

Registration number: 09023805

# Loughborough Church of England Primary School

(A company limited by guarantee)

Annual Report and Financial Statements

for the period from 1 September 2022 to 28 February 2023

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# **Loughborough Church of England Primary School**

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## **Loughborough Church of England Primary School**

### **Reference and administrative details**

<b>Members</b>	Mr S A Beals Mr H Jones Mr S Adshead Diocese of Leicester Education Trust
<b>Governors and Trustees (Directors)</b>	Mr H Jones, Chair Ms G Bates, Vice Chair & Chair of Resources Committee Ms J Stillwell, Head Teacher and Accounting Officer Rev M Broadley, Ex Officio Rev W Dalrymple, Ex Officio Mr A Duxbury Mrs G Doyle Ms A Gilbert (resigned 3 March 2023) Ms J Wilkinson Mr M Discacciati Ms K Hall Ms Carmen Dasaolu (resigned 16 January 2023) Ms Eva Mitchell Ms Miranda Banister
<b>Company Secretary</b>	Mr H Ravat
<b>Head Teacher</b>	Ms J Stillwell
<b>Senior Management Team</b>	Ms J Stillwell, Head Teacher Mrs N Ferey, Deputy Head Teacher Mrs S Sweeting, School Business Manager (Resigned 16.04.2023)
<b>Principal and Registered Office</b>	William Street Loughborough Leicestershire LE11 3BY
<b>Company Registration Number</b>	09023805
<b>Auditors</b>	TC Group Hamilton Office Park 31 High View Close Leicester LE4 9LJ

## **Loughborough Church of England Primary School**

### **Reference and administrative details (continued)**

<b>Bankers</b>	Natwest Bank Plc Market Place Loughborough Leicestershire LE11 3EA
<b>Solicitors</b>	Lee Bolton Monier Williams 1 The Sanctuary London SW1P 3JT

## **Loughborough Church of England Primary School**

### **Trustees' report for the period from 1 September 2022 to 28 February 2023**

The Trustees present their annual report together with the financial statements and auditors' report of the charitable company for the period ended 28/02/2023. The annual report serves the purposes of both a trustees' report, and a directors' report and strategic report under company law.

#### **Structure, governance and management**

##### ***Constitution***

The academy trust is a company limited by guarantee and is an exempt charity. The charitable company's memorandum and articles of association are the primary governing documents of the academy trust. The company registration number is 09023805.

The governors act as the trustees for the charitable activities of Loughborough Church of England Primary School and 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 accounts 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 company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £10 for the debts and liabilities contracted before he/she ceases to be a member.

##### ***Trustees' indemnities***

The academy trust through its Articles has indemnified its Trustees to the fullest extent permissible by law. During the period the Academy also purchased and maintained liability insurance for its Trustees.

##### ***Method of recruitment and appointment or election of Trustees***

Foundation Governors continue to be elected following nomination by the Parochial Church Councils of the ecclesiastical parishes of either Loughborough Emmanuel or Loughborough All Saints with Holy Trinity to the Diocese of Leicester.

Parent Governors are elected by parents of registered pupils at the Academy. An elected Parent Governor must be a parent of a pupil at the Academy at the time s/he is elected. The election process provides for every person who is entitled to have an opportunity to do so by post, or if s/he prefers, by having a ballot paper returned to the Academy Trust by a registered pupil at the Academy.

The Governing Body takes such steps as are reasonably practical to secure that every person who is known to them to be a parent of a registered pupil at the Academy is informed of the vacancy and that it is required to be filled by election, and given an opportunity to do so. Where it is not reasonably practical to appoint a person who is the parent of a registered pupil at the Academy, a person who is a parent of a child of compulsory school age can be appointed.

## **Loughborough Church of England Primary School**

### **Trustees' report for the period from 1 September 2022 to 28 February 2023 (continued)**

#### ***Policies and procedures adopted for the induction and training of Trustees***

Newly appointed Governors are provided with a copy of the Governors' Handbook outlining their roles and responsibilities as Governor of the Academy Trust. Ongoing training such as Governor Induction training provided by Leicestershire County Council, the local teaching school and Loughborough Primary Academies Partnership (LPAP) There is also training provided in specific areas of Governance and Management of the Academy Trust. Governors receive regular updates from the National Governor Association to keep abreast of the latest developments.

Foundation Governors receive specific training opportunities provided by the Diocesan Board of Education for Leicester.

#### ***Organisational structure***

The Headteacher undertakes the role of Accounting Officer with the School Business Manager acting as the Academy's Financial Controller.

The membership of the full board of governors changed as follows in 2022/23:

Resignation - Mrs Carmen Dasaolu (Foundation Governor)

Resignation - Mrs Anne Gilbert (Staff Governor)

The role of Clerk/Governance Professional has been undertaken by Linda Stainsby for 2022/23

The full board of governors held four meetings during the course of the period from September 2022 to February 2023. The full range of committees continued to function throughout the period: Resource and Risk Management (including health and safety), Audit, Teaching and Learning, Ethos and Wellbeing and Pay. A Governor Steering Group was established in January 2022 and met three times. The purpose of this group is to monitor progress across a range of issues in between full board meetings. It is not a decision-making body.

A successful annual Headteacher's Performance management review was held in September 2022.

The full board of governors adopted the national Governing Body Code of Conduct and members completed the annual declaration of members' interests. The full board also noted the national Three Principles of Strong Governance:

Helping to set the school's vision and ethos

Holding the headteacher to account

Overseeing the financial performance of the school

Governors attended varied training sessions during the year, including safeguarding and Ofsted preparation.

Individual governors continued to exercise specific responsibilities, notably in the areas of safeguarding, DBS compliance checking and updating, pupil premium and finance.

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

Arrangements for setting pay and remuneration of key management personnel, including performance management, are carried out by the Trustees' Pay committee following Leicestershire County Council guidelines.

## **Loughborough Church of England Primary School**

### **Trustees' report for the period from 1 September 2022 to 28 February 2023 (continued)**

#### ***Connected organisations, including related party relationships***

The Academy Trust, whilst a standalone Academy, remained a member of the Loughborough Primary Academies Partnership. This is a network of schools based in the immediate locality which collaborates to ensure the children of Loughborough receive the best possible education. LPAP worked together on developing policies, shares best practices within the educational arena and provides a network across different areas within schools such as School Business Managers, Premises Officers, etc. In Summer 2022, the board of trustees agreed to join the RISE Multi Academy Trust in the 2022-23 academic year (see page 9 'Plans for Future Periods' for further information) and has been working more closely with RISE in the interim period.

This Academy continues to enjoy a close relationship with the Diocesan Board of Education given our status as a church school. Our headteacher, Mrs Stillwell, continues to develop relationships with other schools where experiences and developments can be shared.

The Academy has a separate PFA (Parents & Friends Association) known as the Loughborough CE Primary School PFA, charity number 1095995. Fundraising for the school is carried out through this associated body made up of parents, staff and friends.

#### **Objectives and activities**

##### ***Objects and aims***

The Academy Trust's objective is to advance for the public benefit education in the Loughborough area by establishing, maintaining, carrying on, managing and developing a school with a designated Church of England religious character offering a broad and balanced curriculum conducted in accordance with the principles, practices and tenets of the Church of England both generally and in particular in relation to arranging for religious education and daily acts of worship, having regard to advice provided by the Diocesan Board of Education.

