

Company Registration No. 09896672 (England and Wales)

THEDWASTRE EDUCATION TRUST
(A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2021

THE DWASTRE EDUCATION TRUST

CONTENTS

	Page
Reference and administrative details	1 - 2
Trustees' report	3 - 13
Governance statement	14 - 17
Statement on regularity, propriety and compliance	18
Statement of trustees' responsibilities	19
Independent auditor's report on the accounts	20 - 22
Independent reporting accountant's report on regularity	23 - 24
Statement of financial activities including income and expenditure account	25 - 26
Balance sheet	27
Statement of cash flows	28
Notes to the accounts including accounting policies	29 - 52

THE DWASTRE EDUCATION TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

Members

G McDonald
St Edmundsbury & Ipswich Academies Umbrella Trust
Dr K Maddox-Daines
D Sykes

Trustees

G McDonald (Chair of Trustees)
P Mackay (CEO)
E Michie
R Gilbert
D Olney
P Frost (Resigned 16 September 2020)
Rev'd M R Farrell
E Yeldham
A Guernari (Resigned 4 November 2021)
T Darby (Appointed 4 January 2021)

Senior management team

- CEO	P Mackay
- Headteacher - Great Barton	C Ratley
- Headteacher - Rattlesden	H Ballam
- Joint Headteacher - Thurston	K Lambert - to December 2020
- Joint Headteacher - Thurston	J Bayes
- Headteacher - Woolpit	S Clayton

Company registration number

09896672 (England and Wales)

Registered office

Woolpit Primary Academy
Heath Road
Woolpit
Bury St. Edmunds
Suffolk
IP30 9RU
United Kingdom

Academies operated

Thurston C of E Primary Academy
Woolpit Primary Academy
Great Barton C of E Primary Academy
Rattlesden C of E Primary Academy

Location

Thurston
Woolpit
Great Barton
Rattlesden

Headteacher

J Bayes
S Clayton
C Ratley
H Ballam

Independent auditor

Azets Audit Services
Ruthlyn House
90 Lincoln Road
Peterborough
PE1 2SP
United Kingdom

THEDWASTRE EDUCATION TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

Lloyds Bank
78-80 Cherry Hinton Road
Cambridge
CB1 7BH
United Kingdom

Solicitors

Winckworth Sherwood
Minerva House
5 Montague Close
London
SE1 9BB
United Kingdom

THEDWASTRE EDUCATION TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees (who are also Directors for the purposes of the Companies Act) present their Annual Report together with the audited financial statements and auditors' report of Thedwastre Education Trust (the Trust) for the period ended 31 August 2021. The Trustees confirm that the Annual Report and Financial Statements of the Trust comply with the current statutory requirements, the requirements of the Trust's governing documents and the Academies Accounts Direction 2020 to 2021. The Annual Report serves the purposes of both a Trustees' report and a Directors' report including a strategic report under company law.

Thedwastre Education Trust operates four smaller than average Primary Academies in Suffolk and has a pupil capacity of 770 and had roll of 659 in the school census of October 2020.

Structure, governance and management

Constitution

Thedwastre Education Trust includes the following Academies:

- Great Barton C of E Primary Academy
- Thurston C of E Primary Academy
- Rattlesden C of E Primary Academy
- Woolpit Primary Academy

The Trust was incorporated on 1 December 2015, it is a company limited by guarantee and an exempt charity. All four schools transferred to an Academy Trust Structure on 1 January 2016.

The Trust's Memorandum and Articles of Association are the primary governing documents. The Trustees of Thedwastre Education Trust are also the directors of the charitable company for the purposes of company law.

The principal objects of the Trust are 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 Academies which shall offer a broad and balanced curriculum.

The operation of The Trust's Academies and employment of staff are the responsibility of the Trustees. The Trust retains control of Academy budgets and finances, and monitors these through its Finance and Audit Committee. Each Academy has appointed Local Governing Bodies (LGBs) who have delegated authority to administer their Academy within agreed budgets.

Within this Report the term Trustee refers to a member of the Board of Directors and the term Governor to a member of a Local Governing Body. Details of the Trustees who served during the year are included in the Reference and Administrative Details section.

Members' liability

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

Trustees' indemnities

The academy trust has opted into the Department for Education's Risk Protection Arrangement (RPA), an alternative to insurance where UK government funds cover losses that arise. This scheme protects trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy trust business, and provides cover up to £10,000,000. It is not possible to quantify the trustees and officers indemnity element from the overall cost of the RPA scheme.

THE DWASTRE EDUCATION TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Method of recruitment and appointment or election of trustees

The management of the Trust is the responsibility of the Trustees who are co-opted under the terms of the Articles of Association. The St Edmundsbury and Ipswich Academies Umbrella Trust is entitled to appoint two Trustees and each Academy Local Governing Body is entitled to nominate one Trustee (up to a maximum of four) who is appointed by the Members.

Directors' skills and areas of expertise are reviewed regularly; before new directors are appointed to the Board, their skills and areas of expertise are carefully considered to ensure that the Board has the required skill set overall to fulfil its duties.

