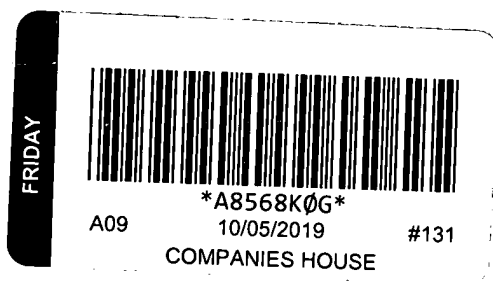




Company Registration No. 07401748 (England and Wales)

**ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY**  
**(A COMPANY LIMITED BY GUARANTEE)**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2018**





# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## CONTENTS

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	Page
Reference and administrative details	1 - 2
Trustees' report	3 - 8
Governance statement	9 - 12
Statement on regularity, propriety and compliance	13
Statement of trustees' responsibilities	14
Independent auditor's report on the financial statements	15 - 17
Independent reporting accountant's report on regularity	18 - 19
Statement of financial activities including income and expenditure account	20 - 21
Balance sheet	22
Statement of cash flows	23
Notes to the financial statements including accounting policies	24 - 43

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# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## REFERENCE AND ADMINISTRATIVE DETAILS

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### Trustees

Mrs C Glennon (Head Teacher and Accounting Officer)  
Mr M Purcocks  
Miss G Gathercole (Chair of Governors)  
Mr J W H Brown

### Members

Mr R P King  
Mr J W H Brown  
Mrs C Glennon  
Mr M F Purcocks  
Miss G Gathercole

### Non statutory governors

Mrs S Bell (Resigned 25 January 2018)  
Mrs M Pettinger (Resigned 15 March 2018)  
Mrs A Taylor (Resigned 31 August 2018)  
Miss M Perkins  
Mrs A Cope  
Mrs P Oldham  
Rev J Humphries  
Mr S Taylor  
Mr S Lawrence  
Mrs L Nicholls (Appointed 1 September 2018)  
Dr S Winnett (Appointed 1 September 2018)

### Senior leadership team

- Headteacher	Mrs C Glennon
- Deputy Headteacher	Mrs T Wood
- Assistant Headteacher (Maternity Leave)/ KS1 & Foundation Leader	Miss M Perkins
- Assistant Headteacher (Maternity Leave)/ KS1 & Foundation Leader	Mr A Waters (From 1 September 2017)
- Business Manager	Mrs L Howe (From 1 September 2017)
- SENCO	Mrs S Oldfield

### Company registration number

07401748 (England and Wales)

### Registered office

Salter Street  
Earlswood  
Solihull  
West Midlands  
B94 6DE

### Independent auditor

Ellacotts LLP  
Countrywide House  
23 West Bar  
Banbury  
Oxfordshire  
OX16 9SA  
England



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## REFERENCE AND ADMINISTRATIVE DETAILS

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### Bankers

Lloyds TSB  
22A Great Hampton Street  
Birmingham  
B18 6AH



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## TRUSTEES' REPORT FOR THE YEAR ENDED 31 AUGUST 2018

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The trustees present their annual report together with the financial statements and auditor's report of the charitable company for the year 1 September 2017 to 31 August 2018. The annual report serves the purposes of both a trustees' report, and a directors' report under company law.

The academy trust operates an academy for pupils aged 3 to 11, serving a catchment area in Earlswood, rural south Solihull. It has a pupil capacity of 240 and had a roll of 228 in the school census on January 2018.

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

### **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 St Patrick's Church of England Primary Academy are also the directors of the charitable company for the purposes of company law. Details of the trustees who served during the year, and to the date these financial statements are approved, 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

There are no qualifying third-party indemnity provisions in place.

#### Method of recruitment and appointment or election of trustees

The academy trust is made up of five members; these members are responsible for the appointment of governors. The trust will always include a member of the Tanworth Educational Foundation.

The Trust Members are as follows:

- The Present Chair of Governors
- The Principal (Headteacher)
- One member of the Tanworth Educational Foundation
- Another two who are appointed by the Governing Body

Governors are as follows:

- One is appointed by the Birmingham Diocese Board of Education
- One is appointed by the Church Council
- One is appointed as Deanery Representative
- One is appointed by the Local Authority
- Two are elected by the parents
- Three are appointed by the Tanworth Educational Foundation
- The Headteacher
- One who is co-opted

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

The academy provides training for trustees through Solihull MBC provision.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2018

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### Organisational structure

The Governing Body is made up of two standing committees: - Finance & Resources, Performance and Curriculum committees. Members of the Finance and Resources committee review and approve the budget plan and receive regular monitoring statements to ensure the financial position of the school is stable. There are also sub committees: - Pay committee and Admissions committee. Special committees are formed as they are required e.g. Bicentenary committee, none were required in this reporting period.

### Arrangements for setting pay and remuneration of key management personnel

The pay committee is made up of four governors and has responsibility for ratifying pay recommendations and awards presented by the Headteacher. These are all supported by full performance reviews based on pre-agreed objectives. The pay committee also adopt the published statutory pay and conditions document. The remuneration for the headteacher is set by the Chair of Governors in conjunction with feedback from the School Improvement Adviser and performance review. This is also discussed with the pay committee.

### Related parties and other connected charities and organisations

The academy trust has entered into a Tenancy at Will agreement with the Tanworth Education Foundation who retain ownership of the land and buildings from which the school and nursery operate.

### **Objectives and activities**

#### Objects and aims

Our purpose is to provide an excellent rounded education enabling our pupils to achieve their individual potential, within a caring and supportive Christian environment. This is embodied in our school motto "mighty oaks from little acorns grow".

#### Objectives, strategies and activities

At St Patrick's Church of England 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 school has also adapted The Magnificent Seven values which all are encouraged to display at the school. These are Enjoyment, Thankfulness, Hopes and Dreams, Forgiveness, Honesty, Respect and Kindness.

The academy seeks to continually improve standards of teaching and learning throughout the school and for the Headteacher to embed the SLT and to provide a broad, relevant and challenging curriculum for its pupils. In 2017/18 there were three main priorities: ensure pupils from all starting points make at least sufficient progress within KS2 in mathematics; ensure pupils from all starting points make at least sufficient progress within KS2 in reading; and to further develop the Christian ethos of the school.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2018

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The school has a comprehensive school improvement plan which is updated annually. Areas of improvement are prioritised and action plans developed. Action plans include objectives, action to be taken 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 the pupil progress through assessment, work trawls, learning walks, lesson observation, interviews, objective and target setting and performance management of all staff.

The school will continue to offer the wraparound provision offered to parents. This provision has proved to be a successful venture for the school. The provision covers 38 weeks of the year, where parents are able to drop children from 7.30am and pick up to 6.30pm.

