

Company No. 07966187

Horbury Bridge St Johns Academy Trust
Annual Report and Financial Statements
For the Period 27 February 2012 to 31 August 2012



Paylings

Horbury Bridge St Johns Academy Trust

CONTENTS	PAGE
Reference and Administrative Details	1-2
Governor's Report	3-9
Governance Statement	10-12
Statement of Regularity, Propriety and Compliance	13
Statement of Governors' Responsibilities	14
Independent Auditors' Reports	15-16
Independent Reporting Accountant's Assurance Report on Regularity	17-18
Statement of Financial Activities	19
Balance Sheet	20
Cash Flow Statement	21
Notes to the Financial Statements	22-37

Horbury Bridge St Johns Academy Trust

Reference and Administrative Details

Governors (Trustees)		<u>Appointed</u>
Mr J Brady – Chair	Community Governor	01/04/2012
Mr M Pert	Parent Governor	01/04/2012
Mrs J Skinner	Principal	01/04/2012
Father Brian Bell	Foundation Governor	01/04/2012
Mrs R Denton	Staff Governor	01/04/2012
Mrs K Partington	Staff Governor	01/04/2012
Mr M Smith	Community Governor	01/04/2012
Mrs V Crowther	Foundation Governor	01/04/2012
Mr R Marsh	Parent Governor	01/04/2012
Mrs J Fawcett	Community Governor	01/04/2012
Mr A Crookes	Parent Governor	01/04/2012
Mrs J Hibbins	Parent Governor	01/04/2012
 Company Secretary	 Mrs R Denton	
 Senior Management Team	 Executive Principal Vice Principal Business Manager	 Mrs J Skinner Mrs M Smith Mrs R Denton
 Principal and Registered Office	 Bridge Road Horbury Bridge Wakefield WF4 5PS	
 Company Number	 07966187 (England & Wales)	

Horbury Bridge St Johns Academy Trust**Reference and Administrative Details****Independent Auditors**

Paylings
7 The Office Campus
Paragon Business Village
Red Hall Court
Wakefield
West Yorkshire WF1 2UY

Bankers

The Royal Bank of Scotland
Sheffield Attercliffe Branch
747 Attercliffe Road
Sheffield
S9 3RF

Solicitors

Browne Jacobson
44 Castle Gate
Nottingham
NG1 7BJ

Horbury Bridge St Johns Academy Trust

Governors' Report

For the Period from 27 February 2012 to 31 August 2012

The governors present their annual report together with the financial statements and auditors' report of the charitable company for the period ended 31 August 2012

Structure, Governance and Management

Constitution

Horbury Bridge St Johns Academy Trust was incorporated on 27 February 2012 and opened as an Academy on 1 April 2012. It is a company limited by guarantee and an exempt charity. The Academy's memorandum and articles of association are the primary governing documents of the academy.

The Governors act as the trustees for the charitable activities of Horbury Bridge St Johns Academy Trust and are also the directors of the Charitable Company for the purposes of company law. The Charitable Company is known as Horbury Bridge St Johns Academy Trust. It is not required to be registered with the Charities Commission but it is however subject to the Charity Commissioners' regulatory powers. The members of the academy are the signatories to the Memorandum and have been appointed governors to be responsible for the statutory and constitutional affairs of the academy and its management.

Details of the governors who served throughout the period, except as noted, are included in the Reference and Administrative Details on page 1.

Members Liability

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

Governors' Indemnities

Governors benefit from indemnity insurance purchased at the Academy expense to cover the liability of the Governors which by virtue of any rule of law would otherwise attach to them in respect of negligence, default or breach of trust or breach of duty of which they may be guilty in relation to the Academy. Provided that any such insurance shall not extend to any claim arising from any act or omission which the Governors knew to be a breach of trust or a breach of duty or which was committed by the Governors in reckless disregard to whether it was a breach of trust or breach of duty or not and provided also that any such insurance shall not extend to the costs of any unsuccessful defence to criminal prosecution brought against the governors in their capacity as directors of the Academy. The limit of this indemnity is £1,000,000.

Principal Activities

The Academy's objective is specifically restricted to the following: to advance for the public benefit education in the United Kingdom, in particular but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing a primary school offering a broad and balanced curriculum.

Method of Recruitment and Appointment or Election of governors

The number of Governors shall not be less than 3 but shall not be subject to any maximum.

The Academy shall have the following Governors: 1 Governor, appointed under Article 50, 1 LA Governor if appointed under Article 51, 3 Parent Governors appointed under Article 53-58, 2 Staff Governors appointed under Article 58A, 2 Foundation Governors under Article 58B, 3 Community Governors appointed under Article 58C. The Principal, and any additional Governors, if appointed under Article 62, 62A or 68A, and any further Governors, if appointed under Article 63 or Article 68A.

Horbury Bridge St Johns Academy Trust

Governors' Report (continued)

For the Period from 27 February 2012 to 31 August 2012

The Members may appoint up to 1 Governor save that no more than one third of the total number of individuals appointed as Governors shall be employees of the Academy (including the Principal) The Principal shall be treated for all purposes as being an ex office Governor

Subject to Article 57, the Parent Governor(s) shall be elected by parents of registered pupils at the Academy A Parent Governor must be a parent of a pupil at the Academy at the time when he is elected

The Governing Body shall make all necessary arrangements for, and determine all other matters relating to, an election of Parent Governors, including any question of whether a person is a parent of a registered pupil at the Academy Any election of Parent Governors which is contested shall be held by secret ballot

The arrangements made for the election of a Parent Governor shall provide for every person who is entitled to vote in the election to have an opportunity to do so by post or, if they prefer, by having his ballot paper returned to the Academy by a registered pupil at the Academy

The Governing Body shall make all necessary arrangements for, and determine matters relating to, the election and removal of Staff Governors

Term of Office

The term of office for any Governor shall be 4 years, save that this time limit shall not apply to the Principal Subject to remaining eligible to be a particular type of Governor, any Governor may be re-appointed or re-elected

Chairman and Vice-Chairman of the Governors

The Governors shall each school year, at their first meeting in that year, elect a chairman and a vice-chairman from among their number A Governor who is employed by the Academy shall not be eligible for election as chairman or vice-chairman

Policies and Procedures Adopted for the Induction and Training of Governors

The training and induction provided for new Governors will depend on their existing experience Where necessary, induction will provide training on charity and educational, legal and finance matters All new Governors will be given a tour of the Academy and the chance to meet with the staff and pupils All Governors are provided with an induction pack which includes copies of policies, procedures, minutes, accounts, budget plans and other documents that they will need to undertake in their role as Governors

Organisation Structure

The management structure consists of three levels, The Trustees, the Board of Governors and the Senior Leadership Team The aim of the management structure is to devolve responsibility and encourage involvement in decision making at all levels

The Governors are responsible for setting general policy, adopting an annual plan and budget, monitoring the academy by the use of results and budgets and making major decisions about the direction of the academy, capital expenditure and staff appointments