##### **Priority 1. Phonics and Early Reading**

Sustain improvements in teaching, learning and outcomes across Reception and Key Stage 1.

##### **Autumn term:**

All EYFS KS1 staff received phonics training and a parent workshop was held for EY parents. Reception children have been assessed half termly and all children across EY and KS1 were assessed using Monster Phonics by the end of September. Reading books were audited to check that they matched the correct stage for each child. There was regular teaching of reading in sessions and adults hear children read regularly. NELI intervention was in place for all pupils who were identified for support in EYFS. Additional targeted intervention was in place for those who did not pass phonics screen in Y2 and those in Y1 who didn't reach GLD by the end of Reception.

##### **Spring Term:**

Peer observations for staff were in place to ensure consistency in teaching across KS1 and EY. A 'hear your child to read' workshop was held for parents. There were regular screenings and children identified for further support.

## **Loughborough Church of England Primary School**

### **Trustees' report for the period from 1 September 2022 to 28 February 2023 (continued)**

#### **Priority 2. Maths**

To strengthen and improve the teaching of maths.

##### **Autumn term:**

CPD was provided on the teaching of maths for all teachers. The White Rose curriculum for maths was established in all year groups. Mathematical manipulatives were made accessible for children in all year groups. PUMA assessments were used to identify gaps in pupil skills and knowledge. Shine interventions were targeted for these children to close gaps. Numicon resources were also used to scaffold children's learning in maths. Maths working walls were being well.

##### **Spring Term:**

Leaders worked to raise the profile of Times Tables Rockstars to support children's fluency with times tables recall. CPD was provided for staff on modelling using the 'I do/We do/You do' approach. PUMA assessments were repeated to identify progress in learning and further gaps in pupils skills and knowledge.

#### **Priority 3 Curriculum**

To implement and embed the new RISE subject led curriculum.

##### **Autumn/Spring term:**

Leaders monitored the implementation of RISE curriculum units. Leaders ensured that RISE units were fully resourced for the short, medium and long term.

#### **Priority 4 Teaching and Learning**

To develop consistency in teaching.

##### **Autumn term:**

CPD provided by the Trust included scaffolding, modelling and questioning. Learning walks assessed the impact that this CPD was having in classrooms. The Trust visited to support this process.

##### **Spring term:**

CPD provided by the Trust included the teaching of vocabulary, writing, further development around modelling methods, questioning and scaffolding. Leaders worked with other staff to develop a 'Book Study' approach. EYFS support staff engaged with further training. Staff voice was gained through a staff questionnaire.

#### **Public benefit**

The academy trust provides educational services to all children in the local area. The Trustees confirm that they have complied with the duty in Section 4 of the Charities Act 2006 to have due regard to the public benefit guidance provided by the Charity Commission.

A. To advance for the public benefit education in the United Kingdom, in particular but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing a school offering a broad and balanced curriculum ("the Academy"); and

B. To promote for the benefit of the inhabitants of Loughborough and the surrounding area the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances or for the public at large in the interests of social welfare and with the object of improving the condition of life of the said inhabitants.

#### **Strategic Report**

##### **Achievements and performance**

As at the end of the period ending 28 February 2023, there were no published statutory results.



## **Loughborough Church of England Primary School**

### **Trustees' report for the period from 1 September 2022 to 28 February 2023 (continued)**

#### ***Going concern***

The Trust Board, supported by Members, made the decision to join Rise Multi Academy Trust on 1st March 2023.

#### **Financial review**

The Academy had a net increase in funds for the year ended 28 February 2023 of £6,600 including fixed assets movements. As 28 February 2023 the Academy held £232,399 of unrestricted reserves plus £Nil of unspent (non fixed asset) restricted funds. The Academy therefore held combined unrestricted and non fixed asset restricted funds, being its available reserves of £232,399.

The Academy Trust had a pension surplus on their Local Government Pension Scheme of £26,000 at 28 February 2023 and a fixed asset reserve of £48,097 being the book value of past purchases plus £15,877 unspent capital grants.

There are no significant factors going forward that are expected to impact on the normal continuing operation of the Academy. The principal financial management policies adopted in the period are included in the Academy's internal financial policies and are typical for an Academy Trust of this size and type. There were no unusual significant events worthy of comment during the year.

The principal sources of funding for the Academy are the General Annual Grant (GAG) and other ESFA/DfE grants, such as Pupil Premium. This funding has been used to support the key educational objectives of the Academy Trust, subject to any remaining reserves.

The Academy's investment policy is only to hold cash reserves on deposit with major holding banks so as to minimise risk.

#### ***Reserves policy***

The Trustees have developed a reserves policy for the school which is reviewed at least annually. The Academy needs to hold reserves to allow for contingencies such as unfunded building repairs, unexpected staffing costs and to allow for some uncertainty in future government funding. The Trustees have determined that the appropriate level of free reserves, which it considers to be unrestricted funds plus unspent General Annual Grant (GAG), should be approximately 5-6% of the annual budget, being £100,000.

Actual free reserves plus unspent GAG as 28 February 2023 were £232,399, being higher than the target level set by the Trustees by £132,399. The historic reserves figure was set to cover monthly overheads and ensure the academy trust had sufficient funds to cover ongoing payments. The current reserves figure is higher than this as the academy had surplus funds upon conversion and since then have prudently managed the schools resources to ensure value for money was achieved as well as ensuring the school operated effectively. The academy has also received external funding for capital items which meant the academy did not have to use resources previously identified for those purposes. As the trust moves ahead, the reserves will diminish as the academy invests in additional ICT equipment to keep the school up to date technologically, refurbishment projects within the school as well as longer term replacement of the external classrooms.

Cash at bank at 28 February 2023 was £38,590 higher than total available reserves due principally to accruals timing differences.

At 28 February 2023 the Academy's fixed asset reserve of £48,097 represented funds which could only be realised if the assets were sold.

The pension scheme was no longer in deficit at the year end (surplus £26,000). This surplus has arisen, as with many other schemes of this type, mainly due to the value of employer assets being greater than the present value of funded liabilities.

## **Loughborough Church of England Primary School**

### **Trustees' report for the period from 1 September 2022 to 28 February 2023 (continued)**

#### ***Investment policy***

The Academy aims, and has a responsibility to, manage its cash balances to provide day to day working capital requirements of its operations, whilst ensuring a suitable return. Optimising returns, whilst ensuring that any investments made are low risk, continues to prove challenging in a low interest rate environment which has now continued for a number of years. The Academy currently invests reserve funds in a range of investment accounts to spread the risk, earn interest and remain within the FCSC limits. The interest for these accounts is automatically credited to the main school bank account. Investment accounts are reviewed regularly and the trustees agree whether to continue with the investment, based on the cash flow needs of the main school bank account, interest rates and notice periods required.

#### ***Principal risks and uncertainties***

The board of governors was kept fully informed of budgetary revisions throughout the period, enabling members to discharge effectively their monitoring role.

The Headteacher, senior leadership team and all staff remained totally committed to delivering a comprehensive and stimulating curriculum to all children while ensuring that their educational environment remained a happy and safe one. Operating through its committee structure the governing board was able to keep abreast of the impact of staff interventions in all areas. Data was presented regularly (e.g. attainment and attendance) to allow governors to assess the impact of curriculum delivery and pupil engagement. The School Development Plan is updated regularly.