Trustees are appointed for a fixed term of four years (renewable). The Chief Executive Officer (CEO) is an ex officio member of the Board of Directors and is a Director for as long as they remain in post. Other Trustees are appointed by the Members of the Trust and up to two Directors may be appointed by the Directors with the consent of the St Edmundsbury and Ipswich Academies Umbrella Trust. The Articles of Association make provision for 10 Trustees plus the CEO.

Policies and procedures adopted for the induction and training of trustees

The training and induction of new Trustees will depend on their existing experience. Newly appointed Trustees are contacted in writing by the chair to welcome them and to affirm expectations. All new Trustees will be offered a tour of the academies to meet staff and pupils. All Trustees are introduced to the policies, procedures, minutes, accounts, budgets, plans and other documents that they will need to undertake their role. As there is expected to be low turnover of Trustees, induction will be carried out informally and will be tailored specifically to the individual.

Organisational structure

The governance of the Trust is defined in the Memorandum and Articles of Association together with the Funding Agreement with the Department for Education.

The Trust was set up with a management structure to support the delivery of high-quality education. The structure consists of two levels: The Board of Directors is responsible for the strategic direction of the Trust and the Leadership Group that is responsible for the day-to-day running of the academies. In addition, each academy has a Local Governing Body (LGB) that acts as a committee of the Board of Directors and has delegated authority determined according to the Scheme of Delegation.

The Directors (who are Trustees) are responsible for setting strategic policy, adopting an annual plan and budget, monitoring the use of budgets, and making major decisions about the direction of the Trust, capital expenditure, trust-wide contracts and senior staff appointments.

The Governors of each Local Governing Body are responsible for implementing Trust policy, ensuring the appropriateness of annual budgets and capital expenditure projects for their Academy and monitoring performance against that budget within authorised limits.

The Leadership Group consists of the Headteacher of each Academy and the Chief Executive. This Group are responsible for leading the Trust on a day-to-day basis, organising the teaching staff, facilities, and pupils. The Leadership Group control the operation of the Trust at an executive level under the direction of the Chief Executive, implementing the policies laid down by the Directors and reporting back to them. The Leadership Group ensures that the work of individual academies and LGBs aligns with the strategic aims of the Trust as a whole.

The Headteacher of each Academy, with the support of senior staff, is responsible for implementing policies and reporting to the LGB, and for the day-to-day operation of the Academy, in particular organising staff, resources, and pupils. They are responsible for the authorisation of spending within agreed budgets and for the appointment of staff following vetting and safer recruitment processes.

The Chief Executive Officer acts as the Chair of the Leadership Group and the Accounting Officer and has ultimate accountability for the performance of the academies.

THEDWASTRE EDUCATION TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Arrangements for setting pay and remuneration of key management personnel

Key management personnel include Trustees and those staff to whom the Trustees have delegated significant authority and responsibility in the day-to-day running of the Trust.

Except for the Chief Executive Officer, Trustees receive no remuneration from the Trust.

The Trust applies the guidance of the School Teachers Pay and Conditions Document to all leadership roles. The remuneration for Headteachers is recommended by the Headteacher's Performance Management Committee of the Local Governing Body of the Academy for which they are responsible based on their achievement of the objectives set for them during the year. Each Headteacher's Performance Management Committee is advised by an external adviser appointed by the Trust in conjunction with the Chief Executive Officer. The salary point (Headteacher Pay and Conditions) for the responsibilities of the Chief Executive Officer is determined by the Trust Board based on the overall number of pupils in the Trust.

Pay and remuneration of key management personnel is decided by a variety of contributory factors, such as the Academy group size, ISR, the pay scales for each role and the level of experience of each staff member. In addition, pay levels may be affected by nationally agreed pay awards, the ability to recruit and retain in post, all of which are in accordance with the Trust's appointment and pay policies.

All amendments to key management's pay and remuneration is advised by the HR Committee and approved by the Board of Directors.

Related parties and other connected charities and organisations

Owing to the nature of the Trust's operations and the composition of the Board of Directors being drawn from local public and private sector organisations, it is inevitable that from time-to-time transactions will take place with organisations in which members of the Board of Directors may have an interest. All transactions involving such organisations are conducted at arm's length and in accordance with the Trust's financial regulations and normal procedures. Any transaction where the Trustee may have a pecuniary interest is only undertaken in accordance with the 'at cost' principle described in the Academies Financial Handbook.

The Trust cooperated with the following organisations during the academic year in pursuit of its charitable activities:

- Thurston Partnership School Company. Individual academies are Members of the Thurston Partnership School Company (company number 08318298), a dormant company.
- LARK Teaching Schools Alliance. Our academies are strategic partners of the LARK Teaching Schools Alliance, a teaching schools alliance that offers continuous professional development, teacher training, school-to-school support and access to range of other professional support services.
- The St Edmundsbury and Ipswich Academies Umbrella Trust/ Diocese. Three of our schools are associated with the Diocese who provide support for church schools in fulfilling their Christian ethos, religious education and spiritual and moral teaching and learning. The Umbrella Trust also acts as a Member of the Trust.

The Trust does not have a formal sponsor.