The senior leaders are the Executive Principal, Vice Principal and Business Manager These managers control the academy at an executive level, implementing the policies laid down by the Governors and reporting back to them As a group the senior leaders are responsible for the authorisation of spending within agreed budgets and the appointment of staff, though appointment boards always contain a Governor

Connected organisations including related party relationships

As a church school, Horbury Bridge St Johns Academy work very closely with the Diocese of Wakefield

Horbury Bridge St Johns Academy Trust

Governors' Report (continued)

For the Period from 27 February 2012 to 31 August 2012

Risk Management

The Governors have assessed the major risks to which the academy is exposed, in particular those relating to the specific teaching, provision of facilities and other operational areas of the academy and its finances. The key risks have been determined as

- Health and Safety issues – a pupil, employer or volunteer is injured at work
- Recruitment risks Recruiting someone unsuitable to work with children
- Legal risks – for example, risks that legislative requirements such as the Child Protection Act are not complied with
- Financial risks – uncertainty regarding future government funding streams

The Governors have implemented a number of systems to assess risks that the academy faces, especially in operational areas (e.g. in relation to teaching, health & safety, bullying and school trips) and in relation to the control of finance. There are systems in place to minimise risks including operational procedures (e.g. vetting of new staff and visitors, supervision of school grounds) and internal financial controls. Where significant risk still remains the Governors have ensured they have adequate insurance cover. The academy has an effective system of internal financial controls.

Objectives and Activities

Objectives and Aims

The principal object and activity of the charitable company is to advance education in the UK for the public benefit, in particular by maintaining and carrying on the academy, offering a broad and creative curriculum with a focus on high standards of basic skills combined within the development of the whole child. In setting our objectives and planning our activities the Governors have given careful consideration to the Charity Commissions' general guidance on public benefit.

The main objectives of the academy during the period ended August 2012 are summarised below

- To ensure that every child enjoys the same high quality in terms of resourcing, teaching and care
- To raise the standard of educational achievement of all pupils
- To improve the effectiveness of the academy by keeping the curriculum and organisational structure under continual review
- To provide value for money for the funds expended
- To comply with all appropriate statutory and curriculum requirements
- To maintain close links with other primary schools, and
- To conduct the academy business in accordance with the highest standards of integrity, probity and openness

Objectives, Strategies and Activities

The vision for Horbury Bridge St Johns Academy Trust is to provide an outstanding education for all children in its care, achieving high standards and developing the whole child, within a supportive family ethos. This applies to all aspects of the organisation at every level. The academy places the pupils at the centre of everything it does, with a focus on maintaining a culture of success, a positive climate for learning and pupil attainment, achievement and spiritual, moral, social and cultural development. In raising standards for its own pupils the academy contributes to the raising of educational standards and achievements.

Horbury Bridge St Johns Academy Trust

Governors' Report (continued)

For the Period from 27 February 2012 to 31 August 2012

The whole purpose of schools is that the children are absolute priority. That every pupil irrespective of their starting point, succeeds and achieves. In order to do this, a high quality educational experience is an entitlement for every pupil at Horbury Bridge St Johns Academy Trust, with all parties – pupils, staff, parents/carers, governors, St John's Church community and the wider community working together to achieve these goals. Pupils with special needs are fully included and benefit from the focus on personalised learning and individual plans.

The Governors whole purpose is to raise standards for all pupils by sustaining and enhancing performance and to develop the whole child, whilst at the same time engaging and collaborating with other schools to help improve the life changes of other children locally and nationally.

Public Benefit

The Trust considered the Charity Commission's guidance on Public Benefit. The main public benefit delivered by the Trust is the provision of a high quality of education to its pupils. This has been evidenced through the results achieved and feedback from external assessments.

The Executive Principal of Horbury Bridge St Johns Academy Trust is a Local Leader of Education (LLE) and the Academy actively engages in wider school improvement and supports other schools. Two members of the senior staff are Specialist Leaders of Education (SLE). Horbury Bridge St Johns Academy Trust is a partner in the Aspire Teaching School Alliance.

The predecessor school, Horbury Bridge Church of England Voluntary Controlled J and I School was judged as outstanding when inspected in March 2010 and thereafter standards continued to be very high. As a church school it was also judged as 'outstanding' through a Statutory Inspection of Anglican Schools carried out in April 2010.

"This outstanding school is oversubscribed and held in high regard by the local community. 'I am proud to be a member of this school,' is a typical comment from pupils and borne out by the harmonious relationships throughout the school, the excellent leadership and the exceptionally good behaviour of the pupils. The school has excellent systems for safeguarding pupils and, as a result, pupils feel very secure.

Pupils achieve well at each stage in the school. It results from pupils knowing how well they are learning because they and their teachers set targets which are regularly used and reviewed. As a result attainment at the end of Year 6 is above average in English and Mathematics. A good proportion attain highly, especially in English.

Good quality teaching and outstanding assessment is sustained through very good induction and training. Teaching assistants play an important part in maintaining continuity and make a significant contribution to pupils' learning.

Outstanding leadership at all levels underpins the school's work. Effective self-evaluation informs well considered planning and implementation so that policies and strategies are firmly embedded in practice at all levels and the school is extremely well set to continue its success."

Horbury Bridge St Johns Academy Trust

Governors' Report (continued)

For the Period from 27 February 2012 to 31 August 2012

Achievements and Performance

Achievements and Performance

The Trust is in its first period of operation with the academy opening on 1 April 2012. The total number of pupils in the period ended 31 August 2012 were as follows (2010-2011 are shown for comparative purposes)

Pupils on Roll 31.08.2012 119

Pupils on Roll 31-08.2011 117

The Key Stage results for the academic year are summarised as follows -

End of Key Stage One – Year 2

Reading	Level 3+	27%
	Level 2+	93%
Writing	Level 3+	27%
	Level 2+	80%
Maths	Level 3+	20%
	Level 2+	87%

End of Key Stage Two – Year 6

English	Level 5+	43%
	Level 4+	93%
	2 levels of progress	100%
Reading	Level 5+	64%
	Level 4+	93%
Writing	Level 5+	43%
	Level 4+	100%
Maths	Level 5+	64%
	Level 4+	93%
	2 levels of progress	100%
English/Maths Combined	Level 5+	36%
	Level 4+	93%

Attendance

Horbury Bridge St Johns Academy Trust achieved an attendance level of 95.12% for the period 1 April to 31 August 2012. The attendance Target for 2012/2013 is 96.5%.

Financial Review

Financial report for the year

Most of the Academy's income is obtained from the EFA in the form of recurrent grants, the use of which are restricted to particular purposes. The grants received from the EFA during the period ended 31 August 2012 are shown as restricted funds in the statement of finance.