### 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.

### **Strategic report**

#### **Achievements and performance**

Parental support for the children's achievement remains to be excellent, particularly with homework and communication with the school. Governors and trustees are very supportive.

The PTA raised funds for the school through planned events. The Christmas and summer fairs both proved a great success once again as well as the Special Person's Picnic. The children enjoyed a whole school trip. Due to poor weather, some pantomime trips were cancelled and the PTA organised special activities in school for affected children.

During the May half term, the school was flooded, support from staff and parents was invaluable to ensure we were able to reopen the school and make arrangements for extensive repair work to be completed during the summer holidays. Repair work and general school site improvements were made during the holidays including roof repairs, general site maintenance, a new entrance and library area and improvements to the Year 1 classroom.

### Key Performance Indicators

#### *KS2 RESULTS: JULY 2018*

	EXP +	EXP	GD	AVP	AVP GD
READING	88%	45%	43%	108	114
WRITING	100%	50%	50%	50% 107	50% 113
MATHS	85%	42%	43%	107	114
GPS	96%	46%	50%	109	114



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2018

### SECONDARY READY

ACHIEVING EXP+ IN READING, WRITING AND MATHS- 85%

ACHIEVING GDS IN READING, WRITING AND MATHS- 26%

#### KS1

Reading (% achieving expected standard and % achieving GD)

Writing – (% achieving expected standard and % achieving GD)

Maths - (% achieving expected standard and % achieving GD)

Phonics - (% of children who passed the screening)

EYFS - (% of children with a GLD)

EXP+ 84% EXP 50% GD 31%

EXP+ 80% EXP 60% GD 20%

EXP+ 87% EXP 67% GD 20%

97%

74% GLD R 91% ELG Secure

W 81% ELG Secure

Number 97% ELG Secure

### Staffing Costs

Staffing costs are monitored as a percentage of total income. For the year, ended 31 August 2018 staffing costs amounted to 70% of the total income.

### Attendance

Governors monitor attendance on a termly basis. In Summer 2018, Governors received an update from Central School Attendance and Welfare Service's (CSAWS) data analysis of Autumn/Spring 2017/18:

'The whole school's absence and PA levels are good. Both are lower than National and Local Authority averages. The school is in the top 5th percentile of schools nationally for attendance rates, for PA levels.

#### Summer Term 2018

	Sessions	%
Attendances	25714	97.24
Authorised absences	542	2.05
Unauthorised absences	187	0.71

In January, the school had its Statutory Inspection of Anglican and Methodist Schools (SIAMS) and was graded Outstanding.

In July, the school had an Ofsted inspection, this was the first inspection of the Academy since conversion, we were graded Good.

### Going concern

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





# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2018

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### Financial review

Despite significant spend in year on improvements to the school site, repairs and maintenance, the academy is in a healthy financial position at the end of the financial year, and is committed to improving standards in all areas. The school improvement plan shows its aims and objectives and indicates where the resources will be spent in future years. The intention is to use some of these resources to improve the facilities of the school.

The academy is dependent on the support of the ESFA, and it does have limited support for specified resources from Tamworth Educational Foundations, the parents' association and income from Mighty Oaks (before and after school provision).

Due to the rural location of St Patrick's Primary Academy, the designated catchment area contains very few houses. As a result, the area from which our intake comes is from a wide area. Year on year we need to maintain high standards in order to attract prospective parents from other catchment areas. Numbers are a key driver to the success of the school and as such a dip in performance could lead to a drop in numbers hence affecting future funding. This has led to the school's focus on developing the website, parent communication and commitment to school tours for prospective parents. The school continues 1-1 school tours due to the success of that model in keeping admissions requests high. There are a number of building sites within the vicinity of the school and the school aims to attract children from these in the coming years.

During the year ended 31 August 2018, the total expenditure over income for the year was £13,883. At 31 August 2018 the net book value of fixed assets was £455,412 and movements in tangible fixed assets are shown in note 13 to the financial statements.

At 31 August 2018 the total funds comprised:

Unrestricted	£362,379
Restricted: Fixed Asset Fund	£455,412
GAG	£nil
Pension reserve deficit	£(345,000)
Total	£472,791

### Reserves policy

Our policy is to aim to hold £100,000 in cash reserve, deemed necessary to cover the main running costs of the academy for 2 months in the event of a major variation in circumstances.

### Investment policy

Cash reserves are held in the current account at Lloyds Bank. This policy has been adopted by the governing body as a low risk, easy cash access strategy which suits the academy's finance and business management. Surplus funds are invested in a long-term deposit account.

### Principal risks and uncertainties

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 Head Teacher. 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.

The school also has a responsible officer visit, the outcomes of which are reported to and reviewed by trustees.

### Financial and risk management objectives and policies

The trustees recognise that the Local Government Pension Scheme deficit represents a significant potential liability to the academy. However, as the trustees consider the academy trust is able to meet its known annual contribution commitments for the foreseeable future, the risk from this liability is minimal.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2018

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### Fundraising

The Academy does not have formal fundraising activities. Parents are asked for voluntary contributions to support the cost of transport for school trips. The PTA raised funds for the school through planned events. The Christmas and summer fairs both proved a great success once again as well as the Special Person's Picnic.

Following the flooding in May 2018, a parent co-ordinated a 'Just Giving' campaign to raise money to replace resources lost from the flooding, the page raised £1,160.

### Plans for future periods

It is our intention to retain the single form entry approach to St Patrick's so we are continuing to review ways to raise funds to support development. This has included reducing numbers in nursery to support a more effective staff ratio, implementing a dinner service in wrap-around. For 2018-19 we will continue to explore opportunities for holiday clubs, as plans during this academic year could not proceed as the right partner was not found.

The governors are seeking to review, implement and update the maintenance plan for the site and buildings, particularly, in reference to future proofing for any future potential floods. Consideration is also being given to the review and update of the outdoor facilities for EYFS, particularly the nursery, the governors plan to spend some reserves on updating these facilities.

### 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.

The trustees' report, incorporating a strategic report, was approved by order of the board of trustees, as the company directors, on 11/12/18 and signed on its behalf by:

Miss G Gathercole  
Chair of Governors



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## GOVERNANCE STATEMENT FOR THE YEAR ENDED 31 AUGUST 2018

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### Scope of responsibility

As trustees we acknowledge we have overall responsibility for ensuring that St Patrick's Church Of England Primary Academy 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 Head Teacher, 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 Patrick's Church Of England Primary Academy 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.

The Finance and Resources committee is made up of 7 governors and met 5 times during the year. The Standards, Performance and Curriculum committee is made up of 5 governors and met twice during the year although their business was covered during the main governing body meetings.