THEDWASTRE EDUCATION TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities

Objects and aims

The principal object and aim of Thedwastre Education Trust is the operation of a number of Academies to provide free education and care for pupils of different abilities within its local community between the ages of 4 and 11.

The Trust aims to provide the best possible education for all the children in its care by providing a structure of school-to-school support and challenge. We wish to develop our children as rounded individuals who leave the schools well prepared for the next stage of their education – a broad and balanced education is an essential part of this aim.

We have continued our work to establish Thedwastre Education Trust on a firm basis, developing sustainable structures and processes that allow the Trust to harness the talents of all the staff within the academies to work towards achieving our aims.

Objectives, strategies and activities

During 2018-19 the Board and the Leadership Group met several times to further refine the Trust's strategy. The renewed strategy is set out below:

Vision

We are a community of schools striving for excellence for our pupils, staff and communities, providing a broad and balanced education which enables all to reach their full potential.

Our Values

We value every child, parent, volunteer and employee; we aim to ensure all are respected and children show respect to one another, learning to work collaboratively with their peers for mutual benefit. We have high aspirations for all pupils, staff and the communities we serve.

Our core values are:

Excellence

Inclusive

Community

Collaborative

Our Priorities

Over the next 3 years we will focus on the following objectives:

1. Excellence in Education

- We aim to ensure all our schools are judged as good or outstanding over the next three years with outcomes and progress consistently above national average
- Our schools will have a strong sense of identity whilst working collaboratively as part of the Trust and beyond
- We will prepare children for life through a creative, broad and balanced curriculum, utilising sharing best practice to benefit all

2. Growth

- We aim to welcome at least three new schools to join the Trust as Academy converters
- We will become a DfE Sponsor and develop capacity to take on schools in significant need
- Our central service functions will enable us to grow through greater economies of scale, efficient and cost effective systems

THE DWASTRE EDUCATION TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

3. Enablers:

Effective Governance, including risk management

- We will regularly review governance at all levels to ensure it is robust, appropriate and fit for purpose, modelling recognised best practice

Finance and Administration

- We will work to achieve an annual surplus across the Trust to enable us to reinvest in our schools and take informed risks
- We will develop an effective central services team to support our schools so that they can focus on providing an exceptional education for our pupils

Estates and Facilities

- Our facilities, including technology, will support our ambitious curriculum plans and support school improvement
- Our schools willingly share resources where this adds value to the curriculum
- Our school premises will be well maintained with support from the central services team

4. Effective and timely communications

- We will ensure our communications are effective with regular updates to all our stakeholders at both a School and Trust level

5. People

- Our staff will recommend working for TET as evidenced by our Net Promoter Score collected annually through our staff survey
- We will develop an annual Trust wide CPD programme that supports all our staff to achieve their potential, complimenting in-school CPD
- Our leaders will support colleagues across the Trust and willingly share best practice for the benefit of all

Our strategy will be reviewed and updated annually and supported by an annual plan to ensure we keep on track. During the 2020-21 year, the Board approved an annual plan with specific objectives for the year. Good progress was made during the year against this plan and the strategic report below summarises some of the key highlights.

Public benefit

The Trustees believe that by working towards the objects and aims of the Trust as detailed above, they have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission.

THE DWASTRE EDUCATION TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Strategic report

Achievements and performance

Like all schools in the UK, our schools were significantly impacted by the Covid-19 pandemic with a period of recovery in the Autumn term followed by another period of school closure between January and March 2021. Our schools all responded well and maintained provision for vulnerable pupils and children of key workers, often going over and above what was expected of them to support families, bringing pupils back to school as soon as possible. The Board maintained close supervision of all schools, the risks associated with the pandemic and the welfare of pupils and staff. During the school closure period the Board met more regularly than normal and ensured direct communication with Headteachers and Chairs of Governors throughout the whole period.

The Board would like to thank all staff, but especially the senior leaders who worked so hard during extremely challenging times.

Excellence in Education

During 2020-21 schools within Thedwastre Education Trust continued to strive for excellence in the educational offer provided to all pupils despite the significant challenges faced as a result of the global pandemic. Although there were no statutory assessments again this year, we kept a close track of pupil's progress and teachers worked hard to identify and where possible close gaps in learning.

During the year there was a drive to review the curriculum offered at all schools within the Trust, with particular attention on the overarching "intent, implementation and impact" within each school. All schools within the Trust paid particular attention to developing the role of subject leaders and ensuring clear progression of knowledge and skills from one year to the next. This work was able to take place despite the impact of the pandemic and provides a good basis from which to build in future years.

The Board maintained a particular focus on Woolpit Primary Academy due to its historically poor outcomes recorded and previous "requires improvement" Ofsted judgement. Significant progress has been made in all aspects of the school during the last twelve months. The school has built on a new vision and values, significantly improved general behaviour and attitudes to learning, substantially re-written the curriculum and made good progress on improving the quality of teaching, learning and outcomes for pupils. The school is in a far better place than it has been for many years. The Board maintains regular oversight over the school and is pleased with the substantial progress made so far. Whilst there is still much work to do, we are confident that pupil progress will show sustained improvement over the coming years.