Horbury Bridge St Johns Academy Trust

Governors' Report (continued)

For the Period from 27 February 2012 to 31 August 2012

During the period ended 31 August 2012, total expenditure was more than covered by recurrent grant funding together with other incoming resources. The excess of income over expenditure for the year did not breach the GAG funding stipulations.

At 31 August 2012 the net book value of fixed assets and movements in tangible fixed assets are shown in the notes to the financial statements. The value of fixed assets includes the assets that were "donated" by Wakefield MDC as part of the transfer agreements.

The assets were used exclusively for providing education and the associated support services to the pupils of the Academy.

The deficit in the Local Government Pension Scheme (LGPS) is recognised on the balance sheet in accordance with the provisions of FRS17.

Reserves policy and financial position

The Governors will review the reserve levels of the Academy annually. This review encompasses the nature of income and expenditure streams, the need to match income with commitments and the nature of reserves. Reserves are held to ensure that the Academy has sufficient resources to continue to advance the education of pupils.

Under DfE guidelines, each Academy is allowed to carry forward up to 12% of the General Annual Grant received in the year.

Financial position

Funds of the Academy are held in bank deposit and current accounts, which are low risk investments.

Going Concern

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

Key Financial Performance Indicators

The main financial performance indicator in reporting to the Governing Body has been monthly revenue against monthly expenditure for key budget headings/items (for example, salaries, building costs, maintenance).

Financial and Risk Management Objectives and Policies

The Governors have implemented a number of systems to assess and minimise risks, described elsewhere in this report. Adequate insurance is in place where appropriate.

The Governors examine the financial health every term, reviewing performance against budget and overall expenditure.

At the year end, the Academy has no significant liabilities arising from trade creditors or debtors where there would be a significant effect on liquidity.

Horbury Bridge St Johns Academy Trust

Governors' Report (continued)

For the Period from 27 February 2012 to 31 August 2012

The Governing Body recognises that the defined benefit scheme deficit (Local Government Pension Scheme) represents a significant potential liability. However as the Governors consider that the Academy is able to meet its known annual contribution commitments for the foreseeable future, the risk from the liability is minimised.

Principal Risks and Uncertainties

The principal risks and uncertainties facing the Academy are as follows

- Financial – The Academy has considerable reliance on continued Government funding throughout the EFA, whilst levels are expected to continue, there is no assurance that Government policy or practice will remain the same or that public funding will continue at the same level or on the same terms
- Failures in governance and/or management to effectively manage the Academy's finances internal controls, compliance with regulations and legislation, statutory returns
- Fraud and mismanagement of funds – the Academy will appoint a Responsible Officer to carry out checks on financial systems and records
- Safeguarding and Child protection – the Governors continue to ensure the highest standards are maintained in the areas of selection and monitoring of staff, the operation of child protection policies and procedures, health and safety and discipline

Plans for Future Periods

We aim to provide the highest educational opportunities for all children as well as providing professional development for all teaching and support staff so that our Academy continues to be self-developing and self supporting in the future

Funds held as Custodian Trustee on behalf of others

The Academy and its Governors do not act as the Custodian Trustees of any other Charity

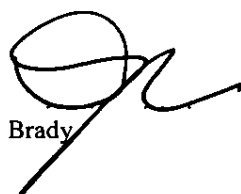
Auditor

In so far as the Governors are aware

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

Paylings having expressed their willingness to continue in office, will be deemed reappointed for the next financial year in accordance with section 487(2) of the Companies 2006 Act, unless the charitable company receives notice under section 488(1) of the Companies Act 2006

Approved by order of the members of governing body on 17 January 2013 and signed on their behalf by


 Mr J Brady
 Chair

Horbury Bridge St Johns Academy Trust

Governance Statement

For the Period from 27 February 2012 to 31 August 2012

Scope of Responsibility

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

The governing body has delegated the day to day responsibility to the Principal, as accounting officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and in accordance with the requirements and responsibilities assigned to it in the funding agreement between Horbury Bridge St Johns Academy Trust and the Secretary of State for Education. They are also responsible for reporting to the governing body any material weaknesses or breakdowns in internal control.

Governance

The information on governance included here supplements that described in the governors' report and in the statement of governors responsibilities. The governing body has formally met 2 times during the period. Attendance during the period at meetings of the governing body was as follows:

	Attended	Possible
Mr J Brady	1	2
Mr M Pert	2	2
Mrs J Skinner	2	2
Father Brian Bell	2	2
Mrs R Denton	2	2
Mrs K Partington	2	2
Mr M Smith	2	2
Mrs V Crowther	2	2
Mr R Marsh	2	2
Mrs J Fawcett	2	2
Mr A Crookes	1	2
Mrs J Hibbins	2	2

The Resources Committee is a sub-committee of the main governing body. Its purpose is to manage the Academy's resources and finances efficiently and effectively. Attendance at meetings in the period was as follows:

	Attended	Possible
Mrs J Skinner	2	2
Mr J Brady	1	2
Mr M Pert	1	2
Mr R Marsh	2	2
Mr A Crookes	1	2
Mrs J Fawcett	0	2

Horbury Bridge St Johns Academy Trust

Governance Statement continued

For the Period from 27 February 2012 to 31 August 2012

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 and not absolute assurance of effectiveness. The system of internal control is based on ongoing processes designed to identify and prioritise the risks to the achievement of the 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 at Horbury Bridge St Johns Academy Trust for the period ended 31 August 2012 and up to the date of approval of the annual report and financial statements.

Capacity to Handle Risk

The governing body has reviewed the key risks to which the academy trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The governing body is of the view that there is a formal on-going process for identifying, evaluating and managing the academy trust's significant risks that has been in place for the period ending 31 August 2012 and up to the date of approval of the annual report and financial statements. The process is regularly reviewed by the governing body.

The Risk and Control Framework

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

- comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the governing body,
- regular reviews by the finance and resource committee of reports which indicate financial performance against forecasts and of any major purchase plans,
- setting targets to measure financial and other performance,
- clearly defined purchasing guidelines,
- delegation of authority and segregation of duties,
- identification and management of risks

The governing body has considered the need for a specific internal audit function and has decided not to appoint an internal auditor. The governing body has indicated that it intends to appoint a Responsible Officer (RO), as at the year end no appointment had been made. Since the year end Mr M. Pert has been appointed as RO and will be assisted in this role by Paylings (Certified Accountants and Registered Auditors).

Horbury Bridge St Johns Academy Trust

Governance Statement continued

For the Period from 27 February 2012 to 31 August 2012

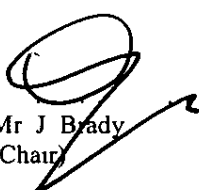
Review of Effectiveness

As accounting officer, the Principal has responsibility for reviewing the effectiveness of the system of internal control. During the period 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 executive managers 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 internal control by the Resources Committee and a plan to address any weaknesses and ensure continuous improvement of the systems in place

Approved by order of the members of the governing body on 17 January 2013 and signed on its behalf by



Mr J Brady
(Chair)



Mrs J Skinner
(Accounting Officer)

Horbury Bridge St Johns Academy Trust

Statement of Regularity, Propriety and Compliance

For the Period from 27 February 2012 to 31 August 2012

As accounting officer of Horbury Bridge St Johns Academy Trust I have considered my responsibility to notify the academy trust governing body and the Education Funding Agency of any material irregularity, impropriety and non compliance with EFA terms and conditions of funding, under the funding agreement in place between the academy trust and the Secretary of State. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook.