Trustees	Meetings attended	Out of possible
Mrs C Glennon (Head Teacher and Accounting Officer)	4	4
Mr M Purcocks	4	4
Miss G Gathercole (Chair of Governors)	4	4
Mr J W H Brown	3	4

The composition of the board for 2017/18 has changed during the year. Further to a question about representation, the governors are seeking advice over the appointment of a new member. Mrs S Bell resigned as a governor effective January 2018. Sarah Winnett was proposed as the new Deanery rep and this was ratified by the board. Mrs A-M Taylor stepped down as Co-opted governor and Lianne Nichols was appointed as her replacement.

The full governing board meets once per term (twice in the autumn term to review end of year accounts). The full board has delegated responsibility to two standing committees for business as detailed below. Each committee meets at least termly. Urgent business is dealt with by adhoc committee if necessary or by full board email correspondence, for example to approve policies.

There has been no external review of governance during the year although the composition of the board of governors has been discussed at meetings including succession planning, skills evaluation and strategic direction. Succession planning will be a particular focus of the board in 2018-19. We intend to complete a self-evaluation of governance in 2018-19, towards the end of the academic year.

We evaluated our strengths as a board when recruiting new governors. We had identified a need to support SEND and safeguarding and looked for governors with knowledge or experience in these areas.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## GOVERNANCE STATEMENT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2018

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The Finance and Resources Committee is a standing committee of the main board of trustees. Its purpose is to have oversight of finance, buildings and resources delegated from the full governing board. It has responsibility in relation to:

- Financial strategy
- Financial monitoring and probity
- Income maintenance and generation
- Site and buildings maintenance and strategy
- Health and safety

Attendance at meetings in the year was as follows:

Trustees	Meetings attended	Out of possible
Mrs C Glennon (Head Teacher and Accounting Officer)	5	5
Mr M Purcocks	5	5
Miss G Gathercole (Chair of Governors)	5	5
Mr J W H Brown	3	5

The Standards, Performance and Curriculum Committee is also a standing committee of the main board of trustees. Its purpose is to have oversight of finance, buildings and resources delegated from the full governing board. It has responsibility in relation to:

- School Improvement Plan (SIP) evaluation, development and reporting
- RAISEonline / ASP
- Pupil data tracking
- SEN report
- SAT's results
- Curriculum changes and updates
- Policy reviews

Attendance at meetings in the year was as follows:

Trustees	Meetings attended	Out of possible
Mrs C Glennon (Head Teacher and Accounting Officer)	2	2
Miss G Gathercole (Chair of Governors)	1	2

### Review of value for money

As accounting officer the Head Teacher has responsibility for ensuring that the academy trust delivers good value in the use of public resources. The accounting officer understands that value for money refers to the educational and wider societal outcomes achieved in return for the taxpayer resources received.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## GOVERNANCE STATEMENT (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2018

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The accounting officer considers how the academy trust's use of its resources has provided good value for money during each academic year, and reports to the board of trustees where value for money can be improved, including the use of benchmarking data where appropriate. The accounting officer for the academy trust has delivered improved value for money during the year.

Some examples of the value for money achieved by the Academy during the financial year are the added value our pupils have gained from the extra curriculum breadth of music tuition; the successful SATS results achieved by our Year 6 and Year 2 pupils working in the new curriculum showing the dedication of staff; and the pastoral support offered to children and parents by the inclusion leader, family liaison officer and drop in sessions contributing to a safe, happy environment for pupils to learn and succeed.

#### **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 St Patrick's Church Of England Primary Academy for the period 1 September 2017 to 31 August 2018 and up to the date of approval of the annual report and financial statements.

#### **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 2017 to 31 August 2018 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the board of trustees.

#### **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 resource 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 Governors have considered the need for a specific internal audit function and have decided not to appoint an internal auditor. However the Governors have appointed Ellacotts LLP, the external auditor, as Responsible Officer to perform additional checks. The Responsible Officer's role includes giving advice on financial matters and performing a range of checks on the Company's financial systems. In particular the checks carried out in the current period included testing of payroll, purchase and bank reconciliation systems. On a quarterly basis, the Responsible Officer reports to the Governors on the operation of the systems of control and on the discharge of the financial responsibilities of the Governors.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## GOVERNANCE STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

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### Review of effectiveness

As accounting officer the Head Teacher 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 external auditor;
- the financial management and governance self-assessment process;
- the work of the Governors and Trustees 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 resources 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 .....11/12/18..... and signed on its behalf by:

Mrs C Glennon  
Head Teacher and Accounting Officer

Miss G Gathercole  
Chair of Governors



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## STATEMENT OF REGULARITY, PROPRIETY AND COMPLIANCE

FOR THE YEAR ENDED 31 AUGUST 2018

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As accounting officer of St Patrick's Church of England Primary Academy I have considered my responsibility to notify the academy trust board of trustees and the Education & Skills Funding Agency (ESFA) of material irregularity, impropriety and non-compliance with terms and conditions of all funding received by the academy trust, under the funding agreement in place between the academy trust and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook 2017.

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 2017.

I confirm that no instances of material irregularity, impropriety or funding non-compliance have been discovered to date. If any instances are identified after the date of this statement, these will be notified to the board of trustees and ESFA.

Mrs C Glennon

Accounting Officer

Date: .....

20/12/2018



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 AUGUST 2018

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The trustees (who are also the directors of St Patrick's Church of England Primary Academy for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the Annual Accounts Direction issued by the Education & Skills Funding Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

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

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 and the Academies Accounts Direction 2017 to 2018;
- 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 financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The 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 financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The 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 ESFA/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 financial statements may differ from legislation in other jurisdictions.

Approved by order of the members of the board of trustees on 11/12/18 and signed on its behalf by:

Miss G Gathercole  
Chair of Governors





# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY FOR THE YEAR ENDED 31 AUGUST 2018

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### Opinion

We have audited the financial statements of St Patrick's Church of England Primary Academy for the year ended 31 August 2018 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice), the Charities SORP 2015 and the Academies Accounts Direction 2017 to 2018 issued by the Education & Skills Funding Agency.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2018 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;
- have been prepared in accordance with the requirements of the Companies Act 2006; and
- have been prepared in accordance with the Charities SORP 2015 and the Academies Accounts Direction 2017 to 2018.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial statements' section of our report. We are independent of the academy trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the academy trust's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

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### Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report including the incorporated strategic report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report including the incorporated strategic report have been prepared in accordance with applicable legal requirements.

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

In the light of the knowledge and understanding of the academy trust and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report, including the incorporated strategic report.

We have nothing to report in respect of the following matters in relation to which 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 trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

### Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the academy trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company, or have no realistic alternative but to do so.

### Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

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### Use of our report

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 the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

*Charlotte Toemaes*

**Charlotte Toemaes BSc ACA**  
**for and on behalf of Ellacotts LLP**  
**Chartered Accountants**

**Statutory Auditor**  
Countrywide House  
23 West Bar  
Banbury  
Oxfordshire  
England  
OX16 9SA

**21.12.18**



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY AND THE EDUCATION & SKILLS FUNDING AGENCY

FOR THE YEAR ENDED 31 AUGUST 2018

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In accordance with the terms of our engagement letter dated 1 September 2017 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2017 to 2018, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by St Patrick's Church of England Primary Academy during the period 1 September 2017 to 31 August 2018 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 St Patrick's Church of England Primary Academy and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to the St Patrick's Church of England Primary Academy and ESFA 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 St Patrick's Church of England Primary Academy and ESFA, for our work, for this report, or for the conclusion we have formed.

### **Respective responsibilities of St Patrick's Church of England Primary Academy's accounting officer and the reporting accountant**

The accounting officer is responsible, under the requirements of St Patrick's Church of England Primary Academy's funding agreement with the Secretary of State for Education dated 1 November 2010 and the Academies Financial Handbook, extant from 1 September 2017, 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 2017 to 2018. 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 2017 to 31 August 2018 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 2017 to 2018 issued by ESFA. 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:

- reviewing the minutes of the meetings of the Board of Governors and other evidence made available to us relevant to our consideration of regularity;
- a review of the objectives and activities of the academy, with reference to the income streams and other information available to us as auditors of the academy;
- testing a sample of payroll payments to staff;
- testing a sample of payments to suppliers and other third parties;
- testing a sample of grants received and other income streams; and
- evaluation the internal control procedures and reporting lines, and testing as appropriate.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY AND THE EDUCATION & SKILLS FUNDING AGENCY (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

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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 2017 to 31 August 2018 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

*Ellacotts LLP*

### Reporting Accountant

Ellacotts LLP  
Countrywide House  
23 West Bar  
Banbury  
Oxfordshire  
OX16 9SA  
England

Dated: 21.12.18



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2018

	Notes	Unrestricted Funds £	Restricted funds: General £ Fixed asset £	Total 2018 £	Total 2017 £
<b>Income and endowments from:</b>					
Donations and capital grants	4	-	31,834	101,184	133,018
Charitable activities:					
- Funding for educational operations	5	-	934,555	-	934,555
Other trading activities	6	137,522	10,972	-	148,494
Investments	7	1,161	-	-	1,161
<b>Total</b>		<b>138,683</b>	<b>977,361</b>	<b>101,184</b>	<b>1,217,228</b>
<b>Expenditure on:</b>					
Charitable activities:					
- Educational operations	9	84,898	1,119,458	26,755	1,231,111
<b>Total</b>	8	<b>84,898</b>	<b>1,119,458</b>	<b>26,755</b>	<b>1,231,111</b>
<b>Net income/(expenditure)</b>		<b>53,785</b>	<b>(142,097)</b>	<b>74,429</b>	<b>(13,883)</b>
Transfers between funds	17	(267,001)	96,097	170,904	-
<b>Other recognised gains/(losses)</b>					
Actuarial gains/(losses) on defined benefit pension schemes	19	-	79,000	-	79,000
<b>Net movement in funds</b>		<b>(213,216)</b>	<b>33,000</b>	<b>245,333</b>	<b>65,117</b>
<b>Reconciliation of funds</b>					
Total funds brought forward		575,595	(378,000)	210,079	407,674
Total funds carried forward		362,379	(345,000)	455,412	472,791



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2018

Comparative year information Year ended 31 August 2017		Unrestricted Funds	Restricted funds: General      Fixed asset		Total 2017
	Notes	£	£	£	£
<b>Income and endowments from:</b>					
Donations and capital grants	4	-	31,718	6,516	38,234
Charitable activities:					
- Funding for educational operations	5	-	888,536	-	888,536
Other trading activities	6	149,345	10,740	-	160,085
Investments	7	3,133	-	-	3,133
<b>Total</b>		<b>152,478</b>	<b>930,994</b>	<b>6,516</b>	<b>1,089,988</b>
<b>Expenditure on:</b>					
Charitable activities:					
- Educational operations	9	68,267	984,698	21,766	1,074,731
<b>Total</b>	8	<b>68,267</b>	<b>984,698</b>	<b>21,766</b>	<b>1,074,731</b>
<b>Net income/(expenditure)</b>		<b>84,211</b>	<b>(53,704)</b>	<b>(15,250)</b>	<b>15,257</b>
Transfers between funds	17	(28,661)	24,331	4,330	-
<b>Other recognised gains/(losses)</b>					
Actuarial losses on defined benefit pension schemes	19	-	(57,000)	-	(57,000)
<b>Net movement in funds</b>		<b>55,550</b>	<b>(86,373)</b>	<b>(10,920)</b>	<b>(41,743)</b>
<b>Reconciliation of funds</b>					
Total funds brought forward		520,045	(291,627)	220,999	449,417
Total funds carried forward		575,595	(378,000)	210,079	407,674



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## BALANCE SHEET AS AT 31 AUGUST 2018

	Notes	2018 £	£	2017 £	£
<b>Fixed assets</b>					
Tangible assets	13		455,412		210,078
<b>Current assets</b>					
Debtors	14	164,105		37,632	
Cash at bank and in hand		345,154		631,292	
		509,259		668,924	
<b>Current liabilities</b>					
Creditors: amounts falling due within one year	15	(146,880)		(93,328)	
<b>Net current assets</b>			362,379		575,596
<b>Net assets excluding pension liability</b>			817,791		785,674
Defined benefit pension scheme liability	19		(345,000)		(378,000)
<b>Net assets</b>			472,791		407,674
<b>Funds of the academy trust:</b>					
<b>Restricted funds</b>	17				
- Fixed asset funds			455,412		210,079
- Pension reserve			(345,000)		(378,000)
<b>Total restricted funds</b>			110,412		(167,921)
<b>Unrestricted income funds</b>	17		362,379		575,595
<b>Total funds</b>			472,791		407,674

The financial statements were approved by the trustees and authorised for issue on 11/12/18 and are signed on their behalf by:

Miss G Gathercole  
Chair of Governors

Company Number 07401748





# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 AUGUST 2018

	Notes	2018 £	£	2017 £	£
<b>Cash flows from operating activities</b>					
Net cash (used in)/provided by operating activities	20		(116,394)		88,841
<b>Cash flows from investing activities</b>					
Interest and rents from investments		1,161		3,133	
Capital grants from DfE Group		101,184		6,516	
Purchase of tangible fixed assets		(272,089)		(10,845)	
<b>Net cash used in investing activities</b>			(169,744)		(1,196)
<b>Net (decrease)/increase in cash and cash equivalents in the reporting period</b>			(286,138)		87,645
Cash and cash equivalents at beginning of the year			631,292		543,647
<b>Cash and cash equivalents at end of the year</b>			<u>345,154</u>		<u>631,292</u>



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2018

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### 1 Accounting policies

A summary of the principal accounting policies adopted (which have been applied consistently, except where noted), judgements and key sources of estimation uncertainty, is set out below.