The Board appointed colleagues from the LARK Teaching Schools Alliance to act as its school improvement advisers. Half termly visits were undertaken by experienced external school leaders (in person where this was possible due to the Covid measures in place) to support our schools in further developing their school improvement activities. Additional focused support was given to Woolpit Primary Academy which further accelerated school improvement. Two Directors were assigned to work more closely with Woolpit, including regularly attending local governing body meetings. This was extended to each of the academies to enable greater engagement and improved two-way communication and transparency.

The Trust continued to strengthen opportunities for collaborative working between our schools, extending the subject leadership arrangements and facilitating cross school working. Of particular note has been the work led by the Headteacher at Rattlesden Primary Academy to develop a programme for developing the teaching of science across our four schools and two other local schools. This is a long-term programme to enhance the teaching of science in particular, with opportunities for staff development and access to additional resources for the teaching of science.

Due to the pandemic all statutory tests were cancelled for a second year running. There is therefore no publishable data to demonstrate the outcomes and progress of children at each key stage. However, indications from the Summer Term indicate that all schools would have continued to show good progress with most children expected to achieve the age-related expectations. Progress measures have been improving on the whole over the previous years at Rattlesden, Great Barton and Thurston and it was anticipated that this would have continued due to the strong systems in place in each school. The expected outcomes at Woolpit would have demonstrated a significant improvement on the 2019 data and were expected to be very close to national expectations.

THE DWASTRE EDUCATION TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Growth

Over the last three years the Board has made some significant improvements in the provision of its Central Services. During the year the production of financial reports continued to be strengthened with even more being completed in-house. The quality of financial reporting continued to improve, meaning that the Trust would now be able to support additional schools in future. During the year, the Board undertook research into the procurement of a suitable finance and budgeting systems that would be needed to support the growth of the Trust. This project was put on hold for the time being due to other more pressing priorities.

The Board undertook a thorough strategic review of the options available to it for future growth including incremental growth, merger and partnership arrangements. Following detailed assessment of the options, the Board decided to seek a merger partner in 2021-22 as the Board believes this may provide the best way to achieve its objectives within the shortest possible timeframe. A final decision will be taken during 2021-22 but the Board reserve the right to remain as a stand-alone Trust if this is considered to be the best option for our schools, pupils and other stakeholders.

Effective Governance

The Board continued to extend invitations to attend Board meetings to Chairs of each Local Governing Body. This significantly improved communication between the Board and LGBs. The Board also continued to use video conferencing to ensure that meetings could continue even though schools were closed. The Board also merged the Premises, Health and Safety Committee with the Finance and Audit Committee as many of the agenda items work well together. This combined meeting worked well and meant that risk, infrastructure and investment were considered more strategically.

Two internal audits were commissioned during the year. One focused on the Trust's implementation of the GDPR regulations and a second focused on financial systems scrutiny in line with previous audit reports. Both reports showed continued progress and were fully considered by the Board.

During the year, the Board was fortunate to welcome a Chief Executive from another Multi Academy Trust onto the Board as an associate for the year. This proved very beneficial to the Board and provided some additional educational expertise that we felt had been missing.

Finance and Administration

The Board has maintained a close oversight of the financial position of each academy and the Trust as a whole and has further developed its long-term forecasting taking into account expected pupil numbers. This allows the Board to plan better for the future and predict schools where there are likely to be financial challenges ahead. A Schools Resource Management Review was undertaken during the year and the recommendations fully considered by the Board. The key findings related to the need to invest in suitable finance and budgeting software to enable management information to be produced in a more efficient way. This was considered in detail but put on hold pending further consideration of the future plans for the Trust.

During the year, the Trust moved its payroll and HR support to a new provider and tendered for the catering contract for 2021 onwards. The new catering provider took over the operation of all school catering in the summer ready for the start of the new academic year. The Board also undertook a tender of the cleaning contract which was appointed and being closely monitored. Caretaking was brought in house during the year, which has proven successful overall.

Estates and Facilities

During 2019-20 the Trust was awarded significant Condition Improvement Funding (CIF) for three additional infrastructure projects to replace the exterior windows and doors at both Woolpit and Great Barton and the heating systems at Great Barton. The majority of these projects were completed within the year and have made a positive improvement to these schools teaching and learning environments, with potential environmental savings also.

The construction of the new school at Thurston was completed during the year and a huge amount of time was invested in preparing for the move, including establishing a new vision for the school, procurement of the fixtures and fittings and employment of additional staff to enable the school to operate in ten classes from September 2021. The school moved into its new premises ready for the start of the 2021-22 school year and is already seeing the many benefits of a purpose-built building with exceptional facilities. The vastly improved estate will enable the school to grow rapidly to accommodate up to 420 pupils.

THE DWASTRE EDUCATION TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

The Board has developed a capital investment plan to identify and plan capital investment over the coming years. This is reviewed termly, and projects prioritised to address health and safety and support high quality teaching and learning.

Effective and timely communications

The Trust continued to issue termly newsletters and updated the Trust website to ensure information is more easily available. The Chair of the Board has ensured that all key stakeholders are kept informed throughout the year and Board members have been allocated schools to work more closely with, including regular visits and attendance at LGB meetings.