I confirm that I and the academy trust governing body 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 with the Academies Financial Handbook.

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

J. Skinner.

Mrs J Skinner
(Accounting Officer)

18/1/13

Horbury Bridge St Johns Academy Trust

Statement of Governors' Responsibilities

For the Period from 27 February 2012 to 31 August 2012

The governors (who act as trustees for charitable activities for Horbury Bridge St Johns Academy Trust and are also directors of the Charitable Company for the purposes of company law) are responsible for preparing the governors' report and the financial statements in accordance with the Annual Accounts Requirements issued by the Education Funding Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations

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

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

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

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

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

Approved by order of the members of the governing body on 17 January 2013 and signed on its behalf by

Mr J Brady
(Chair)



Horbury Bridge St Johns Academy Trust

**Independent Auditor's Report on the Financial Statements to the
Governing Body of Horbury Bridge St Johns Academy Trust**

For the Period from 27 February 2012 to 31 August 2012

We have audited the financial statements of Horbury Bridge St Johns Academy Trust for the period ended 31 August 2012 which comprises the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and the Annual Accounts Direction 2011/12 issued by the Education Funding Agency.

This report is made solely to the academy's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the academy's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the academy and its members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of governors and auditors

As explained more fully in the Governor's Responsibilities Statement set out on page 14, the governors (who are also the directors of the academy for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

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

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the academy's affairs as at 31 August 2012 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practices, and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Annual Accounts Direction 2011/12 issued by the Education Funding Agency.

Horbury Bridge St Johns Academy Trust

**Independent Auditor's Report on the Financial Statements to the
Governing Body of Horbury Bridge St Johns Academy Trust**

For the Period from 27 February 2012 to 31 August 2012

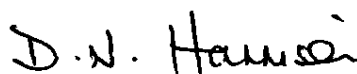
Opinion on other matters prescribed by the Companies Act 2006

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

Matters on which we are required to report by exception

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

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



D N Harrison FCCA
For and on behalf of
Paylings
Accountants and Registered Auditors
7 The Office Campus
Paragon Business Village
Red Hall Court
Wakefield
West Yorkshire
WF1 2UY

17 January 2013

Horbury Bridge St Johns Academy Trust

**Independent Reporting Accountant's Assurance Report on Regularity
to Horbury Bridge St Johns Academy Trust
and the Education Funding Agency**

For the Period from 27 February 2012 to 31 August 2012

In accordance with the terms of our engagement letter and further to the requirements of the Education Funding Agency (EFA) as included in the Academies Accounts Direction 2011/12, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Horbury Bridge St Johns Academy Trust during the period 1 April 2012 to 31 August 2012 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 Horbury Bridge St Johns Academy Trust and the EFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to Horbury Bridge St Johns Academy Trust and the EFA those matters we are required to state in a report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Horbury Bridge St Johns Academy Trust and the EFA for our work, for this report, or for the conclusion we have formed.

**Respective responsibilities of Horbury Bridge St Johns Academy Trust's accounting officer and
The reporting accountant**

The accounting officer is responsible, under the requirements of Horbury Bridge St Johns Academy Trust's funding agreement with the Secretary of State of Education dated 26 March 2012 and the Academies Financial Handbook as published by the EFA in September 2012, for ensuring that expenditure disbursed and income received is applied for the purposes intended by Parliament and the financial transactions conform to the authorities which govern them.

Our responsibilities for this engagement are established in the United Kingdom by our profession's ethical guidance and are to obtain limited assurance and report in accordance with our engagement letter and the requirements of the Academies Accounts direction 2011/12. 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 April 2012 to 31 August 2012 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 2011/12 issued by the EFA. We performed a limited assurance engagement as defined in our engagement letter.

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

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

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

Horbury Bridge St Johns Academy Trust
Independent Reporting Accountant's Assurance Report on Regularity
to Horbury Bridge St Johns Academy Trust
and the Education Funding Agency

For the Period from 27 February 2012 to 31 August 2012

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 1 April 2012 to 31 August 2012 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them

Paylings

Paylings
Accountants and Registered Auditors
7 The Office Campus
Paragon Business Village
Red Hall Court
Wakefield
West Yorkshire
WF1 2UY

17 January 2013

Horbury Bridge St Johns Academy Trust**Statement of Financial Activities for the period from 27 February 2012 to 31 August 2012****(including Income and Expenditure Accounts and Statement of Total Recognised Gains and Losses)**

	NOTES	Unrestricted Funds 2012 £	Restricted General Funds 2012 £	Restricted Fixed Asset Funds 2012 £	Total Funds 2012 £
INCOMING RESOURCES					
Incoming resources from general funds:					
Voluntary Income-transfer from					
Local authority on conversion	3	85,098	(81,000)	542,375	546,473
Donations		55	5,030	-	5,085
Activities for generating funds	4	2,238	9,004	-	11,242
Investment income	5	-	24	-	24
Incoming resources from charitable activities					
Funding for the Academy's educational operations	6	-	256,601	-	256,601
TOTAL INCOMING RESOURCES		87,391	189,659	542,375	819,425
RESOURCES EXPENDED					
Costs of generating funds					
Charitable activities					
Academy's educational operations	8	2,964	285,017	8,381	296,362
Governance costs	9	-	2,700	-	2,700
TOTAL RESOURCES EXPENDED	7	2,964	287,717	8,381	299,062
NET INCOMING/(OUTGOING) RESOURCES BEFORE TRANSFERS					
Gross Transfers between funds	17	84,427 (24,269)	(98,058) 17,058	533,994 7,211	520,363 -
NET INCOME/(EXPENDITURE) FOR THE YEAR		60,158	(81,000)	541,205	520,363
OTHER RECOGNISED GAINS AND LOSSES					
Actuarial (losses)/gains on defined benefit pension schemes	23	-	(19,000)	-	(19,000)
NET MOVEMENT IN FUNDS		60,158	(100,000)	541,205	501,363
RECONCILIATION OF FUNDS					
Accumulated funds brought forward	17	-	-	-	-
Accumulated funds carried forward		60,158	(100,000)	541,205	501,363

All of the Academy trust's activities derive from acquisitions in the current period

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

The notes attached form part of these financial statements

Horbury Bridge St Johns Academy Trust
(Company Number 07966187)

