parliament. Under the unfunded TPS, teachers' contributions on a 'pay-as-you-go' basis, and employers' contributions, 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 (in excess of price increases and currently set at 3.5%), which is equivalent to assuming that the balance in the Account is invested in notional investments that produce that real rate of return.

St Patricks Church of England Primary Academy
Notes to the Financial Statements (continued)
for the period ended 31 August 2011

19 Valuation of the Teachers' Pension Scheme

Not less than every four periods the Government Actuary (GA), using normal actuarial principles, conducts a formal actuarial review of the TPS. The aim of the review is to specify the level of future contributions.

The contribution rate paid into the TPS is assessed in two parts. First, a standard contribution rate (SCR) is 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 investigation, 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 - 31 March 2004. The GA's report of October 2006 revealed that the total liabilities of the Scheme (pensions currently in payment and the estimated cost of future benefits) amounted to £166,500 millions. The value of the assets (estimated future contributions together with the proceeds from the notional investments held at the valuation date) was £163,240 millions. The assumed real rate of return is 3.5% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 1.5%. The assumed gross rate of return is 6.5%.

As from 1 January 2007, and as part of the cost-sharing agreement between employers' and teachers' representatives, the SCR has been assessed at 19.75%, and the supplementary contribution rate has been assessed to be 0.75% (to balance assets and liabilities as required by the regulations within 15 periods), a total contribution rate of 20.5%. This translates into an employee contribution rate of 6.4% and employer contribution rate of 14.1% payable. The cost-sharing agreement has also introduced – effective for the first time for the 2008 valuation – a 14% cap on employer contributions payable.

The pension cost charged in the financial statements for this scheme for the period ended 31 August 2011 was £59,119 which were the contributions due for the period.

St Patricks Church of England Primary Academy
Notes to the Financial Statements (continued)
for the period ended 31 August 2011

19 PENSION COMMITMENTS (CONTINUED)

Local Government Pension Scheme

The academy is one of several employing bodies included within the Local Government Pension Scheme (LGPS)

The LGPS is a funded defined benefit scheme, with the assets held in separate trustee administered funds. Contributions to the scheme are determined by a qualified actuary on the basis of triennial valuations using the projected unit method. The total contribution made for the period ended 31 August 2011 was £ 16,637 of which employer's contributions totalled £12,447 and employees' contributions totalled £ 4,190. The agreed contribution rates for the period ended 31 August 2011 were 17.5% for employers and 5.5, 5.8, 6.5% for employees.

The following information is based upon a full actuarial valuation of the fund at 1 November 2010, updated to 31 August 2011 by a qualified independent actuary.

The major assumptions used by the actuary were

	At 31 August 2011
Discount rate for liabilities	5.30%
Rate of increase in pensions in payment & deferred pensions	3.00%
Inflation	3.00%
Rate of increase in salaries	4.75%

The mortality assumptions used in the valuation of the liabilities were as follows

	2011 periods
Longevity at age 65 for current pensioners	
Men	21.3
Women	24.2
Longevity at age 65 for future pensioners	
Men	22.8
Women	25.8

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

	Rate of return expected at 31 Aug 2011	Value at 31 August 2011	Rate of return expected at 1 November 2010	Value at 1 November 2010
		£		£
Equities	7.50%	64,000	7.50%	56,000
Government bonds	3.70%	12,000	4.10%	7,000
Other bonds	5.30%	8,000	5.00%	6,000
Property	6.50%	12,000	6.50%	7,000
Cash	0.50%	1,000	0.50%	1,000
	6.66%	<u>97,000</u>	6.76%	<u>77,000</u>
Total fair value of assets		97,000		
Present value of scheme liabilities – funded		(228,000)		
Surplus / (deficit) in the scheme		<u>(131,000)</u>		

St Patricks Church of England Primary Academy
Notes to the Financial Statements (continued)
for the period ended 31 August 2011

19 PENSION COMMITMENTS (CONTINUED)

Local Government Pension Scheme (continued)

Analysis of amount chargeable to income and expenditure account

	2011 £
Employer service cost (net of employee contributions)	20,000
Past service cost	<u>0</u>
Total operating charge	<u>20,000</u>

Analysis of pension finance income / (costs)

	2011 £
Expected return on employer's share of scheme assets	5,000
Interest on pension liabilities	<u>(9,000)</u>
Pension finance income / (costs)	<u>(4,000)</u>
Total charge to the income and expenditure account	<u>24,000</u>

Amount recognised in the statement of total recognised gains and losses (STRGL)

	2011 £
Changes in financial and demographic assumptions underlying the present value of the scheme liabilities	(14,000)
Total amount recognised in STRGL	<u>(14,000)</u>

Movement in surplus / deficit during the period

	2011 £000s
Surplus / deficit in the scheme at 1 November 2010	(121,000)
Movement in period	
Current service cost	(20,000)
Employer contributions	
Past service costs	
Pension finance income / (costs)	(4,000)
Actuarial (loss) / gain	<u>14,000</u>
Surplus / deficit in the scheme at 31 August 2011	<u>(131,000)</u>

St Patricks Church of England Primary Academy
Notes to the Financial Statements (continued)
for the period ended 31 August 2011

19 PENSION COMMITMENTS (CONTINUED)

Local Government Pension Scheme (continued)

Changes in the fair value of scheme assets are as follows

	2011
	£
Fair value of scheme assets at 1 November 2010	0
Expected return on scheme assets	5,000
Actuarial gains / (losses)	(4,000)
Business combinations	77,000
Contributions by members	5,000
Contributions by employer	14,000
Fair value of scheme assets at 31 August 2011	<u>97,000</u>

Changes in the present value of scheme liabilities are as follows:

	2011
	£
Scheme liabilities at 1 November 2010	0
Current service costs	20,000
Interest cost	9,000
Contributions by members	5,000
Actuarial losses / (gains)	(4,000)
Business combinations	198,000
Scheme liabilities at 31 August 2011	<u>228,000</u>

Amounts for the current and previous four periods

	2011
Present value of scheme liabilities	(228,000)
Fair value of scheme assets	97,000
Surplus / (deficit) in the scheme	<u>(131,000)</u>
Experience adjustments on scheme liabilities	<u>0</u>
Experience adjustments on scheme assets	<u>0</u>

The employer expects to make payments of £21,000 in the year to 31 August 2012

**St Patricks Church of England Primary Academy
Notes to the Financial Statements (continued)
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20 RELATED PARTIES

The Tanworth Educational Trust (TEF) has given permission for St Patricks Church of England Primary Academy to use their land and buildings on conversion to an Academy. This permission is via a tenancy at will and is given subject to the understanding that TEF retains ownership of the land and buildings and retains all rights and obligations that currently exist.