People

The Trust undertook a number shared CPD sessions for all schools within the Trust although these were largely on-line due to the pandemic. The development of the Science hub also continued during the year. Staff wellbeing is high on our list of priorities, and we have ensured all staff have access to confidential support helplines should they need it.

Overall, 2020-21 was a good year for the Trust and significant progress was made against our priorities despite the significant disruption caused by the pandemic. The Board would like to express its gratitude to all staff, governors and volunteers who helped make our schools stronger. The collaboration across the schools within the Trust during very challenging times proved that we are definitely stronger together.

Key performance indicators

Ofsted outcomes

Great Barton – 1 – January 2009

Thurston – 2 – November 2018

Rattlesden – 2 – October 2018

Woolpit – 3 – November 2018

There were no SATS tests in 2020-21 so we are unable to report this data on this occasion.

Financial Key Performance Indicators

The financial KPIs for the period were as follows;

Staff costs as a % of income	68%	(2020 - 78%)
GAG income as % of total income	65%	(2020 - 76%)
Closing cash balances as % of total income	19%	(2020 - 15%)
Current assets vs current liabilities	2.29 : 1	(2020 - 3.67 : 1)

Going concern

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

THEDWASTRE EDUCATION TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Financial review

The principal source of funding for the Trust is the General Annual Grant (GAG) and other grants that it receives from the Education Funding and Skills Agency (EFSA). For the year ended 31 August 2021 the Trust received £4,172,368 of GAG and other funding. A high percentage of this income is spent on staff salaries and support costs to deliver the Trust's primary objective of the provision of education. During the year, the Trust spent £4,253,044 on expenditure and transferred £133,686 to support capital projects on the various academy sites. The Trust brought forward from 2019/20 £80,144 restricted funds and £363,758 unrestricted funding. The carry forward for 2020/21 is £142,574 restricted funding and £375,058 unrestricted funding.

Due to the accounting rules for the Local Government Pension Scheme under FRS102, the Trust is recognising a significant pension fund deficit of £1,628,000. This does not mean that an immediate liability for this amount crystallises, and such a deficit generally results in a cash flow effect in the form of increased employer contributions over a number of years.

At the end of 2020/21, all academies within the Trust had positive balances. Overall balanced budgets for 2021-22 were achieved due to very careful management of costs. We are aware that we must seek further reductions in costs to avoid in-year deficits for future years. The Board reviews financial management information at each meeting to ensure that plans to reduce expenditure are being implemented to bring cost in line with income over a 3-year period.

Funding has been used to support key development priorities in each academy, the additional costs associated with providing support for pupils with SEND, and staff training in key areas.

Reserves policy

The Trust held fund balances as at 31 August 2021 of £1,525,466 comprising of the pension deficit of £1,628,000, restricted fixed asset fund of £2,635,834, and unrestricted reserves of £375,058.

The Trustees are aware of the requirement to balance current and future needs and always aim to set a balanced budget with annual income balancing annual expenditure. The Trustees monitor estimated year-end carry forward figures via the receipt of management accounts. The budget plan identifies how any carry forward will be allocated in the plan for the following academic year, including the identification of any funds earmarked for a specific project or purpose. The Trust maintains a medium-term financial forecast which shows how end of year reported reserves will be utilised for each academy. The Trust reviews the forecasts and actual results closely to ensure that the Trust continues for the foreseeable future and can react to unforeseen budget changes.

The cash balance of the Trust has been very healthy all year, ending the year with a balance of £819,718.

Investment policy

During this period, the Trust has held all its funds in an interest-bearing accounts and made no investments.

THE DWASTRE EDUCATION TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Principal risks and uncertainties

The Trust maintains a Risk Register identifying the major risks, to which each academy is exposed, and identifying actions and procedures to mitigate those risks. This register is approved and monitored by the Board with a formal review undertaken three times a year as a minimum. The internal control systems and the exposure to identified risks are monitored on behalf of the Trustees at each Finance, Audit and Risk Committee meeting. The principal risks facing the Trust are outlined below; those facing the Academies at an operational level are addressed by its systems and by internal financial and other controls.

The Trustees report that the Trust's financial and internal controls conform to guidelines issued by the EFSA, and that improvements to the wider framework of systems dealing with business risk and risk management strategy continue to be made and formally documented.

It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

As a group of academy schools, the level of financial risk is low. Cash flows can be reliably forecast, monitored, and reported. Staff costs make up the majority of expenditure and are relatively stable with contingencies in place to cover such items as sickness and maternity absence.