Balance Sheet as at 31 August 2012

	NOTES	£	£
TANGIBLE ASSETS			
Tangible assets	13		541,205
 CURRENT ASSETS			
Stock	14	1,445	
Debtors	15	11,697	
Cash at bank and in hand		85,552	
		<hr/>	
		98,694	
CREDITORS:			
Amounts falling due within one year	16	38,536	
		<hr/>	
NET CURRENT ASSETS/(LIABILITIES)			60,158
 NET ASSETS LESS CURRENT LIABILITIES			<hr/> 601,363
 NET ASSETS EXCLUDING PENSION LIABILITY			
Pension scheme liability	23		100,000
			<hr/>
NET ASSETS INCLUDING PENSION LIABILITY			<u>501,363</u>
 FUNDS OF THE ACADEMY			
 RESTRICTED FUNDS			
Fixed asset funds	17		541,205
General funds	17		-
Pension reserve	17		(100,000)
			<hr/>
			441,205
			<hr/>
 UNRESTRICTED FUNDS			
General funds	17		60,158
			<hr/>
			60,158
			<hr/>
 TOTAL FUNDS			<u>501,363</u>

The financial statements on pages 19 to 36 were approved by the Governors, and authorised for issue on 17 January 2013 and are signed on their behalf by

Mr J Brady
(Chair)



The notes attached form part of these financial statements

Horbury Bridge St Johns Academy Trust

Cash Flow Statement for the period from 27 February 2012 to 31 August 2012

	Notes	2012 £
Net cash inflow from operating activities:	1	56,619
Return on investments and servicing of finance	2	24
Cash transferred on conversion to an academy trust		36,120
Capital expenditure	3	(7,211)
 Increase in cash and cash equivalents	 4	 85,552
Reconciliation of net cash flow to movement in net funds		
Net funds at 27 February 2012		-
Net funds at 31 st August 2012		85,552
All of the cash flows are derived from acquisitions in the current period		

Notes to the Cash Flow Statement

		2012 £	
1. Reconciliation of net income to net cash inflow operating activities:			
Net income		520,339	
Depreciation charges		8,381	
(Assets) and liabilities inherited		(546,473)	
Local authority surplus		48,978	
Decrease/(increase) in debtors		(11,697)	
(Decrease)/increase in creditors		38,536	
(Increase) in stock		(1,445)	
		<hr/>	
Net cash inflow from operating activities		56,619	
		<hr/> <hr/>	
2. Return on investments and servicing of finance			
Bank interest		24	
		<hr/>	
3. Capital expenditure and financial investment			
Purchase of Tangible fixed assets		(7,211)	
		<hr/>	
Net cash outflows from capital expenditure and financial investment		(7,211)	
		<hr/>	
4. Analysis of changes in net funds	At 26 February 2012 £	Cash Flows £	at 31 August 2012 £
Cash in hand and at bank	-	85,552	85,552

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

1. ACCOUNTING POLICIES

a) Basis of Preparation

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

b) Going Concern

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

c) Incoming resources

All incoming resources are recognised when the academy trust has entitlement to the funds, certainty of receipt and the amount can be measured with sufficient reliability.

Grants receivable

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

The General Accounting Grant (GAG) has been used for the purpose for which it was intended and in compliance with the academy's funding agreement.

Donations

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

Other income

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

Donated Services and gifts in kind

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

The academy's land and buildings are on a 125 year lease from Wakefield Metropolitan District Council. No premium was paid and the rent is one peppercorn. The building was valued on conversion at depreciated replacement cost and is depreciated over the remainder of its expected life. Land was valued at market value and is depreciated over the length of the lease.

Other fixed assets transferred on conversion were valued at original cost less depreciation to the date of conversion.

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

1 ACCOUNTING POLICIES (continued)

d) Resources Expended

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

Cost of generating funds

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

Charitable activities

These are costs incurred on the academy trust's educational operations.

Governance Costs

These include the costs attributable to the academy trust's compliance with constitutional and statutory requirements, including audit, strategic management and Governor's meetings and reimbursed expenses.

All resources expended are inclusive of irrecoverable VAT.

e) Tangible Fixed Assets

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. The related grants are credited to a restricted fixed asset fund in the Statement of Financial Activities and carried forward in the Balance Sheet. Depreciation on such assets is charged to the restricted fixed asset fund in the Statement of Financial Activities so as to reduce the fund over the useful economic life of the related asset on a basis consistent with the academy trust's depreciation policy.

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

Leasehold land	over 125 years, being the length of the lease
Inherited buildings	over 20 years, being the remainder of the life of the buildings
Assets under Construction	None
Plant and Machinery	7 years
Fixtures, fitting and equipment	4 years
Computer equipment	over 3 years

Assets in the course of construction are included at cost. Depreciation on these assets is not charged until they are brought into use.

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.

f) Leased Assets

Rentals under operating leases are charged on a straight lease basis over the lease term.

g) Stock

Stocks of uniform and catering supplies are valued at the lower of cost or net realisable value.

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

1 ACCOUNTING POLICIES (continued)

h) 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.

i) Pension Benefits

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

The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with the Academy Trust in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary on the basis of quinquennial valuations using a prospective benefit method. As stated in Note 23, the TPS is a multi employer scheme and the Academy Trust is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis. The TPS is therefore treated as a defined contribution scheme and the contributions recognised as they are paid each year.

The LGPS is a funded scheme and the assets are held separately from those of the academy trust in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent term and currency to the liabilities. The actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The amounts charged to operating surplus are the current service costs and gains and losses on settlements and curtailments. They are included as part of staff costs. Past service costs are recognised immediately in the Statement of Financial Activities if the benefits have vested. If the benefits have not vested immediately, the costs are recognised over the period until vesting occurs. The expected return on assets and the interest cost are shown as a net finance amount of other finance costs or credits adjacent to interest. Actuarial gains and losses are recognised immediately in other gains and losses.

j) 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 governors.

Restricted fixed asset funds are resources which are to be applied to specific capital purposes imposed by the funder where the asset acquired or created is held for a specific purpose.

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

k) Conversion to Academy Trust

The conversion from a state maintained school to an academy trust involved the transfer of identifiable assets and liabilities and the operation of the school for £nil consideration and has been accounted for under the acquisition accounting method.

The assets and liabilities transferred on conversion from Horbury Bridge School to an academy trust have been valued at their fair value being a reasonable estimate of the current market value that the governors would expect to pay in an open market for an equivalent item. Their fair value is in accordance with the accounting policies set out for Horbury Bridge St Johns Academy Trust. The amounts have been recognised under the appropriate balance sheet categories, with a corresponding amount recognised in voluntary income as net income in the Statement of Financial Activities and analysed under unrestricted funds, restricted general funds and restricted fixed asset funds. Further details of the transaction are set out in note 25.