Change management, always a feature of any organisation, was particularly evident in 2022/23. The risks and challenges created by the implementation of new approaches were shared with governors together with mitigation strategies and gave members the opportunity to question the Headteacher about impact and consequence. Governors felt able to be fully supportive on the basis of sufficient knowledge and understanding. Resilience, adaptability and a capacity for rapid response was consistently demonstrated by the Headteacher and her senior management team. It was evident that the impact of any change was assessed fully ahead of implementation and planning undertaken accordingly.

#### **Fundraising**

The school has an active Parent & Friends Association (PFA) which raises funds for use within the school. Through fundraising activities, the PFA have donated £3,698 to the school as a contribution towards the cost of the trips and other activities during the period. The school is grateful to the PFA for their efforts in raising funds to enhance the opportunities and experiences for our children.

#### ***Plans for future periods***

The Trust has not set any strategic plans for future periods due to the trust board, supported by Members, decision to join Rise Multi Academy Trust on 1 March 2023.

As part of Rise MAT the school will seek to strengthen its links with other Rise schools, enhance professional development opportunities for staff and continue to improve the curriculum experience for pupils.

#### **Funds held as Custodian Trustee on behalf of others**

The Academy does not hold any funds as Custodian Trustee on behalf of others.

#### **Auditor**

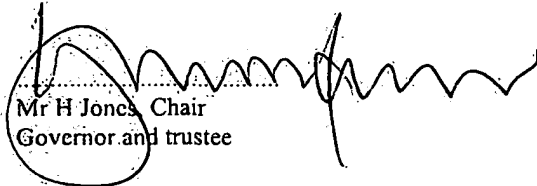
Insofar as the Trustees are aware:

- 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.

## **Loughborough Church of England Primary School**

### **Trustees' report for the period from 1 September 2022 to 28 February 2023 (continued)**

The trustees' report, incorporating a Strategic Report, was approved by order of the members of the Board of Trustees on 22/09/2023 and signed on its behalf by:

  
Mr H Jones, Chair  
Governor and trustee

## **Loughborough Church of England Primary School**

### **Governance statement**

#### **Scope of responsibility**

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

The Board of Trustees has delegated the day-to-day responsibility to Ms J Stillwell, 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 Loughborough Church of England Primary School 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 2 times during the period. Attendance during the period at meetings of the Board of Trustees was as follows:

<b>Trustee</b>	<b>Meetings attended</b>	<b>Out of a possible</b>
Mr H Jones	2	2
Ms G Bates, Vice Chair & Chair of Resources Committee	1	2
Rev M Broadley, Ex Officio	2	2
Rev W Dalrymple, Ex Officio	1	2
Mr A Duxbury	2	2
Ms J Stillwell, Head Teacher and Accounting Officer	2	2
Ms A Gilbert (resigned 3 March 2023)	2	2
Ms Carmen Dasaolu (resigned 16 January 2023)	2	2
Ms K Hall	2	2
Ms Miranda Banister	2	2
Mrs G Doyle	0	2
Ms Eva Mitchell	2	2
Ms J Wilkinson	2	2
Mr M Discacciati	2	2

#### **Governance reviews**

The Governors continue to attach importance to engagement. Governors have expressed their wish to gain a clearer understanding of their responsibilities and this is work in progress.

The board established an Audit & Risk Committee to undertake the responsibilities outlined in the Academy Trust Handbook. The Audit & Risk committee meets termly with the following purpose:

- To maintain an oversight of the Academy Trust's (AT's) financial, governance, risk management and internal control systems.
- To report its findings termly and annually to the Trust Board and the Accounting Officer as a critical element of the AT's annual reporting requirements.

## **Loughborough Church of England Primary School**

### **Governance statement (continued)**

The Resources Committee is a sub-committee of the main Board of Trustees. Its purpose is to :

- To assist the decision making of the governing body, by enabling more detailed consideration to be given to the best means of fulfilling the governing body's responsibility to ensure sound management of the academy's finances, resources, premises, health and safety and personnel, including proper planning, monitoring and probity.
- To make appropriate comments and recommendations on such matters to the governing body on a regular basis.
- To maintain an oversight of the Academy Trust's governance, risk management, internal control and value for money framework. This will be carried out in conjunction with the Audit & Risk Committee.
- Ensure all statutory and school policies and procedures are adhered to and implemented.
- Review/Revise policies and guidelines as detailed in the school's Policy Review Schedule.

Attendance at meetings during the period was as follows:

<b>Trustee</b>	<b>Meetings attended</b>	<b>Out of a possible</b>
Mr H Jones, Chair	1	1
Ms G Bates, Vice Chair & Chair of Resources Committee	1	1
Mr A Duxbury	1	1
Ms J Stillwell, Head Teacher and Accounting Officer	1	1
Mrs G Doyle	1	1

#### **Review of value for money**

As accounting officer, the member 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.

The Accounting Officer considers how the 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 Governing Body, Head Teacher, Senior Management Team and staff are committed to achieving best value in all aspects of Loughborough Church of England school to facilitate continuous improvement. Time and resources will concentrate on important issues that provide added value, and will not be wasted where minor improvements or small savings may be made.

There are four principles of best value:

- Challenge - is the school's performance high enough? Why and how is service provided? Does the school need it? Can it be delivered in a better manner?
- Compare - how does the school's financial and pupil performance compare with its peers?
- Consult - how does the school seek the views of stakeholders on school services?
- Compete - how does the school secure effective and quality services? Is the school getting value for money from suppliers?

## **Loughborough Church of England Primary School**

### **Governance statement (continued)**

The four principles of best value will be applied when making decisions about:

**Staffing:**

Staff are deployed to provide best value in terms of quality of teaching, quality of learning, adult pupil ratio and curriculum management. Staffing is also managed to ensure differing needs of pupils are met.

**Use of premises:**

Consideration is given to the allocation and use of teaching areas, support areas and communal areas, to provide the best environment for teaching and learning, support services and central resources such as the library. The Academy constantly assesses the premises in order to make savings on associated costs. Currently the Academy has no external lettings.

**Use of Resources:**

Equipment, materials and services will be deployed to provide pupils and staff with resources that support quality of teaching and learning. Collaboration with LPAP is in place to share good practice, resources and economies of scale.

**Teaching:**

The quality of curriculum provision and teaching is reviewed to provide parents and pupils with a curriculum which meets the requirements of the National Curriculum. Teaching should build on previous learning and incorporate high expectations of children's achievement. Training provision is in place to improve the quality of teaching and raise the percentage consistently working at an outstanding level.

**Learning:**

The quality of children's learning is reviewed by cohort, class and group, to provide teaching that enables children to achieve above nationally expected progress.

**Purchasing:**

Procedures are in place for assessing need and obtaining goods and services that provide best value in terms of suitability, efficiency, time and cost. Measures already in place includes competitive tendering procedures for goods and services, accepting best value quotes and purchasing certain goods or services from known, reliable suppliers. The Academy uses external brokers in order to gain the best price point for some services and energy costs.

**Pupils' Welfare:**

The quality of the school environment and ethos is reviewed to provide a supportive environment conducive to learning and recreation.

**Health & Safety:**

The quality of the school environment and equipment is reviewed and the carrying out of risk assessments where appropriate, in order to provide a safe working environment for pupils, staff and visitors. Reports continue to be presented to the Resources Committee and Governors. No major breaches of Health & Safety were recorded in the period.