#### 1.1 Basis of preparation

The financial statements of the academy trust, which is a public benefit entity under FRS 102, have been prepared under the historical cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102), the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)), the Academies Accounts Direction 2017 to 2018 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

St Patrick's Church of England Primary Academy meets the definition of a public benefit entity under FRS 102.

#### 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 charitable company to continue as a going concern. The trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the academy trust has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the academy trust's ability to continue as a going concern. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Income

All incoming resources are recognised when the academy trust has entitlement to the funds, the receipt is probable and the amount can be measured reliably.

##### Grants

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 meeting any performance-related conditions there is not unconditional entitlement to the income and its recognition is deferred and included in creditors as deferred income until the performance-related conditions are met. Where entitlement occurs before income is received, the income is accrued.

General Annual Grant is recognised in full in the statement of financial activities in the period for which it is receivable, and any abatement in respect of the period is deducted from income and recognised as a liability.

Capital grants are recognised in full when there is an unconditional entitlement to the grant. Unspent amounts of capital grants are reflected in the balance sheet in the restricted fixed asset fund. Capital grants are recognised when there is entitlement and are not deferred over the life of the asset on which they are expended.

##### Sponsorship income

Sponsorship income provided to the academy trust which amounts to a donation is recognised in the statement of financial activities in the period in which it is receivable (where there are no performance-related conditions), where the receipt is probable and it can be measured reliably.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2018

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#### 1 Accounting policies

(Continued)

##### Donations

Donations are recognised on a receivable basis (where there are no performance-related conditions) where the receipt is probable 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 academy trust has provided the goods or services.

##### Donated goods, facilities and services

Goods donated for resale are included at fair value, being the expected proceeds from sale less the expected costs of sale. If it is practical to assess the fair value at receipt, it is recognised in stock and 'Income from other trading activities'. Upon sale, the value of the stock is charged against 'Income from other trading activities' and the proceeds are recognised as 'Income from other trading activities'. Where it is impractical to fair value the items due to the volume of low value items they are not recognised in the financial statements until they are sold. This income is recognised within 'Income from other trading activities'.

##### Donated fixed assets

Donated fixed assets are measured at fair value unless it is impractical to measure this reliably, in which case the cost of the item to the donor is used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset category and depreciated over the useful economic life in accordance with the academy trust's accounting policies.

#### 1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

All resources expended are inclusive of irrecoverable VAT.

##### Expenditure on raising funds

This includes all expenditure incurred by the academy trust to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

##### Charitable activities

These are costs incurred on the academy trust's educational operations, including support costs and costs relating to the governance of the academy trust apportioned to charitable activities.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2018

#### 1 Accounting policies

(Continued)

##### 1.5 Tangible fixed assets and depreciation

Assets costing £500 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. Where there are specific conditions attached to the funding that require the continued use of the asset, 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 the relevant assets is charged directly to the restricted fixed asset fund in the statement of financial activities. Where tangible fixed assets have been acquired with unrestricted funds, depreciation on such assets is charged to the unrestricted fund.

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

Land and buildings	125 years straight line
Plant & Machinery	10 years straight line
Computer equipment	5 years straight line
Fixtures, fittings & equipment	10 years straight line

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

##### 1.6 Liabilities

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the academy trust anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

##### 1.7 Leased assets

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

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

##### 1.8 Financial instruments

The academy trust only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the academy trust and their measurement basis are as follows.

###### Financial assets

Trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments.

Cash at bank is classified as a basic financial instrument and is measured at face value.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2018

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#### 1 Accounting policies

(Continued)

##### Financial liabilities

Trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost. Taxation and social security are not included in the financial instruments disclosure definition.

Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

#### 1.9 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.

#### 1.10 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 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 quadrennial valuations using a projected unit method. The TPS is an unfunded multi-employer scheme with no underlying assets to assign between employers. Consequently, the TPS is treated as a defined contribution scheme for accounting purposes and the contributions are recognised in the period to which they relate.

The LGPS is a funded multi-employer 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 credit 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 the costs of scheme introductions, benefit changes, settlements and curtailments. They are included as part of staff costs as incurred. Net interest on the net defined benefit liability/asset is also recognised in the statement of financial activities and comprises the interest cost on the defined benefit obligation and interest income on the scheme assets, calculated by multiplying the fair value of the scheme assets at the beginning of the period by the rate used to discount the benefit obligations. The difference between the interest income on the scheme assets and the actual return on the scheme assets is recognised in other recognised gains and losses.

#### 1.11 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 funders where the asset acquired or created is held for a specific purpose.

Restricted general funds comprise all other restricted funds received with restrictions imposed by the funder/donor and include grants from the Education and Skills Funding Agency/Department for Education.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2018

#### 2 Critical accounting estimates and areas of judgement

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

##### Critical accounting estimates and assumptions

The academy trust makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost or income for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 19, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2016 has been used by the actuary in valuing the pensions liability at 31 August 2018. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

##### Critical areas of judgement

Useful lives of fixed assets - depreciation is provided so as to write down the assets to their residual values over their estimated useful lives as set out in the Academy's accounting policies. Useful lives are regularly reviewed and should they shorten, then depreciation charges would increase in the financial statements and the carrying amounts of the fixed assets would reduce accordingly.

#### 3 General Annual Grant (GAG)

Under the funding agreement with the Secretary of State, the academy trust was subject to limits at 31 August 2018 on the amount of GAG that could be carried forward from one year to the next. An amount equal to 12% of GAG could be carried forward, of which up to 2% could be used for general recurrent purposes, with any balance being available for premises/capital purposes.

The academy trust has not exceeded these limits during the year ended 31 August 2018.

#### 4 Donations and capital grants

	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
Capital grants	-	101,184	101,184	6,516
Other donations	-	31,834	31,834	31,718
	-	133,018	133,018	38,234

In 2017, of the total income from donations and capital grants, £nil was to unrestricted funds, £38,234 was to restricted funds.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

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

	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
<b>DfE / ESFA grants</b>				
General annual grant (GAG)	-	756,526	756,526	770,046
Other DfE group grants	-	83,995	83,995	58,341
	-	840,521	840,521	828,387
<b>Other government grants</b>				
Local authority grants	-	94,034	94,034	60,149
<b>Total funding</b>	-	934,555	934,555	888,536

In 2017, of the total income for charitable activities, £nil was to unrestricted funds and £888,536 was to restricted funds.