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

2 GENERAL ANNUAL GRANT	2012
a) Results and carry forward for the year	£
GAG brought forward from previous year	-
GAG allocation for current year	219,253
Total GAG available to spend	-
Recurrent expenditure from GAG	(243,522)
Fixed assets purchased from GAG	-
Transfer deficit	24,269
GAG carried forward to next year	-
Maximum permitted GAG carry forward at end of current year (12% of allocation for current year)	(26,310)
GAG to surrender to DfE	-
(12% rule breached if result is positive)	-
	no breach
b) Use of GAG brought forward from previous year for recurrent purposes	
(of the amount carried forward each year, a maximum of 2% of GAG can be used for recurrent purposes Any balance can only be used for capital purposes)	
Recurrent expenditure from GAG in current year	243,522
GAG allocation for current year	219,253
GAG allocation for previous year x 2	-
GAG brought forward in excess of 2% used on recurrent expenditure	(24,269)
(2% rule breached if result is positive)	-
	no breach

3. VOLUNTARY INCOME

	Unrestricted Funds £	Restricted Funds £	Total 2012 £
Funds transferred on conversion			
Land and buildings	-	534,000	534,000
Computer equipment	-	3,173	3,173
Fixtures and Fittings	-	2,800	2,800
Plant and Equipment	-	2,402	2,402
Local Authority Surplus	48,978	-	48,978
School fund surplus	36,120	-	36,120
Pension (deficit)	-	(81,000)	(81,000)
	85,098	461,375	546,473

4 ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds £	Restricted Funds £	Total 2012 £
Catering income	-	7,708	7,708
Trips	-	524	524
Uniforms	1,564	-	1,564
School support income	-	702	702
Sundry income	674	70	744
	2,238	9,004	11,242

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

5. INVESTMENT INCOME	Unrestricted Funds £	Restricted Funds £	Total 2012 £
Investment income:			
Bank interest received	-	24	24

6. FUNDING FOR ACADEMY'S EDUCATIONAL OPERATIONS

	Unrestricted Funds £	Restricted Funds £	Total 2012 £
DfE/EFA revenue grants			
GAG	-	219,253	219,253
Other EFA grants	-	25,000	25,000
	-	244,253	244,253
Other government grants			
SEN/Early Years funding	-	12,348	12,348
	-	12,348	12,348
	-	256,601	256,601

7. RESOURCES EXPENDED

	Staff Costs £	Premises £	Other Costs £	Total 2012 £
Costs of generating funds	-	-	-	-
Academy's educational operations				
Direct costs	127,302	8,381	32,297	167,980
Allocated support costs	68,306	25,322	34,754	128,382
	195,608	33,703	67,051	296,362
Governance costs	-	-	2,700	2,700
Total	195,608	33,703	69,751	299,062

Incoming/outgoing resources for the year include:

	Total 2012 £
Operating leases	711
Fees payable to auditor - audit	1,500
other services	0
Accountancy fees	1,200
Depreciation	8,381

Horbury Bridge St Johns Academy Trust**Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012****8. CHARITABLE ACTIVITIES – ACADEMY'S EDUCATIONAL OPERATIONS**

	Unrestricted Funds £	Restricted Funds £	Total 2012 £
Direct costs			
Teaching staff costs	-	127,302	127,302
Depreciation	-	8,381	8,381
Educational supplies	-	10,741	10,741
Uniforms	2,381	-	2,381
Staff development	-	2,805	2,805
ICT costs	-	8,501	8,501
Trips	-	7,286	7,286
Other direct costs	583	-	583
	<hr/> 2,964	<hr/> 165,016	<hr/> 167,980
Allocated support costs			
Support staff costs	-	68,306	68,306
Maintenance of premises and equipment	-	14,134	14,134
Cleaning	-	4,676	4,676
Rates	-	529	529
Insurance	-	3,831	3,831
Utilities	-	2,152	2,152
Licences and subscriptions	-	347	347
Catering	-	7,165	7,165
Other support costs	-	7,048	7,048
Set up expenditure	-	20,194	20,194
	<hr/> -	<hr/> 128,382	<hr/> 128,382
	<hr/> 2,964	<hr/> 293,398	<hr/> 296,362

9. GOVERNANCE COSTS

	Unrestricted Funds £	Restricted Funds £	Total 2012 £
Legal and professional fees	-	-	-
Auditor's remuneration			
- audit fees	-	1,500	1,500
Accountancy services	-	1,200	1,200
Governors' reimbursed expenses	-	-	-
	<hr/> -	<hr/> 2,700	<hr/> 2,700

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

10. STAFF COSTS AND NUMBERS

	2012
	£
Staff costs during the period were	
Wages and salaries	163,877
Social Security costs	10,214
Pension costs	21,517
	<hr/>
	195,608
	<hr/>

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

	2012
	No.
Charitable Activities	
Teachers	6
Administration and support	13
Management	3
	<hr/>
	22
	<hr/>

11 GOVERNORS' REMUNERATION AND EXPENSES

Principal and staff governors only receive remuneration in respect of services they provide undertaking the roles of Principal and staff and not in respect of their services as governors. Other governors did not receive any payments from the Academy in respect of their roles as governors.

J Skinner, Principal	£20,000 - £25,000
M Smith	£15,000 - £20,000
R Denton	£5,000 - £10,000

There were no governor expenses paid during the period.

Other related party transactions involving trustees are set out in note 24.

12. GOVERNORS' AND OFFICERS' INSURANCE

In accordance with normal commercial practice the academy has purchased insurance to protect governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy business. The insurance cover provides cover up to £1,000,000 on any one claim.

The cost of this insurance is included in the total insurance costs.

Horbury Bridge St Johns Academy Trust**Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012****13. TANGIBLE ASSETS**

	Leasehold Land and Buildings £	Fixtures and Fittings £	Computer Equipment	Plant and Equipment	Total
Cost					
Assets on conversion	534,000	2,800	3,173	2,402	542,375
Additions	-	993	1,188	5,030	7,211
Disposals	-	-	-	-	-
At 31 August 2012	534,000	3,793	4,361	7,432	549,586
Depreciation					
Charge for the year	6,938	395	606	442	8,381
Eliminated on disposal	-	-	-	-	-
At 31 August 2012	6,938	395	606	442	8,381
Net Book Values					
At 31 August 2012	527,062	3,398	3,755	6,990	541,205

14. STOCK

Catering supplies and uniforms	1,445
	1,445

15. DEBTORS (all due within one year)

	2012 £
Trade Debtors	-
Prepayments and accrued income	7,608
Other debtors	4,089
	11,697

16. CREDITORS: Amounts falling due within one year

	2012 £
Trade creditors	12,409
Other taxes and social security	7,729
Other creditors	6,955
Accruals and deferred income	11,443
	38,536
Deferred income	
Brought forward	-
Released	-
Deferred from current receipts	-
Carried forward	-