## **Loughborough Church of England Primary School**

### **Governance statement (continued)**

#### **Monitoring:**

These areas will be monitored for best value by:

- In house monitoring by the Head Teacher, Governors, SMT and Curriculum leaders.
- Target setting meetings between the Head Teacher and other leaders in school.
- Annual Performance Management.
- Annual Budget Planning.
- Head Teachers monthly financial review.
- Regular pricing review and benchmarking.
- Analysis of school pupil performance data by SMT and Governors.
- Analysis pupil performance data through ASP (Analysing School Performance).
- Analysis of financial data.
- OFSTED inspection reports.
- Governors' classroom observations/visits.
- Governors' meetings.
- Governors' Annual Finance Review/Auditor report.
- Governors Annual Strategic and Development Plan meeting.

#### **School Position:**

The School was last inspected by OFSTED in May 2023 and its status as a Good school was reaffirmed.

The School had a SIAMs inspection by the diocese in January 2018 and was awarded outstanding in all areas.

All audits undertaken by the ESFA, Leicestershire County Council Internal Audit Team and auditors appointed by the academy delivered satisfactory reports. The Academy has worked upon any feedback provided to ensure the school has a robust and effective management of its resources.

#### **The purpose of the system of internal control**

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives; it can therefore only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an ongoing process designed to identify and prioritise the risks to the achievement of academy trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in Loughborough Church of England Primary School for the period ended 28 February 2023 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 ended 28 February 2023 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 General Purposes Committee of reports, which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes;

## **Loughborough Church of England Primary School**

### **Governance statement (continued)**

- setting targets to measure financial and other performance;
- clearly defined purchasing (asset purchase or capital investment) guidelines;
- identification and management of risks.

The Board of Trustees has decided:

This option has been chosen because [Add text]

- to employ Greenhill Independent Audit & Assurance Service as internal auditor

The auditor's role includes giving advice on financial and other matters and performing a range of checks on the academy trust's financial and other systems. In particular the checks carried out in the current period included:

On an annual basis, the auditor reports to the Board of Trustees, through the audit committee on the operation of the systems of control and on the discharge of the Board of Trustees's financial responsibilities and annually prepares an annual summary report to the committee outlining the areas reviewed, key findings, recommendations and conclusions to help the committee consider actions and assess year on year progress.

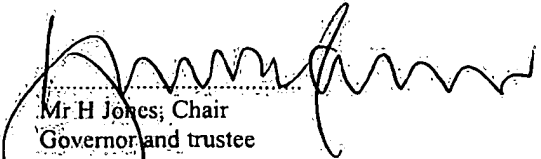
#### **Review of effectiveness**

As Accounting Officer, Ms J Stillwell, Head Teacher 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 internal auditor;
- the work of the external auditor;
- the financial management and governance self-assessment process or the school resource management self-assessment tool;
- the work of the 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 the system of internal control by the Resources Committee and a plan to address weaknesses and ensure continuous improvement of the system is in place.

Approved by order of the members of the Board of Trustees on ~~22/09/2023~~ and signed on its behalf by:



Mr H Jones; Chair  
Governor and trustee



Ms J Stillwell  
Head Teacher



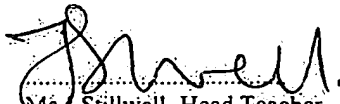
## **Loughborough Church of England Primary School**

### **Statement of regularity, propriety and compliance**

As accounting officer of Loughborough Church of England Primary School I have considered my responsibility to notify the academy trust Board of Trustees and the Education and Skills Funding Agency (ESFA) of material irregularity, impropriety and non-compliance with terms and conditions of all funding, including for estates safety and management, under the funding agreement 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 Academy Trust Handbook 2022, including responsibilities for estates safety and management.

I confirm that I and the academy trust 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 Academy Trust Handbook 2022.

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.

  
Ms. Stillwell, Head Teacher  
Accounting officer

Date: 22/9/23

## **Loughborough Church of England Primary School**

### **Statement of Trustees' Responsibilities**

The Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with the Academies Accounts Direction published by the Education and 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:

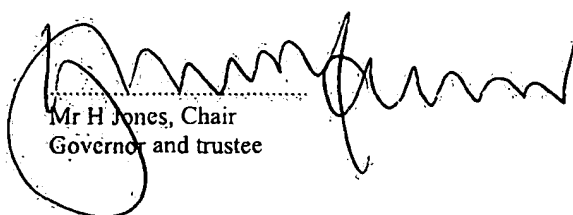
- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2019 and the Academies Accounts Direction 2022 to 2023;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards 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 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 on 22/09/2023 and signed on its behalf by:



Mr H Jones, Chair  
Governor and trustee

## **Loughborough Church of England Primary School**

### **Independent Auditor's Report on the Financial Statements to the Members of Loughborough Church of England Primary School**

#### **Opinion**

We have audited the financial statements of Loughborough Church of England Primary School (the 'Academy') for the period from 1 September 2022 to 28 February 2023, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows and 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 (United Kingdom Generally Accepted Accounting Practice), including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the Academy trust's affairs as at 28 February 2023 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006; and
- have been prepared in accordance with the Charities SORP 2019 and Academies Accounts Direction 2022 to 2023.

#### **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 responsibilities for the audit of the financial statements section of our report. We are independent of the Academy 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**

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Academy's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

#### **Other information (covers the Reference and administrative details, the Trustees' report and Strategic Report and the Governance statement)**

The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. 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.

## **Loughborough Church of England Primary School**

### **Independent Auditor's Report on the Financial Statements to the Members of Loughborough Church of England Primary School (continued)**

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.

#### **Opinion 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 Strategic Report and Trustees' report for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Trustees' report have been prepared in accordance with applicable legal requirements.

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

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and Trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of 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 [set out on page 16], 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'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 Academy or to cease operations, or have no realistic alternative but to do so.

#### **Auditor 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

## **Loughborough Church of England Primary School**

### **Independent Auditor's Report on the Financial Statements to the Members of Loughborough Church of England Primary School (continued)**

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Academy Trust and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting frameworks.

We understood how the Academy Trust is complying with those frameworks by making enquiries of management and those responsible for legal and compliance procedures. We corroborated our enquiries through review of board minutes and discussions with those charged with governance.

We assessed the susceptibility of the Academy Trust's financial statements to material misstatement, including how fraud might occur, by discussion with management from various parts of the business to understand where they considered there was a susceptibility to fraud. We considered the procedures and controls that the Academy Trust has established to prevent and detect fraud, and how these are monitored by management, and also any enhanced risk factors such as performance targets.

Based on our understanding, we designed our audit procedures to identify any non-compliance with laws and regulations identified in the paragraphs above.

We also performed audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

A further description of our responsibilities is available on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

#### **Use of our report**

This report is made solely to the Academy's Trustees, 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 trustees 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 Trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

*Dilun Mistry*

Dilun Mistry FCA (Senior Statutory Auditor)  
For and on behalf of TC Group  
Hamilton Office Park  
31 High View Close  
Leicester  
LE4 9LJ

Date: 02/10/2023

## **Loughborough Church of England Primary School**

### **Independent Reporting Accountant's Assurance Report on Regularity to Loughborough Church of England Primary School and the Education and Skills Funding Agency**

In accordance with the terms of our engagement letter dated 22 September 2020 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2022 to 2023, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Loughborough Church of England Primary School during the period 1 September 2022 to 28 February 2023 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 Loughborough Church of England Primary School and the ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we may state to Loughborough Church of England Primary School and the 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 Loughborough Church of England Primary School and the ESFA, for our work, for this report, or for the conclusion we have formed.