### 6 Other trading activities

	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
Hire of facilities	4,525	-	4,525	3,380
Catering income	23,928	-	23,928	21,511
Music Tuition	9,900	-	9,900	6,494
Parental contributions	10,584	-	10,584	17,382
Other income	88,585	10,972	99,557	111,318
	137,522	10,972	148,494	160,085

In 2017, of the total income from other trading activities, £149,345 was to unrestricted funds and £10,740 was to restricted funds.

### 7 Investment income

	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
Short term deposits	1,161	-	1,161	3,133

In 2017, of the total investment income, £3,133 was to unrestricted reserves and £nil was to restricted funds.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

### 8 Expenditure

	Staff costs £	Non Pay Expenditure Premises £	Other £	Total 2018 £	Total 2017 £
Academy's educational operations					
- Direct costs	720,415	-	92,583	812,998	775,200
- Allocated support costs	129,922	162,220	125,971	418,113	299,531
	<u>850,337</u>	<u>162,220</u>	<u>218,554</u>	<u>1,231,111</u>	<u>1,074,731</u>

In 2018, of the total expenditure of £84,898 (2017: £68,267) was to unrestricted funds, £1,146,213 (2017: £1,005,255) was to restricted funds.

<b>Net income/(expenditure) for the year includes:</b>	<b>2018</b>	<b>2017</b>
	£	£
Fees payable to auditor for:		
- Audit	4,950	4,950
- Other services	4,050	1,750
Depreciation of tangible fixed assets	25,599	21,766
Loss on disposal of fixed assets	1,156	-
Net interest on defined benefit pension liability	9,000	5,000
	<u></u>	<u></u>

### 9 Charitable activities

	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
<b>Direct costs</b>				
Educational operations	77,766	735,232	812,998	775,200
<b>Support costs</b>				
Educational operations	7,132	410,981	418,113	299,531
	<u>84,898</u>	<u>1,146,213</u>	<u>1,231,111</u>	<u>1,074,731</u>
			<b>2018</b>	<b>2017</b>
			£	£
<b>Analysis of support costs</b>				
Support staff costs			129,922	108,642
Depreciation			26,755	21,766
Premises costs			135,465	64,017
Other support costs			96,583	80,559
Governance costs			29,388	24,547
			<u>418,113</u>	<u>299,531</u>





# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

### 10 Staff

#### Staff costs

Staff costs during the year were:

	2018 £	2017 £
Wages and salaries	618,026	600,596
Social security costs	49,905	46,727
Pension costs	139,899	126,471
Staff costs	807,830	773,794
Agency staff costs	38,351	8,592
Staff development and other staff costs	4,156	4,838
Total staff expenditure	850,337	787,224

#### Staff numbers

The average number of persons employed by the academy trust during the year was as follows:

	2018 Number	2017 Number
Teachers	9	10
Administration and support	19	19
Management	4	2
	32	31

#### Higher paid staff

There were no employees whose annual remuneration was £60,000 or more.

#### Key management personnel

The key management personnel of the academy trust comprise the trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the academy trust was £253,069 (2017: £227,834).



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2018

#### 11 Trustees' remuneration and expenses

One or more of the trustees has been paid remuneration or has received other benefits from an employment with the academy trust. The principal and other staff trustees only receive remuneration in respect of services they provide undertaking the roles of principal and staff members under their contracts of employment, and not in respect of their services as trustees.

The value of trustees' remuneration and other benefits was as follows:

Mrs C Glennon (Headteacher and Accounting Officer):

Remuneration £50,000-£55,000 (2017: £50,000-£55,000)

Employer's pension contributions £5,000-£10,000 (2017: £5,000-£10,000)

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

#### 12 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 £10,000,000 on any one claim and the cost for the year ended 31 August 2018. The cost of this insurance is included in the total insurance cost.

#### 13 Tangible fixed assets

	Land and buildings	Plant & Machinery	Computer equipment	Fixtures, fittings & equipment	Total
	£	£	£	£	£
<b>Cost</b>					
At 1 September 2017	93,907	106,754	41,004	40,406	282,071
Additions	237,477	-	5,467	29,145	272,089
Disposals	-	-	-	(2,889)	(2,889)
At 31 August 2018	331,384	106,754	46,471	66,662	551,271
<b>Depreciation</b>					
At 1 September 2017	2,084	29,021	31,710	9,178	71,993
On disposals	-	-	-	(1,733)	(1,733)
Charge for the year	2,651	10,675	5,607	6,666	25,599
At 31 August 2018	4,735	39,696	37,317	14,111	95,859
<b>Net book value</b>					
At 31 August 2018	326,649	67,058	9,154	52,551	455,412
At 31 August 2017	91,823	77,733	9,294	31,228	210,078



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

### 13 Tangible fixed assets

(Continued)

The academy trust company occupies land (including buildings) which are owned by the Tanworth Education Foundation (TEF). The TEF owned the land and buildings on the same basis as when the academy was a voluntary aided school. The academy trust company occupies the land (and buildings) under a Tenancy at Will Agreement. This continuing permission of the TEF is pursuant to, and subject to, the TEF's charitable objects. The agreement delegates the management of the land (and buildings) to the academy trust company for the time being, but does not vest any rights over the land in the academy trust company. The Tenancy at Will agreement as approved by the Secretary of State is terminable at any time by either party. Having considered the factual matrix under which the academy trust company is occupying the land (and buildings) the directors have concluded that the value of the land and buildings occupied by the academy trust company will not be recognised on the balance sheet of the company.

14 Debtors	2018 £	2017 £
Trade debtors	6,558	1,808
Other debtors	45,804	9,392
Prepayments and accrued income	111,743	26,432
	<u>164,105</u>	<u>37,632</u>
15 Creditors: amounts falling due within one year	2018 £	2017 £
Trade creditors	56,305	25,104
Other taxation and social security	11,032	10,578
Other creditors	11,160	11,821
Accruals and deferred income	68,383	45,825
	<u>146,880</u>	<u>93,328</u>
16 Deferred income	2018 £	2017 £
Deferred income is included within:		
Creditors due within one year	<u>28,911</u>	<u>29,899</u>
Deferred income at 1 September 2017	29,899	32,582
Released from previous years	(29,899)	(32,582)
Resources deferred in the year	<u>28,911</u>	<u>29,899</u>
Deferred income at 31 August 2018	<u>28,911</u>	<u>29,899</u>