The Trustees assess the other principal risks and uncertainties facing the Trust as follows:

- each Academy within the Trust has considerable reliance on continued Government funding through the EFSA and there is no assurance that Government policy or practice will remain the same or that public funding will continue at the same levels or on the same terms. The amount of funding received is largely reliant on the number of pupils and as such the reputation of each school for the provision of a high-quality education is key to our success. In general, our schools have opportunity to grow pupil numbers due to the number of housing developments in the local area;
- failures in governance and/or management - the risk in this area arises from potential failure to effectively manage the Trust's finances, internal controls, compliance with regulations and legislation, statutory returns, etc. The Trustees continue to review and ensure that appropriate measures are in place to mitigate these risks;
- reputational - the continuing success of the individual Academies is dependent on continuing to attract pupils in sufficient numbers by maintaining the highest educational standards. To mitigate this risk Trustees ensure that pupil progress and outcomes are closely monitored and reviewed by LGBs and the Standards Committee in particular and necessary actions taken to address areas of weakness identified;
- safeguarding and child protection - the Trustees continue to ensure that the highest standards are maintained in the areas of selection and monitoring of staff, the operation of child protection policies and procedures, health & safety and discipline;
- staffing - the success of the Academies is reliant on the quality of its staff and the Trustees monitor and review policies and procedures and recruitment to ensure continued development and training of staff as well as ensuring there is clear succession planning;
- fraud and mismanagement of funds - The Trust appointed an external company to carry out independent and external checks on financial systems and records as required by the Academies Financial Handbook. All finance staff receive training to keep up to date with financial practice requirements and develop their skills in this area;
- financial instruments – the Trust only deals with bank balances, cash, and trade creditors, with limited trade (and other) debtors. The risk in this area is considered to be low;
- defined benefit pension liability – as the Government has agreed to meet the defined benefit pension liability of any Academy ceasing to exist the main risk to the Trust is an annual cash flow funding of part of the deficit. Trustees take these payments into account when setting the annual budget plan;
- health and safety – the Board understands the risks associated with operating academies and takes steps to minimise these risks by monitoring incidents, accidents and near misses, taking action as necessary; and
- cyber security – there is a growing risk from cyber criminals to hold organisations to ransom and hack/ withhold important data. The Trust is aware of this threat and is taking steps to ensure systems are more secure to protect against such attacks.

The Trust and each academy have continued to strengthen the risk management process throughout the year by improving the process and ensuring staff awareness.

THE DWASTRE EDUCATION TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Fundraising

The Trust is compliant with the recognised standards of fundraising set out in the Code of Fundraising Practice. Thedwastre Education Trust does not use professional fundraisers and there have been no complaints received by the Trust about fund raising activities carried out by the Trust in the year.

Plans for future periods

The Board's plans for the next year include the following:

- Ensure School Improvement is the focus of all senior leaders within the Trust
- Continue to support Woolpit Primary Academy to ensure it is able to be rated as Good at its next Ofsted Inspection
- Strengthen the Board by adding at least one Director with substantial educational expertise
- Identify further cost savings and efficiency improvements to allow maximum resources to be targeted at continual school improvement
- Continue to be outward looking in our work, developing links with outside organisations to support teaching and learning
- Support all staff effectively to encourage high staff retention and where possible extend opportunities for professional development within the MAT
- Maintain and develop effective systems of support for pupils with SEND, mental health and behavioural support needs so that every child thrives and achieves their full potential
- Further invest in school's premises and infrastructure to further support teaching and learning
- Ensure that we continue to provide mechanisms for effective sharing of good practice at every level throughout the Trust

Auditor

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

A resolution proposing that Azets Audit Services be reappointed as auditor of the charitable company will be put to the members.

The trustees' report, incorporating a strategic report, was approved by order of the board of trustees, as the company directors, on 25 November 2021 and signed on its behalf by:

G McDonald
Chair of Trustees

P Mackay
CEO

THEDWASTRE EDUCATION TRUST

GOVERNANCE STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2021

Scope of responsibility

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

As trustees, we have reviewed and taken account of the guidance in DfE's Governance Handbook and competency framework for governance.

The Board of Directors has delegated the day-to-day responsibility to the Chief Executive Officer, as Accounting Officer, for ensuring financial controls conform to the requirements of both propriety and good fiscal management, and in accordance with the requirements and responsibilities assigned to it in the funding agreement between Thedwastre Education Trust and the Secretary of State for Education. They are also responsible for reporting to the Board of Trustees any material weaknesses or breakdowns in internal control.

Governance

The information on governance included here supplements that described in the Trustees' Report and in the Trustees' Responsibilities Statement. The Board of Directors has formally met nine times (including the Annual General Meeting) during the accounting period in addition to several other informal meetings. Attendance during the year at meetings of the Board of Directors was as follows:

Trustees	Meetings attended	Out of possible
G McDonald (Chair of Trustees)	8	9
P Mackay (CEO)	9	9
E Michie	8	9
R Gilbert	2	9
D Olney	8	9
P Frost (Resigned 16 September 2020)	1	1
Rev'd M R Farrell	8	9
E Yeldham	7	9
A Guernari (Resigned 4 November 2021)	8	9
T Darby (Appointed 4 January 2021)	4	5

Tracy Darby joined as Trustee through Academy Ambassadors during the year and has already had a positive impact.

Governance reviews:

The Trust has conducted its Annual Governance Review and has brought in external support in order to assist with the Financial Governance to ensure Regulatory requirements are met. In addition, an internal review took place to consider the application of the GDPR policies and procedures. This resulted in good levels of assurance from both the internal financial scrutiny and the GDPR review with only relatively minor recommendations for further improvement.