#### **Respective responsibilities of the Board of Trustees's accounting officer and the reporting accountant**

The accounting officer is responsible, under the requirements of the Board of Trustees's funding agreement with the Secretary of State for Education dated 1 February 2013 and the Academy Trust Handbook, extant from 1 September 2022, 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 2022 to 2023. 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 from 1 September 2022 to 28 February 2023 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 Framework and Guide for External Auditors and Reporting Accountant of Academy Trusts 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:

- On a sample basis testing transactions and balances
- Making enquiries of the Academy Trust regarding systems and controls in place that are relevant to our regularity conclusion.
- On a sample basis reviewing records for evidence of those systems and controls in place.

## **Loughborough Church of England Primary School**

### **Independent Reporting Accountant's Assurance Report on Regularity to Loughborough Church of England Primary School and the Education and Skills Funding Agency (continued)**

#### **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 from 1 September 2022 to 28 February 2023 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

*Dilun Mistry*

.....  
Dilun Mistry FCA  
For and on behalf of TC Group  
Hamilton Office Park  
31 High View Close  
Leicester  
LE4 9LJ

Date: 02/10/2023  
.....

# Loughborough Church of England Primary School

## Statement of Financial Activities for the Period from 1 September 2022 to 28 February 2023

(including Income and Expenditure Account)

	Note	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	2023/22 Total £
<b>Income and endowments from:</b>					
Donations and capital grants	2	-	-	14,112	14,112
Other trading activities	4	14,099	-	-	14,099
Investments	5	1,241	-	-	1,241
<i>Charitable activities:</i>					
Funding for the Academy trust's educational operations	3	-	583,297	-	583,297
<b>Total</b>		<b>15,340</b>	<b>583,297</b>	<b>14,112</b>	<b>612,749</b>
<b>Expenditure on:</b>					
<i>Charitable activities:</i>					
Academy trust educational operations	7	-	599,180	9,969	609,149
Net income/(expenditure)		15,340	(15,883)	4,143	3,600
Transfers between funds		(12,883)	12,883	-	-
<b>Other recognised gains and losses</b>					
Actuarial gains on defined benefit pension schemes	23	-	163,000	-	163,000
Net movement in funds		2,457	160,000	4,143	166,600
<b>Reconciliation of funds</b>					
Total funds/(deficit) brought forward at 1 September 2022		229,942	(134,000)	43,954	139,896
Total funds carried forward at 28 February 2023		232,399	26,000	48,097	306,496



# Loughborough Church of England Primary School

## Statement of Financial Activities for the Year Ended 31 August 2022 (including Income and Expenditure Account)

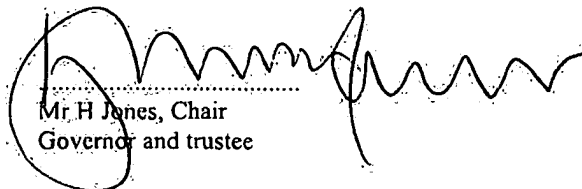
	Note	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	2022/21 Total £
<b>Income and endowments from:</b>					
Donations and capital grants	2	-	-	16,336	16,336
Other trading activities	4	31,231	-	-	31,231
Investments	5	1,940	-	-	1,940
<i>Charitable activities:</i>					
Funding for the Academy trust's educational operations	3	-	1,152,026	-	1,152,026
<b>Total</b>		<b>33,171</b>	<b>1,152,026</b>	<b>16,336</b>	<b>1,201,533</b>
<b>Expenditure on:</b>					
<i>Charitable activities:</i>					
Academy trust educational operations	7	-	1,332,907	26,171	1,359,078
Net income/(expenditure)		33,171	(180,881)	(9,835)	(157,545)
Transfers between funds		(76,490)	76,881	(391)	-
<b>Other recognised gains and losses</b>					
Actuarial gains on defined benefit pension schemes	23	-	1,109,000	-	1,109,000
Net movement in (deficit)/funds		(43,319)	1,005,000	(10,226)	951,455
<b>Reconciliation of funds</b>					
Total funds/(deficit) brought forward at 1 September 2021		273,261	(1,139,000)	54,180	(811,559)
Total funds/(deficit) carried forward at 31 August 2022		229,942	(134,000)	43,954	139,896

# Loughborough Church of England Primary School

**(Registration number: 09023805)**  
**Balance Sheet as at 28 February 2023**

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	11	32,220	38,039
<b>Current assets</b>			
Debtors	12	39,897	38,751
Cash at bank and in hand		<u>270,989</u>	<u>286,289</u>
		310,886	325,040
<b>Liabilities</b>			
Creditors: Amounts falling due within one year		<u>(62,610)</u>	<u>(89,183)</u>
Net current assets		<u>248,276</u>	<u>235,857</u>
Total assets less current liabilities		<u>280,496</u>	<u>273,896</u>
Net assets excluding pension asset		280,496	273,896
Defined benefit pension scheme asset/(liability)	23	<u>26,000</u>	<u>(134,000)</u>
<b>Total net assets</b>		<u><u>306,496</u></u>	<u><u>139,896</u></u>
<b>Funds of the Academy:</b>			
<b>Restricted funds</b>			
Restricted fixed asset fund	14	48,097	43,954
Pension reserve	14	<u>26,000</u>	<u>(134,000)</u>
		74,097	(90,046)
<b>Unrestricted funds</b>			
Unrestricted general fund	14	<u>232,399</u>	<u>229,942</u>
<b>Total funds</b>		<u><u>306,496</u></u>	<u><u>139,896</u></u>

The financial statements on pages 22 to 44 were approved by the Trustees, and authorised for issue on 22/09/2023 and signed on their behalf by:

  
 .....  
 Mr. H Jones, Chair  
 Governor and trustee

# **Loughborough Church of England Primary School**

## **Statement of Cash Flows for the period from 01 September 2022 to 28 February 2023**

	<b>Note</b>	<b>28 February 2023 £</b>	<b>31 August 2022 £</b>
<b>Cash flows from operating activities</b>			
Net cash used in operating activities	18	(26,503)	(20,694)
Cash flows from investing activities	19	<u>11,203</u>	<u>(1,784)</u>
Change in cash and cash equivalents in the period		(15,300)	(22,478)
Cash and cash equivalents at 1 September		<u>286,289</u>	<u>308,767</u>
Cash and cash equivalents at 28 February	20	<u><u>270,989</u></u>	<u><u>286,289</u></u>

## **Loughborough Church of England Primary School**

### **Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023**

#### **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.

##### **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 accounts 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 2022 to 2023 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

##### **Going concern**

The trustees 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 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.

The Trustees have concluded that as a result of the ongoing operational existence of the school pre and post transfer to the RISE Multi-Academy Trust that the financial statements are prepared on a going concern basis.

##### **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 year 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 spent on capital projects in line with the terms and conditions of the grant. 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.

## **Loughborough Church of England Primary School**

### **Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)**

#### **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***

Where the donated good is a fixed asset, it is 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.