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

### 17 Funds

	Balance at 1 September 2017 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2018 £
<b>Restricted general funds</b>					
General Annual Grant (GAG)	-	756,526	(852,623)	96,097	-
Other DfE / ESFA grants	-	83,995	(83,995)	-	-
Other government grants	-	94,034	(94,034)	-	-
Other restricted funds	-	42,806	(42,806)	-	-
Pension reserve	(378,000)	-	(46,000)	79,000	(345,000)
	<u>(378,000)</u>	<u>977,361</u>	<u>(1,119,458)</u>	<u>175,097</u>	<u>(345,000)</u>
<b>Restricted fixed asset funds</b>					
DfE group capital grants	191,193	6,382	(23,055)	170,904	345,424
Capital expenditure from GAG	18,886	-	(2,419)	-	16,467
Other capital funds	-	94,802	(1,281)	-	93,521
	<u>210,079</u>	<u>101,184</u>	<u>(26,755)</u>	<u>170,904</u>	<u>455,412</u>
<b>Total restricted funds</b>	<u>(167,921)</u>	<u>1,078,545</u>	<u>(1,146,213)</u>	<u>346,001</u>	<u>110,412</u>
<b>Unrestricted funds</b>					
General funds	<u>575,595</u>	<u>138,683</u>	<u>(84,898)</u>	<u>(267,001)</u>	<u>362,379</u>
<b>Total funds</b>	<u>407,674</u>	<u>1,217,228</u>	<u>(1,231,111)</u>	<u>79,000</u>	<u>472,791</u>



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2018

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### 17 Funds

(Continued)

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

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

The GAG must be used for the normal running costs of the academy.

Under the funding agreement with the Secretary of State, the academy trust was subject to a limit on the amount of GAG that it could carry forward at 31 August 2018. Note 2 discloses whether the limit was exceeded.

#### **Other DfE/ ESFA grants**

Other DfE/ESFA grants relates to other grants such as Sports Grant and Pupil Premium allocation.

#### **Other government grants**

Other government grants relates to local authority grants and funding for specific purposes such as special education needs.

#### **Other restricted funds**

Other restricted funds relates to funds received for specific purposes from other sources.

#### **Pension reserve**

The pension reserve relates to the deficit on the Local Government Pension Scheme.

#### **DfE/ ESFA capital grants**

DfE/ ESFA capital grants relates to the Devolved Formula Capital Grant and Academies Capital Maintenance Grant.

#### **General funds**

General funds relates to funds which are unrestricted in nature and therefore can be used as the Trustees deem appropriate.

#### **Transfer between funds**

The transfer of £96,097 from the unrestricted fund to the restricted fund was to fund the additional GAG expenditure arising during the year.

The transfer of £170,904 from the unrestricted fund to the restricted fixed asset fund was to fund the additional capital items arising during the year.



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

### 17 Funds

(Continued)

Comparative information in respect of the preceding period is as follows:

	Balance at 1 September 2016 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2017 £
<b>Restricted general funds</b>					
General Annual Grant (GAG)	373	770,046	(794,750)	24,331	-
Other DfE / ESFA grants	-	58,341	(58,341)	-	-
Other government grants	-	60,149	(60,149)	-	-
Other restricted funds	-	42,458	(42,458)	-	-
Pension reserve	(292,000)	-	(29,000)	(57,000)	(378,000)
	<u>(291,627)</u>	<u>930,994</u>	<u>(984,698)</u>	<u>(32,669)</u>	<u>(378,000)</u>
<b>Restricted fixed asset funds</b>					
DfE group capital grants	202,113	6,516	(21,766)	4,330	191,193
Capital expenditure from GAG	18,886	-	-	-	18,886
	<u>220,999</u>	<u>6,516</u>	<u>(21,766)</u>	<u>4,330</u>	<u>210,079</u>
<b>Total restricted funds</b>	<u>(70,628)</u>	<u>937,510</u>	<u>(1,006,464)</u>	<u>(28,339)</u>	<u>(167,921)</u>
<b>Unrestricted funds</b>					
General funds	520,045	152,478	(68,267)	(28,661)	575,595
<b>Total funds</b>	<u>449,417</u>	<u>1,089,988</u>	<u>(1,074,731)</u>	<u>(57,000)</u>	<u>407,674</u>



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2018

#### 17 Funds

(Continued)

A current year 12 months and prior year 12 months combined position is as follows:

	Balance at 1 September 2016 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2018 £
<b>Restricted general funds</b>					
General Annual Grant (GAG)	373	1,526,572	(1,647,373)	120,428	-
Other DfE / ESFA grants	-	142,336	(142,336)	-	-
Other government grants	-	154,183	(154,183)	-	-
Other restricted funds	-	85,264	(85,264)	-	-
Pension reserve	(292,000)	-	(75,000)	22,000	(345,000)
	<u>(291,627)</u>	<u>1,908,355</u>	<u>(2,104,156)</u>	<u>142,428</u>	<u>(345,000)</u>
<b>Restricted fixed asset funds</b>					
DfE group capital grants	202,113	12,898	(44,821)	175,234	345,424
Capital expenditure from GAG	18,886	-	(2,419)	-	16,467
Other capital funds	-	94,802	(1,281)	-	93,521
	<u>220,999</u>	<u>107,700</u>	<u>(48,521)</u>	<u>175,234</u>	<u>455,412</u>
<b>Total restricted funds</b>	<u>(70,628)</u>	<u>2,016,055</u>	<u>(2,152,677)</u>	<u>317,662</u>	<u>110,412</u>
<b>Unrestricted funds</b>					
General funds	<u>520,045</u>	<u>291,161</u>	<u>(153,165)</u>	<u>(295,662)</u>	<u>362,379</u>
<b>Total funds</b>	<u>449,417</u>	<u>2,307,216</u>	<u>(2,305,842)</u>	<u>22,000</u>	<u>472,791</u>

#### 18 Analysis of net assets between funds

	Unrestricted Funds £	Restricted funds: General £	Fixed asset £	Total Funds £
<b>Fund balances at 31 August 2018 are represented by:</b>				
Tangible fixed assets	-	-	455,412	455,412
Current assets	509,259	-	-	509,259
Creditors falling due within one year	(146,880)	-	-	(146,880)
Defined benefit pension liability	-	(345,000)	-	(345,000)
<b>Total net assets</b>	<u>362,379</u>	<u>(345,000)</u>	<u>455,412</u>	<u>472,791</u>



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

### 18 Analysis of net assets between funds

(Continued)

	Unrestricted Funds £	Restricted funds: General £	Fixed asset £	Total Funds £
<b>Fund balances at 31 August 2017 are represented by:</b>				
Tangible fixed assets	-	-	210,078	210,078
Current assets	668,924	-	-	668,924
Creditors falling due within one year	(93,329)	-	1	(93,328)
Defined benefit pension liability	-	(378,000)	-	(378,000)
<b>Total net assets</b>	<b>575,595</b>	<b>(378,000)</b>	<b>210,079</b>	<b>407,674</b>

### 19 Pension 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 West Midlands County Council. Both are multi-employer 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 2012, and that of the LGPS related to the period ended 31 March 2016.