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

17 FUNDS

	Balance 27/02/12 £	Incoming Resources £	Resources Expenses £	Gains, Losses & Transfers £	Balance 31/08/12 £
Restricted general funds					
General annual grant (GAG)	-	219,253	(243,522)	24,269	-
Other revenue	-	13,356	(13,356)	-	-
Other EFA grants	-	25,000	(25,000)	-	-
Other grants	-	12,348	(12,348)	-	-
Income for school support	-	702	(702)	-	-
Pension deficit	(81,000)	-	-	(19,000)	(100,000)
	<hr/> (81,000) <hr/>	<hr/> 270,659 <hr/>	<hr/> (294,928) <hr/>	<hr/> 5,269 <hr/>	<hr/> (100,000) <hr/>
Restricted fixed asset funds					
Inherited assets	-	542,375	(8,381)	-	533,994
EFA capital grants and Capital expenditure from GAG	-	-	7,211	-	7,211
	<hr/> - <hr/>	<hr/> 542,375 <hr/>	<hr/> (1,170) <hr/>	<hr/> - <hr/>	<hr/> 541,205 <hr/>
Total restricted funds	<hr/> (81,000) <hr/>	<hr/> 813,034 <hr/>	<hr/> (296,098) <hr/>	<hr/> 5,269 <hr/>	<hr/> 441,205 <hr/>
	<hr/> - <hr/>	<hr/> - <hr/>	<hr/> - <hr/>	<hr/> - <hr/>	<hr/> - <hr/>
Unrestricted funds	<hr/> - <hr/>	<hr/> 87,391 <hr/>	<hr/> (2,964) <hr/>	<hr/> (24,269) <hr/>	<hr/> 60,158 <hr/>
Total funds	<hr/> (81,000) <hr/>	<hr/> 900,425 <hr/>	<hr/> (299,062) <hr/>	<hr/> (19,000) <hr/>	<hr/> 501,363 <hr/>

GAG may only be spent in compliance with the academy's funding agreement. In particular the amount of unspent funds carried forward is restricted as set out in note 2.

Other grants include

Early Years Funding – the government provides funding for all 3 to 4 year old children, starting from the funding period after their third birthday until they start school, to attend an Ofsted registered early years ad childcare setting

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total Funds £
Tangible fixed assets	-	-	541,205	541,205
Current assets	60,158	38,536	-	98,694
Current liabilities	-	(38,536)	-	(38,536)
Pension scheme liability	-	(100,000)	-	(100,000)
	<hr/>	<hr/>	<hr/>	<hr/>
Total net assets	<hr/> 60,158 <hr/>	<hr/> (100,000) <hr/>	<hr/> 541,205 <hr/>	<hr/> 501,363 <hr/>

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

19. CAPITAL COMMITMENTS

	2012 £
Contracted for, but not provided in the financial statements	2,700
	<hr/>

20. FINANCIAL COMMITMENTS

Operating leases

At 31 August 2012 the Academy had annual commitments under non- cancellable Operations leases as follows

	2012 £
Land and buildings	
Expiring within one year	-
Expiring within two and five years inclusive	-
Expiring in over five years	-
	<hr/>
	-
Other	
Expiring within one year	-
Expiring within two and five years inclusive	-
Expiring in over five years	-
	<hr/>
	-
	<hr/>

21. CONTINGENT LIABILITIES

There are no contingent liabilities

22. MEMBERS LIABILITY

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be member, such amount as may be required, not exceeding £10 for the debts and liabilities contracted before he/she ceases to be a member

23. PENSIONS AND SIMILAR OBLIGATIONS

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

The LGPS obligation relates to the Employees of the academy trust, who were the employees transferred as part of the conversion from maintained school and new employees who were eligible to, and did, join the Scheme in the period The obligation in respect of employees who were transferred on conversion represents their cumulative service at both the predecessor school and the academy trust at the balance sheet date

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

There were no outstanding or prepaid contributions at either the beginning or the end of the financial year

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

23 PENSIONS AND SIMILAR OBLIGATIONS (continued)

Teachers' Pension Scheme

The teachers pension scheme (TPS) is a statutory, contributory, defined benefit scheme. The regulations under which the TPS operates are the Teachers' Pension Regulations 2010.

Although teachers and lecturers are employed by various bodies, their retirement and other pension benefits, including annual increases payable under the Pensions (Increase) Act are, as provided for in the Superannuation Act 1972, paid out of monies provided by Parliament. Under the unfunded TPS, teachers contributions on a 'pay-as-you-go' basis, and employers contributions, are credited to the Exchequer under arrangements governed by the above Act.

The Teachers Pension Regulations require an annual account, the Teachers' Pension Budgeting and Valuation Account, to be kept of receipts and expenditure (including the costs of pension increases). From 1 April 2001, the Account has been credited with a real rate of return (in excess of price increases and currently set at 3.5%), which is equivalent to assuming that the balance in the Account is invested in notional investments that produce that real rate of return.

The Government Actuary (GA), using normal actuarial principles, conducts formal actuarial reviews of the TPS. The aim of the review is to specify the level of future contributions.

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

The last valuation of the TPS related to the period 1 April 2001 – 31 March 2004. The GA's report of October 2006 revealed that the total liabilities of the Scheme (pensions currently in payment and the estimated cost of future benefits) amounted to £166,500 millions. The value of the assets (estimated future contributions together with the proceeds from the notional investments held at valuation date) was £163,240 millions. The assumed real rate of return 3.5% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 1.5%. The assumed gross rate of return is 6.5%.

As from 1 January 2007, and as part of the cost sharing agreement between employers' and teachers' representatives, the SCR was assessed at 19.7%, and the supplementary contribution rate was assessed to be 0.75% (to balance the assets and liabilities as required by the regulations within 15 years). This resulted in a total contribution rate of 20.5%, which translated into an employee contribution rate of 6.4% and employer contribution rate of 14.1% payable. The cost sharing agreement also introduced – effective for the first time for the 2008 valuation – a 14% cap on employer contributions payable.

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

23 PENSIONS AND SIMILAR OBLIGATIONS (continued)

From 1 April 2012 to 31 March 2013, the employee contribution rate will range between 6.4% and 8.8% depending on a members Full Time Equivalent salary. Further changes to the employee contribution rate will be applied in 2013-14 and 2014-15.

Actuarial scheme valuations are dependent on assumptions about the future costs, design of benefits and many other factors. Many of these are being discussed in the context of the design for a reformed TPS and scheme valuations are, therefore, currently suspended. The Government, however, has set out a future process for determining the employer contribution rate under the new scheme, and this process will involve a full actuarial valuation.

Under the definitions set out in the Financial Reporting Standard (FRS 17) Retirement Benefits, the TPS is a multi-employer pension scheme. The academy is unable to identify its share of the underlying assets and liabilities of the scheme. Accordingly, the academy has taken advantage of the exemption in FRS17 and has accounted for its contributions to the scheme as if it were a defined contribution scheme. The academy has set out above the information available on the scheme and the implications for the academy in terms of the anticipated contributions rates.

The total employer contributions paid to this fund during the period were £13,000.