Finance and Audit Committee

The Finance, Audit & Risk Committee is a sub-committee of the Board of Directors and consists of Directors appointed by the Board alongside one representative from each LGB. Its purpose is to address financial matters and monitor the Trust's internal control framework and compliance with regulations also acting as the Audit Committee. In addition to fulfilling its routine responsibility the committee has also set the financial policies for the Trust and ensured compliance with the Academies Handbook and other financial arrangements that academy trusts are required to adhere to.

Financial information was sent to Directors on a monthly basis for review and discussed at the Board and Committee meetings as necessary.

THEDWASTRE EDUCATION TRUST

GOVERNANCE STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Attendance at meetings in the year was as follows:

Trustee / Member	Meetings attended	Out of possible
G McDonald (Chair of Trustees)	3	4
P Mackay (CEO)	4	4
D Olney	3	4
E Yeldham	4	4
T Darby (Appointed 4 January 2021)	3	3
Dick Eve (Governor Rattlesden)	3	4
Sarah Legg (Governor Rattlesden) Observer	3	3
Iain Halls (Governor Great Barton)	2	4
Andrew Tipple (Governor Great Barton)	1	1
Sarah Brown (Governor Woolpit)	1	1
Audrey Finch (Governor Woolpit)	1	3
Tom Jamison (Governor Thurston)	2	3

Review of value for money

As Accounting Officer, the Chief Executive Officer 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 maximising the educational and wider societal outcomes achieved in return for the taxpayer resources received.

Throughout each academic year the Accounting Officer considers whether the Trust's use of its resources is providing good value for money and reports this to the Board of Directors, highlighting any opportunities where value for money can be improved.

The Accounting Officer for the academy trust has delivered improved value for money during the year by:

- Reviewing its business function to ensure the effective operation of all finance and business functions
- Advised the Board of Directors to consider a top slice arrangement to provide increased central support and value for money to academies within the Trust
- Organised some staff training and CPD activities centrally
- Undertook a tender for the Trust's catering and cleaning contracts providing improved value for money and a better range of services offered
- Pooled the capital finds available to the Academies to invest strategically over two years in the IT provision available within each Academy
- Ensured that when photocopy contracts are up for renewal these are changed to the best value services
- Developed a further programme of tenders for the coming year to ensure all Academies within the Trust benefit from collective purchasing and economies of scale.

The Board of Directors have been robust in their challenge of spending and budget allocation to ensure that the trust was able to set a balanced budget for 2021-22.

The purpose of the system of internal control

The system of internal financial control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives. It can, therefore, only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an on-going process designed to identify and prioritise the risks to the achievement of Trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and then manage them efficiently, effectively, and economically. The system of internal control has been in place for the period 1 September 2020 to 31 August 2021, and up to the date of approval of the annual report and financial statements.

THE DWASTRE EDUCATION TRUST

GOVERNANCE STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Capacity to handle risk

The Board of Directors 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 Directors is of the view that there is a formal on-going process for identifying, evaluating, and managing the academy trust's significant risks that has been in place for the period 1st September 2020 to 31st August 2021, and up to the date of the approval of the annual report and financial statements. This process is regularly reviewed by the Board of Directors.

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 monthly financial reports which are reviewed and agreed by the board of trustees;
- regular reviews by the finance committee of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes;
- monitoring key financial performance indicators;
- clearly defined purchasing procedures;
- delegation of authority and segregation of duties;
- identification and management of risks.

The Board of Directors has considered the need for a specific internal audit function and appointed an external company to perform this role. Their role includes giving advice on financial matters and performing a range of checks on each Academy's financial systems as directed by the Board. In particular the checks carried out in the period included a review of purchasing, income collection and payroll procedures. Some areas requiring improvement were noted and an action plan to address these has been prepared.

The Purpose of the System of Internal Controls

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 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. This system of internal control has been in place in Thedwastre Education Trust from 1 September 2020 to 31 August 2021, and up to the date of approval of the annual report and financial statements.

Review of effectiveness

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

- The work of the external company reviewing the fiscal management and governance arrangements;
- The work of the internal audit reviewer;
- The work of the external auditor;
- The financial management and governance self-assessment process;
- A Schools Resource Management Adviser deployment; and
- The work of the senior Trust staff and budget holders within the academy trust who have responsibility for the development and maintenance of the internal control framework.

THEDWASTRE EDUCATION TRUST

GOVERNANCE STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

The Accounting Officer has been advised of the implications of the result of their review of the system of internal control by the Finance, Audit & Risk Committee, and a plan to ensure continuous improvement of the system is in place.

Approved by order of the board of trustees on 25 November 2021 and signed on its behalf by:

G McDonald
Chair of Trustees

P Mackay
CEO

THEDWASTRE EDUCATION TRUST

STATEMENT OF REGULARITY, PROPRIETY AND COMPLIANCE

FOR THE YEAR ENDED 31 AUGUST 2021

As accounting officer of Thedwastre Education Trust, 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 received by the academy trust, under the funding agreement in place between the academy trust and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook 2020.