##### ***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 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.

## **Loughborough Church of England Primary School**

### **Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)**

#### **1 Accounting policies (continued)**

##### **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. Where there are specific conditions attached to the funding requiring 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 and assets under construction, at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life, per the table below. Where an asset comprises of two or more components which have substantially different useful lives, each component is depreciated separately over its useful economic life.

Assets in the course of construction are included at cost. Depreciation on these assets is not charged until they are brought into use and reclassified to freehold or leasehold land and buildings.

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.

Loughborough Church of England Primary School (the Academy Trust Company) occupies land (including buildings) which are owned by the Board of Education of the Diocese of Leicester (the Trustees). The Trustees are the providers of the land and buildings to the Academy on the same basis as when the Academy was a maintained school. The Academy Trust company occupies the land and buildings under an ongoing licence, terminable with two years notice.

<b>Asset class</b>	<b>Depreciation method and rate</b>
Furniture and equipment	15-25% straight line
Computer equipment	33% straight line

##### **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.

## **Loughborough Church of England Primary School**

### **Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)**

#### **1 Accounting policies (continued)**

##### ***Provisions***

Provisions are recognised when the academy trust has an obligation at the reporting date as a result of a past event which it is probable will result in the transfer of economic benefits and the obligation can be estimated reliably.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

##### ***Leased assets***

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

##### ***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.

##### ***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. The TPS is an unfunded scheme and contributions are calculated 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 based on of quadrennial valuations using a prospective unit credit method. 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 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 net income/(expenditure) 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.

Actuarial gains and losses are recognised immediately in other recognised gains and losses.

## Loughborough Church of England Primary School

### Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)

#### 1 Accounting policies (continued)

##### 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 Department for Education Group.

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

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 (income) for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 23, 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 2019 has been used by the actuary in valuing the pensions liability at 28/02/2023. 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.

#### 2 Donations and capital grants

	Restricted Fixed Asset Funds £	2023/22 Total £	2022/21 Total £
Capital grants	14,112	14,112	6,306
Donated fixed assets	—	—	10,030
	<u>14,112</u>	<u>14,112</u>	<u>16,336</u>

The income from donations and capital grants was £14,112 (2022: £16,336) which was allocated between the funds as follows; £Nil unrestricted funds (2022: £Nil), £Nil restricted funds (2022: £Nil), £14,112 restricted fixed asset funds (2022: £16,336) and £Nil endowment funds (2022: £Nil).



## Loughborough Church of England Primary School

### Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)

#### 3 Funding for the Academy Trust's educational operations

	Restricted General Funds £	2023/22 Total £	2022/21 Total £
<b>Educational operations</b>			
<b>DfE/ESFA revenue grants</b>			
General Annual Grant (GAG)	473,701	473,701	931,205
Pupil premium	30,730	30,730	58,706
UIFSM	13,653	13,653	26,784
	<u>518,084</u>	<u>518,084</u>	<u>1,016,695</u>
<b>Other government grants</b>			
Local authority grants	12,526	12,526	14,254
Other Dfe Group Grants	30,203	30,203	47,226
	<u>42,729</u>	<u>42,729</u>	<u>61,480</u>
<b>Non-government grants and other income</b>			
Other income	22,484	22,484	73,851
Total grants	<u>583,297</u>	<u>583,297</u>	<u>1,152,026</u>

The funding for educational operations was £583,296 (2022: £1,152,026) which was allocated between the funds as follows; £Nil unrestricted funds (2022: £Nil), £583,296 restricted funds (2022: £1,152,026), £Nil restricted fixed asset funds (2022: £Nil) and £Nil endowment funds (2022: £Nil).

#### 4 Other trading activities

	Unrestricted Funds £	2023/22 Total £	2022/21 Total £
Other income	12,835	12,835	24,637
Recharges and reimbursements	454	454	5,000
Other income	810	810	1,594
	<u>14,099</u>	<u>14,099</u>	<u>31,231</u>

The income from other trading activities was £14,099 (2022: £31,231) which was allocated between the funds as follows; £14,099 unrestricted funds (2022: £31,231), £Nil restricted funds (2022: £Nil), £Nil restricted fixed asset funds (2022: £Nil) and £Nil endowment funds (2022: £Nil).

# **Loughborough Church of England Primary School**

## **Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)**

### **5 Investment income**

	<b>Unrestricted Funds £</b>	<b>2023/22 Total £</b>	<b>2022/21 Total £</b>
Short term deposits	<u>1,241</u>	<u>1,241</u>	<u>1,940</u>

The income from other trading activities was £1,241 (2022: £1,940) which was allocated between the funds as follows; £1,241 unrestricted funds (2022: £1,940), £Nil restricted funds (2022: £Nil), £Nil restricted fixed asset funds (2022: £Nil) and £Nil endowment funds (2022: £Nil).

### **6 Expenditure**

	<b>Staff costs £</b>	<b>Non Pay Expenditure</b>		<b>2023/22 Total £</b>	<b>2022/21 Total £</b>
		<b>Premises £</b>	<b>Other costs £</b>		
<b>Academy's educational operations</b>					
Direct costs	375,726	9,969	6,110	391,805	770,695
Allocated support costs	<u>70,394</u>	<u>72,235</u>	<u>74,715</u>	<u>217,344</u>	<u>588,383</u>
	<u>446,120</u>	<u>82,204</u>	<u>80,825</u>	<u>609,149</u>	<u>1,359,078</u>

# **Loughborough Church of England Primary School**

## **Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)**

### **6 Expenditure (continued)**

Net income/(expenditure) for the period includes:

	<b>2023/22</b>	<b>2022/21</b>
	<b>£</b>	<b>£</b>
Depreciation	9,969	26,171
Fees payable to auditor - audit	6,250	6,000
- other audit services	850	850
	<u>16,069</u>	<u>33,021</u>

### **7 Charitable activities**

	<b>2023/22</b>	<b>2022/21</b>
	<b>£</b>	<b>£</b>
Direct costs - educational operations	391,805	770,695
Support costs - educational operations	217,344	588,383
	<u>609,149</u>	<u>1,359,078</u>

	<b>Educational operations</b>	<b>2023/22 Total</b>	<b>2022/21 Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Analysis of support costs</b>			
Support staff costs	70,394	70,394	254,084
Technology costs	-	-	425
Premises costs	72,235	72,235	148,304
Other support costs	66,315	66,315	178,396
Governance costs	8,400	8,400	7,174
Total support costs	<u>217,344</u>	<u>217,344</u>	<u>588,383</u>

### **8 Staff**

#### **Staff costs**

	<b>2023/22</b>	<b>2022/21</b>
	<b>£</b>	<b>£</b>
<b>Staff costs during the period were:</b>		
Wages and salaries	322,390	658,301
Social security costs	29,762	56,231
Operating costs of defined benefit pension schemes	75,067	239,176
	<u>427,219</u>	<u>953,708</u>
Supply staff costs	18,900	17,248
	<u>446,119</u>	<u>970,956</u>

## **Loughborough Church of England Primary School**

### **Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)**

#### **8 Staff (continued)**

##### **Staff numbers**

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

	<b>2023/22</b>	<b>2022/21</b>
	<b>No</b>	<b>No</b>
Teachers	10	11
Administration and support	21	22
Management	3	3
	<u>34</u>	<u>36</u>

##### **Higher paid staff**

The number of employees whose employee benefits (excluding employer pension costs and employer national insurance contributions) exceeded £60,000 was:

	<b>2022/21</b>
	<b>No</b>
£60,001 - £70,000	<u>1</u>

##### **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 key management personnel benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the academy trust was £107,870 (2022: £200,759).