Local Government Pension Scheme

The LGPS is a funded defined benefit scheme, with the assets held in separate trustee administered funds. The total contributions for the period ended 31 August 2012 was £11,000, of which employers contributions totalled £8,000 and employees contributions totalled £3,000. The agreed contribution rates for future years are 15.6% for employers and between 5% and 7.5% for employees depending on their scale rate.

Major assumptions	At 31 August 2012 %	At 1 April 2012 %
Discount rate	4.2	4.8
RPI inflation	3.2	3.6
CPI inflation	2.2	2.6
Rate of increase to pensions in payment	2.2	2.6
Rate of increase to deferred pensions	2.2	2.6
Rate of general increase in salaries	4.7	5.1
Expected return on assets	6.4	7.0

Commutation of pension for lump sum on retirement

At the last full valuation of the Employer's liabilities

Each member assumed to exchange 50% of the maximum amounts permitted of their past service pension entitlements, for additional lump sum.

Each member assumed to exchange 75% of the maximum amounts permitted of their future service pension entitlements, for additional lump sum.

Sensitivity Analysis

The actuarial report has not provided advice on the sensitivity of the results to the key assumptions.

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

23 PENSIONS AND SIMILAR OBLIGATIONS (continued)

Local Government Pension Scheme (continued)

Life expectancy assumptions

	At 31 August 2012 years	At 1 April 2012 years
The average future life expectancies at the age of 65 are Summarised below		
Male current pensioner age 65 now	22.0	N/A
At 65 for a male future pensioner aged 45 now	23.8	N/A
Female current pensioner age 65	24.1	N/A
At 65 for a female future pensioner aged 45 now	26.1	N/A

Share of assets and rate of return

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

	Long term rate of return expected as at 31 August 2012 %	Fair value as at 31 August 2012 £	Long term rate of return expected as at 1 April 2012 %	Fair value as at 1 April 2012 £
Equities	7.5	118,830	8.1	112,338
Property	7.0	6,120	7.6	5,688
Government bonds	2.5	22,610	3.1	19,908
Corporate bonds	3.2	9,690	3.7	8,532
Cash	1.3	4,760	1.8	4,424
Other	7.5	7,990	8.1	7,110
		<hr/> 170,000 <hr/>		<hr/> 158,000 <hr/>
		£		£
Fair value of assets		170,000		158,000
Present value of liabilities		(270,000)		(239,000)
		<hr/>		<hr/>
(Deficit) in the scheme		(100,000)		(81,000)
		<hr/>		<hr/>

The actual return on the scheme asset was £4,000

Basis used to determine expected return

Horbury Bridge St Johns Academy Trust employs a block approach in determining the rate of return on Funds assets. Historical markets are studied and assets with higher volatility are assumed to generate higher returns consistent with widely accepted capital market principles. The assumed rate of return on each asset class is set out within this note. The overall expected rate of return on assets is then derived by aggregating the expected return for each asset class over the actual asset allocation for the Fund at 31st August 2012.

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

23 PENSIONS AND SIMILAR OBLIGATIONS (continued)

Local Government Pension Scheme (continued)

Movement in deficit

	2012 £
At 1 April 2012	-
Inherited on conversion	(81,000)
Current service charge	(10,000)
Employer contributions	8,000
Past service gain/(cost)	-
Net interest/return on assets	(1,000)
Actuarial gain/(loss)	(16,000)
	<hr/>
At 31 August 2012	(100,000)
	<hr/>

Net (interest)/return on assets

	2012 £
Expected return on assets	4,000
Interest on liabilities	(5,000)
	<hr/>
	(1,000)
	<hr/>

The actuarial gains and losses for the current year are recognised in the Statement of Financial Activities. The cumulative amount of gains and losses recognised in the Statement of Financial Activities since the adoption of FRS17 is a £16,000

Amounts recognised in the statement of financial activities

	2012 £
Current service cost (net of employee contributions)	10,000
Past service cost	-
	<hr/>
Total operating charge	10,000
	<hr/>
Analysis of pension finance income/(costs)	
Expected return on pension scheme assets	4,000
Interest on pension liabilities	(5,000)
	<hr/>
Pension finance income/(cost)	(1,000)
	<hr/>

All experience adjustments arose in this current period

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

23. PENSIONS AND SIMILAR OBLIGATIONS (continued)

Local Government Pension Scheme (continued)

Movement in the present value of defined obligations were	2012 £
At 1 April 2012	239,000
Current service cost	10,000
Interest cost	5,000
Employee contributions	3,000
Actuarial (gain)/loss	13,000
Net benefits paid out	-
	<hr/>
At 31 August 2012	270,000
	<hr/>
Movement in the fair value of academy's share of scheme assets were:	2012 £
At 1 April 2012	158,000
Expected return on assets	4,000
Employee contributions	3,000
Employer Contributions	8,000
Actuarial gain/(loss)	(3,000)
Net benefits paid out	-
	<hr/>
At 31 August 2012	170,000
	<hr/>

The estimated value of employer contributions for the year ended 31 August 2013 is £21,000

24 RELATED PARTY TRANSACTIONS

Owing to the nature of the Academy's operations and the composition of the board of governors being drawn from local public and private sector organisations, it is inevitable that transactions will take place with organisations in which a member of the board of governors may have an interest. All transactions involving such organisations are conducted at arm's length and in accordance with the Academy's financial regulations and normal procurement procedures.

During the year the Academy paid for Staff Absence Insurance amounting to £2,169. This was provided by Mr John Brady, Chair of Governors.

25. CONVERSION TO AN ACADEMY TRUST

On 1 April 2012 Horbury Bridge converted to academy trust status under the Academies Act 2010 and all the operations and assets and liabilities were transferred to Horbury Bridge St Johns Academy Trust from Wakefield Metropolitan District Council for nil consideration.

The transfer has been accounted for using the acquisition method. The assets and liabilities transferred were valued at their fair view and recognised in the balance sheet under the appropriate headings with corresponding net amount recognised as net income in the Statement of Financial Activities as voluntary income.

Horbury Bridge St Johns Academy Trust

Notes to the Financial Statements for the period from 27 February 2012 to 31 August 2012

25 CONVERSION TO AN ACADEMY TRUST (continued)

The following table sets out the fair values of the identifiable assets and liabilities transferred and an analysis of their recognition in the Statement of Financial Activities

	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Fund £	Total £
Land and buildings	-	-	534,000	534,000
Other tangible fixed assets	-	-	8,375	8,375
Budget Surplus on LA funds	48,978	-	-	48,978
School Fund surplus	36,120	-	-	36,120
LGPS pension (deficit)	-	(81,000)	-	(81,000)
	<hr/>	<hr/>	<hr/>	<hr/>
Net assets/(liabilities)	85,098	(81,000)	542,375	546,473
	<hr/>	<hr/>	<hr/>	<hr/>

The above net assets/(liabilities) include £85,098 that was transferred in cash