There were outstanding contributions amounting to £11,160 (2017: £11,821) were payable to the schemes at 31 August 2018 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' Pension Scheme Regulations 2014. Membership is automatic for full-time teachers in academies and, from 1 January 2007, automatic for teachers in part-time employment following appointment or a change of contract, although they are able to opt out.

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. Retirement and other pension benefits are paid by public funds provided by Parliament.

##### Valuation of the Teachers' Pension Scheme

The Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TPS in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 published by HM Treasury. The aim of the review is to specify the level of future contributions. Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. The latest actuarial valuation of the TPS was carried out as at 31 March 2012 and in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014. The valuation report was published by the Department for Education on 9 June 2014.





# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

### 19 Pension and similar obligations

(Continued)

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 16.48% of pensionable pay (including a 0.08% employer administration charge)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £191,500 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £176,600 million giving a notional past service deficit of £14,900 million
- an employer cost cap of 10.9% of pensionable pay will be applied to future valuations
- the assumed real rate of return is 3.0% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.75%. The assumed nominal rate of return is 5.06%

The TPS valuation for 2012 determined an employer rate of 16.4%, which was payable from September 2015. The next valuation of the TPS is currently underway based on April 2016 data, whereupon the employer contribution rate is expected to be reassessed and will be payable from 1 April 2019.

The employer's pension costs paid to the TPS in the period amounted to £59,568 (2017: £58,431).

A copy of the valuation report and supporting documentation is on the Teachers' Pensions website.

Under the definitions set out in FRS 102, the TPS is an unfunded multi-employer pension scheme. The academy trust 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.

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

Total contributions made	2018 £	2017 £
Employer's contributions	46,000	37,000
Employees' contributions	11,000	11,000
Total contributions	57,000	48,000
Principal actuarial assumptions	2018 %	2017 %
Rate of increase in salaries	3.8	4.20
Rate of increase for pensions in payment/inflation	2.3	2.70
Discount rate for scheme liabilities	2.65	2.60



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2018

#### 19 Pension and similar obligations

(Continued)

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

	2018 Years	2017 Years
Retiring today		
- Males	21.9	21.8
- Females	24.4	24.3
Retiring in 20 years		
- Males	24.1	24.0
- Females	26.7	26.6

Sensitivity Analysis at 31 August 2018	£000s	£000s	£000s
Adjustment to discount rate	+0.1%	0.0%	-0.1%
Present value of total obligation	737	753	770
Projected service cost	71	73	75
Adjustment to long term salary	+0.1%	0.0%	-0.1%
Present value of total obligation	755	753	751
Projected service cost	73	73	73
Adjustment to pension increases and deferred revaluation	+0.1%	0.0%	-0.1%
Present value of total obligation	768	753	738
Projected service cost	75	73	71
Adjustment to life expectancy assumptions	+1 Year	None	-1 Year
Present value of total obligation	779	753	728
Projected service cost	75	73	71

#### The academy trust's share of the assets in the scheme

	2018 Fair value £	2017 Fair value £
Equities	259,000	223,000
Government bonds	29,000	26,000
Other bonds	15,000	14,000
Cash	15,000	18,000
Property	33,000	26,000
Other assets	57,000	47,000
Total market value of assets	408,000	354,000

The actual return on scheme assets was £4,000 (2017: £41,000).



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

19 Pension and similar obligations		(Continued)	
Amount recognised in the Statement of Financial Activities		2018	2017
		£	£
Current service cost		83,000	61,000
Interest income		(10,000)	(6,000)
Interest cost		19,000	11,000
Total operating charge		<u>92,000</u>	<u>66,000</u>
Changes in the present value of defined benefit obligations			2018
			£
At 1 September 2017			732,000
Current service cost			83,000
Interest cost			19,000
Employee contributions			11,000
Actuarial (gain)/loss			(85,000)
Benefits paid			(7,000)
At 31 August 2018			<u>753,000</u>
Changes in the fair value of the academy trust's share of scheme assets			2018
			£
At 1 September 2017			354,000
Interest income			10,000
Actuarial loss/(gain)			(6,000)
Employer contributions			46,000
Employee contributions			11,000
Benefits paid			(7,000)
At 31 August 2018			<u>408,000</u>



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2018

<b>20</b>	<b>Reconciliation of net (expenditure)/income to net cash flow from operating activities</b>	<b>2018</b>	<b>2017</b>
		<b>£</b>	<b>£</b>
	Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(13,883)	15,257
	Adjusted for:		
	Capital grants from DfE/ESFA and other capital income	(101,184)	(6,516)
	Investment income receivable	(1,161)	(3,133)
	Defined benefit pension costs less contributions payable	37,000	24,000
	Defined benefit pension net finance cost	9,000	5,000
	Depreciation of tangible fixed assets	25,599	21,766
	Loss on disposal of fixed assets	1,156	-
	(Increase)/decrease in debtors	(126,569)	11,408
	Increase in creditors	53,552	21,059
	<b>Net cash (used in)/provided by operating activities</b>	<b>(116,490)</b>	<b>88,841</b>
<b>21</b>	<b>Commitments under operating leases</b>		
	At 31 August 2018 the total of the academy trust's future minimum lease payments under non-cancellable operating leases was:		
		<b>2018</b>	<b>2017</b>
		<b>£</b>	<b>£</b>
	Amounts due within one year	3,316	5,369
	Amounts due in two and five years	7,461	7,461
		<b>10,777</b>	<b>12,830</b>
<b>22</b>	<b>Capital commitments</b>		
		<b>2018</b>	<b>2017</b>
		<b>£</b>	<b>£</b>
	Expenditure contracted for but not provided in the financial statements	-	97,045



# ST PATRICK'S CHURCH OF ENGLAND PRIMARY ACADEMY

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2018

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#### 23 Related party transactions

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.

##### Expenditure related party transactions

The following related party transactions took place in the period of account:

The Tanworth Educational Foundation (TEF) have given permission for St Patrick's 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.

During the year TEF provided grants in the sum of £38,153 (2017: £11,142), £14,000 of which relates to building repairs and maintenance, the remaining grant relates to funding for music, French resources and one to one support.

During the year ended 31 August 2013, an interest free loan was made to Mrs C Glennon (staff governor and headteacher), the balance at 31 August 2018 amounted to £nil (2017: £853).

During the year, Mrs A Cope (governor) paid the academy £5,686 in relation to the use of wraparound services.

During the year, Mr S Lawrence (governor) paid the academy £2,918 in relation to the use of wraparound services.

During the year, Mrs M Purcocks (governor) paid the academy £871.25 in relation to the use of wraparound services.

#### 24 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.