#### **9 Related party transactions - trustees' remuneration and expenses**

One or more trustees has been paid remuneration or has received other benefits from 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 role as trustees. The value of trustees' remuneration and other benefits was as follows:

Ms J Stillwell, Head Teacher and Accounting Officer (Staff Trustee):

Remuneration: £30,000 - £35,000 (2022 - £60,000 - £65,000)

Employer's pension contributions: £5,000 - £10,000 (2022 - £15,000 - £20,000)

Ms K Hall (Staff trustee):

Remuneration: £15,000 - £20,000 (2022 - £30,000 - £35,000)

Employer's pension contributions: £0 - £5,000 (2022 - £5,000 - £10,000)

Ms A Gilbert (Staff trustee):

Remuneration: £0 - £5,000 (2022 - £5,000 - £10,000)

Employer's pension contributions: £0 - £5,000 (2022 - £0 - £5,000)

During the period ended 28 February 2023, travel and subsistence expenses totalling £Nil (2022 - £Nil) were reimbursed or paid directly to trustees (2022 - 0).

## Loughborough Church of England Primary School

### Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)

#### 9 Related party transactions - trustees' remuneration and expenses (continued)

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

#### 10 Trustees' and officers' insurance

In accordance with normal commercial practice the Academy has purchased insurance to protect governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on Academy business. The insurance provides cover up to £5,000,000 on any one claim and the cost for the period ended 28 February 2023 was £11 (2022 - £11).

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

#### 11 Tangible fixed assets

	Furniture and equipment £	Computer equipment £	2023/22 Total £
<b>Cost</b>			
At 1 September 2022	246,422	81,939	328,361
Additions	2,600	1,550	4,150
At 28 February 2023	<u>249,022</u>	<u>83,489</u>	<u>332,511</u>
<b>Depreciation</b>			
At 1 September 2022	220,259	70,063	290,322
Charge for the year	6,160	3,809	9,969
At 28 February 2023	<u>226,419</u>	<u>73,872</u>	<u>300,291</u>
<b>Net book value</b>			
At 28 February 2023	<u>22,603</u>	<u>9,617</u>	<u>32,220</u>
At 31 August 2022	<u>26,163</u>	<u>11,876</u>	<u>38,039</u>

For the year ended 31 August 2017 the trustees took the decision to derecognise the school's premises value from tangible fixed assets, having considered the recognition criteria contained within the Academies Accounts Direction 2017, issued by the ESFA.

#### 12 Debtors

	2023 £	2022 £
Trade debtors	499	287
VAT recoverable	3,712	5,917
Prepayments	<u>35,686</u>	<u>32,547</u>
	<u>39,897</u>	<u>38,751</u>

# **Loughborough Church of England Primary School**

## **Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)**

### **13 Creditors: amounts falling due within one year**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Trade creditors	789	(261)
Other taxation and social security	13,629	12,105
Other creditors	18,652	22,171
Accruals	23,792	36,249
Deferred income	5,748	18,919
	<u>62,610</u>	<u>89,183</u>

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Deferred income</b>		
Deferred income at 1 September 2022	18,919	16,039
Resources deferred in the period	5,748	18,919
Amounts released from previous periods	<u>(18,919)</u>	<u>(16,039)</u>
Deferred income at 28 February 2023	<u>5,748</u>	<u>18,919</u>

At the balance sheet date the Academy Trust was holding funds received in advance for ESFA grants and trips.

# Loughborough Church of England Primary School

## Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)

### 14 Funds

	Balance at 1 September 2022 £	Incoming resources £	Resources expended £	Gains, losses and transfers £	Balance at 28 February 2023 £
<b>Restricted funds</b>					
<i>Restricted general funds</i>					
General Annual Grant (GAG)	-	473,700	(486,583)	12,883	-
Pupil premium	-	30,730	(30,730)	-	-
UIFSM	-	13,653	(13,653)	-	-
Other DfE/EFA grants	-	30,203	(30,203)	-	-
Other government grants	-	12,527	(12,527)	-	-
Other income	-	22,484	(22,484)	-	-
<i>Restricted fixed asset funds</i>					
Tangible fixed assets	38,039	-	(9,969)	4,150	32,220
DfE/EFA capital grant	5,915	14,112	-	(4,150)	15,877
<i>Pension reserve funds</i>					
Pension reserve	(134,000)	-	(3,000)	163,000	26,000
Total restricted funds	(90,046)	597,409	(609,149)	175,883	74,097
<i>Unrestricted general funds</i>					
Unrestricted general funds	229,942	15,340	-	(12,883)	232,399
Total unrestricted funds	229,942	15,340	-	(12,883)	232,399
Total endowment funds	-	-	-	-	-
Total funds	139,896	612,749	(609,149)	163,000	306,496

## Loughborough Church of England Primary School

### Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)

#### 14 Funds (continued)

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

	Balance at 1 September 2021 £	Incoming resources £	Resources expended £	Gains, losses and transfers £	Balance at 31 August 2022 £
<b>Restricted funds</b>					
<i>Restricted general funds</i>					
General Annual Grant (GAG)	-	931,205	(1,012,086)	80,881	-
Pupil premium	-	58,706	(58,706)	-	-
UIFSM	-	28,024	(28,024)	-	-
Catch up premium	4,000	-	-	(4,000)	-
Other DfE/EFA grants	-	26,144	(26,144)	-	-
Other government grants	-	34,096	(34,096)	-	-
Other income	-	73,851	(73,851)	-	-
<i>Restricted fixed asset funds</i>					
Tangible fixed assets	54,180	-	(26,171)	10,030	38,039
DfE/EFA capital grant	-	6,306	-	(391)	5,915
Donated fixed assets	-	10,030	-	(10,030)	-
<i>Pension reserve funds</i>					
Pension reserve	(1,143,000)	-	(100,000)	1,109,000	(134,000)
<b>Total restricted funds</b>	<b>(1,084,820)</b>	<b>1,168,362</b>	<b>(1,359,078)</b>	<b>1,185,490</b>	<b>(90,046)</b>
<i>Unrestricted general funds</i>					
Unrestricted general funds	273,261	33,171	-	(76,490)	229,942
<b>Total unrestricted funds</b>	<b>273,261</b>	<b>33,171</b>	<b>-</b>	<b>(76,490)</b>	<b>229,942</b>
<b>Total endowment funds</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total funds</b>	<b>(811,559)</b>	<b>1,201,533</b>	<b>(1,359,078)</b>	<b>1,109,000</b>	<b>139,896</b>

The academy trust is not subject to GAG carried forward limits.

Fund balances for each academy at 28 February 2023 and 31 August 2022 were zero, hence a breakdown by academy is not included in these accounts.



## Loughborough Church of England Primary School

### Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)

#### 15 Analysis of net assets between funds

Fund balances at 28 February 2023 are represented by:

	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total Funds £
Tangible fixed assets	-	-	32,220	32,220
Current assets	232,399	62,611	15,877	310,887
Current liabilities	-	(62,611)	-	(62,611)
Pension scheme liability	-	26,000	-	26,000
<b>Total net assets</b>	<b>232,399</b>	<b>26,000</b>	<b>48,097</b>	<b>306,496</b>

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

	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total Funds £
Tangible fixed assets	-	-	38,039	38,039
Current assets	229,942	89,183	5,915	325,040
Current liabilities	-	(89,183)	-	(89,183)
Pension scheme liability	-	(134,000)	-	(134,000)
<b>Total net assets</b>	<b>229,942</b>	<b>(134,000)</b>	<b>43,954</b>	<b>139,896</b>

#### 16 Capital commitments

	<b>2023</b>
	<b>£</b>
Contracted for, but not provided in the financial statements	<u>3,468</u>

## Loughborough Church of England Primary School

### Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)

#### 17 Long-term commitments, including operating leases

##### *Operating leases*

At 28 February 2023 the total of the Academy trust's future minimum lease payments under non-cancellable operating leases was:

	2023 £	2022 £
Amounts due within one year	469	1,132
Amounts due between one and five years	190	570
	<u>659</u>	<u>1,702</u>

The operating lease future minimum lease payments for 31 August 2022 comparative information has been updated following review of the lease information.

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

	2022/23 £	2021/22 £
Net income/(expenditure)	3,600	(157,545)
Depreciation	9,969	26,171
Capital grants from DfE and other capital income	(14,112)	(6,306)
Interest receivable	(1,241)	(1,940)
Defined benefit pension scheme obligation inherited	-	80,000
Defined benefit pension scheme finance income	(27,000)	(20,000)
Defined benefit pension scheme finance cost	30,000	40,000
Increase in debtors	(1,146)	(5,353)
(Decrease)/increase in creditors	<u>(26,573)</u>	<u>24,279</u>
Net cash used in Operating Activities	<u>(26,503)</u>	<u>(20,694)</u>

#### 19 Cash flows from investing activities

	2022/23 £	2021/22 £
Dividends, interest and rents from investments	1,241	1,940
Purchase of tangible fixed assets	(4,150)	(10,030)
Capital funding received from sponsors and others	<u>14,112</u>	<u>6,306</u>
Net cash provided by/(used in) investing activities	<u>11,203</u>	<u>(1,784)</u>

## Loughborough Church of England Primary School

### Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)

#### 20 Analysis of cash and cash equivalents

	2023 £	2022 £
Cash in hand and at bank	270,989	286,289
Total cash and cash equivalents	<u>270,989</u>	<u>286,289</u>

#### 21 Analysis of changes in net debt

	At 1 September 2022 £	Cash flows £	At 28 February 2023 £
Cash	286,289	(15,300)	270,989
Total	<u>286,289</u>	<u>(15,300)</u>	<u>270,989</u>

#### 22 Member liability

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

#### 23 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 Leicestershire County Council. Both are multi-employer defined benefit schemes.

The latest actuarial valuation of the TPS related to the period ended 31 March 2016 and of the LGPS to the period ended 31 March 2019.

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

##### Teachers' Pension Scheme

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pension Scheme Regulations 2014. Membership is automatic for teachers in academies. All teachers have the option to opt-out of the TPS following enrolment.

The TPS is an unfunded scheme to which both member and employer makes contributions, as a percentage of salary - these contributions are credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

## **Loughborough Church of England Primary School**

### **Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)**

#### **23 Pension and similar obligations (continued)**

##### **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 every 4 years. 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 2016. The valuation report was published by the Department for Education on 5 March 2019.

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 23.68% of pensionable pay (including a 0.08% administration levy)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £218,100 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £196,100 million giving a notional past service deficit of £22,000 million
- the SCAPE rate, set by HMT, is used to determine the notional investment return. The current SCAPE rate is 2.4% above the rate of CPI. Assumed real rate of return is 2.4% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.2%. The assumed nominal rate of return including earnings growth is 4.45%.

The next valuation result is due to be implemented from 1 April 2023.

The employer's pension costs paid to TPS in the period amounted to £50,546 (2022: £99,275).

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 schemes**

##### **LGPS**

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contribution made for the period ended 28 February 2023 was £44,000 (2022 - £110,000), of which employer's contributions totalled £36,000 (2022 - £96,000) and employees' contributions totalled £8,000 (2022 - £14,000). The agreed contribution rates for future years are 26.1 per cent for employers and 5.5 - 12.5 per cent for employees. The scheme is managed by Leicestershire County Council.

Parliament has agreed, at the request of the Secretary of State for Education, to a guarantee that, in the event of an academy trust closure, outstanding Local Government Pension Scheme liabilities would be met by the Department for Education. The guarantee came into force on 18 July 2013 and on 21 July 2022, the Department for Education reaffirmed its commitment to the guarantee, with a parliamentary minute published on GOV.UK.

## Loughborough Church of England Primary School

### Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)

#### 23 Pension and similar obligations (continued)

##### Principal actuarial assumptions

	2023	2022
	%	%
Rate of increase in salaries	3.60	3.60
Rate of increase for pensions in payment/inflation	3.10	3.10
Discount rate for scheme liabilities	4.90	4.30
Inflation assumptions (CPI)	3.10	3.10
Commutation of pensions to lump sums	<u>50.00</u>	<u>50.00</u>

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

	2023	2022
<b>Retiring today</b>		
Males retiring today	19.60	21.50
Females retiring today	25.40	24.00
<b>Retiring in 20 years</b>		
Males retiring in 20 years	21.00	22.40
Females retiring in 20 years	<u>25.10</u>	<u>25.70</u>

The academy's share of the assets in the scheme were:

	2023	2022
	£	£
Equities	675,000	775,000
Government bonds	361,000	356,000
Property	105,000	114,000
Cash and other liquid assets	<u>23,000</u>	<u>25,000</u>
Total market value of assets	<u>1,164,000</u>	<u>1,270,000</u>

The actual return on scheme assets was (£141,000) (2022 - (£2,000)).

## Loughborough Church of England Primary School

### Notes to the Financial Statements for the Period from 1 September 2022 to 28 February 2023 (continued)

#### 23 Pension and similar obligations (continued)

##### Amounts recognised in the statement of financial activities

	2023/22	2022/21
	£	£
Current service cost	36,000	144,000
Past service cost	-	32,000
Interest income	(27,000)	(20,000)
Interest cost	30,000	40,000
Total amount recognized in the SOFA	<u>39,000</u>	<u>196,000</u>

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

	2023/22	2022/21
	£	£
At start of period	1,404,000	2,325,000
Current service cost	36,000	144,000
Interest cost	30,000	40,000
Employee contributions	8,000	14,000
Actuarial (gain)/loss	(331,000)	(1,131,000)
Benefits paid	(10,000)	(20,000)
Past service cost	-	32,000
At 28 February	<u>1,137,000</u>	<u>1,404,000</u>

##### Changes in the fair value of academy's share of scheme assets:

	2023/22	2022/21
	£	£
At start of period	1,270,000	1,182,000
Interest income	27,000	20,000
Actuarial gain/(loss)	(168,000)	(22,000)
Employer contributions	36,000	96,000
Employee contributions	8,000	14,000
Benefits paid	(10,000)	(20,000)
At 28 February	<u>1,163,000</u>	<u>1,270,000</u>

#### 24 Related party transactions

Owing to the nature of the academy trust 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 the trustees have an interest.

There were no related party transactions in the period, other than certain trustees' remuneration and expenses already disclosed in note 9.

#### 25 Events after the end of the reporting period

The Trust board, supported by Members took the decision to join Rise Multi Academy Trust on 1 March 2023.