I confirm that I and the academy trust's board of trustees are able to identify any material irregular or improper use of funds by the academy trust, or material non-compliance with the terms and conditions of funding under the academy trust's funding agreement and the Academies Financial Handbook 2020.

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.

P Mackay
Accounting Officer

25 November 2021

THEDWASTRE EDUCATION TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2021

The trustees (who are also the directors of Thedwastre Education Trust for the purposes of company law) are responsible for preparing the trustees' report and the accounts in accordance with the Academies Accounts Direction 2020 to 2021 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 accounts for each financial year. Under company law, the trustees must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period.

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 and the Academies Accounts Direction 2020 to 2021;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

The trustees are responsible for ensuring that in its conduct and operation the charitable company applies financial and other controls, which conform with the requirements both of propriety and of good financial management. They are also responsible for ensuring that grants received from 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 accounts may differ from legislation in other jurisdictions.

Approved by order of the members of the board of trustees on 25 November 2021 and signed on its behalf by:

G McDonald
Chair of Trustees

P Mackay
CEO

THEDWASTRE EDUCATION TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THEDWASTRE EDUCATION TRUST

FOR THE YEAR ENDED 31 AUGUST 2021

Opinion

We have audited the accounts of Thedwastre Education Trust for the year ended 31 August 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the accounts, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice), the Charities SORP 2019 and the Academies Accounts Direction 2020 to 2021 issued by the Education and Skills Funding Agency.

In our opinion the accounts:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006; and
- have been prepared in accordance with the Charities SORP 2019 and the Academies Accounts Direction 2020 to 2021.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the accounts' section of our report. We are independent of the academy trust in accordance with the ethical requirements that are relevant to our audit of the accounts 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 trust's ability to continue as a going concern for a period of at least twelve months from when the financial statements are 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

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

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 accounts 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.

THEDWASTRE EDUCATION TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THEDWASTRE EDUCATION TRUST (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees are responsible for the preparation of the accounts 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 accounts that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the accounts

Our objectives are to obtain reasonable assurance about whether the accounts 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 accounts.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

THEDWASTRE EDUCATION TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THEDWASTRE EDUCATION TRUST (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of senior leadership, Governors/Trustees and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the company through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations including compliance with the Academies Accounts Direction 2020 to 2021 issued by the Education and Skills Funding Agency;
- Performing audit work over the recognition of grant income and the allocation of expenditure to funds;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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

Use of our report

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

Tracey Richardson BSc (Hons) FCA (Senior Statutory Auditor)
for and on behalf of Azets Audit Services

28 November 2021

Chartered Accountants
Statutory Auditor

Ruthlyn House
90 Lincoln Road
Peterborough
United Kingdom
PE1 2SP

THEDWASTRE EDUCATION TRUST

INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO THEDWASTRE EDUCATION TRUST AND THE EDUCATION AND SKILLS FUNDING AGENCY

FOR THE YEAR ENDED 31 AUGUST 2021

In accordance with the terms of our engagement letter dated 11 October 2021 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2020 to 2021, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Thedwastre Education Trust during the period 1 September 2020 to 31 August 2021 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 Thedwastre Education Trust and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to the Thedwastre Education Trust and ESFA those matters we are required to state in a report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Thedwastre Education Trust and ESFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of Thedwastre Education Trust's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of Thedwastre Education Trust's funding agreement with the Secretary of State for Education dated 23 December 2015 and the Academies Financial Handbook, extant from 1 September 2020, 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 2020 to 2021. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the period 1 September 2020 to 31 August 2021 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:

- a review of the activities of the academy, by reference to sources of income and other information available to us;
- sample testing of expenditure, including payroll;
- a review of minutes of Governors' meetings.

THEDWASTRE EDUCATION TRUST

INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO THEDWASTRE EDUCATION TRUST AND THE EDUCATION AND SKILLS FUNDING AGENCY (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Conclusion

In the course of our work, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the period 1 September 2020 to 31 August 2021 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

Reporting Accountant

Azets Audit Services
Ruthlyn House
90 Lincoln Road
Peterborough
PE1 2SP
United Kingdom

Dated: 28 November 2021

THEDWASTRE EDUCATION TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	Unrestricted funds £	Restricted funds: General £	Fixed asset £	Total 2021 £	Total 2020 £
Income and endowments from:						
Donations and capital grants	3	11,454	9,300	650,611	671,365	106,510
Charitable activities:						
- Funding for educational operations	4	74,820	3,363,329	-	3,438,149	3,353,060
Other trading activities	5	49,199	13,561	-	62,760	81,077
Investments	6	94	-	-	94	297
Total		135,567	3,386,190	650,611	4,172,368	3,540,944
Expenditure on:						
Charitable activities:						
- Educational operations	9	124,267	3,472,960	655,817	4,253,044	3,653,726
Total	8	124,267	3,472,960	655,817	4,253,044	3,653,726
Net income/(expenditure)		11,300	(86,770)	(5,206)	(80,676)	(112,782)
Transfers between funds	22	-	(17,800)	17,800	-	-
Other recognised gains/(losses)						
Actuarial losses on defined benefit pension schemes	21	-	(333,000)	-	(333,000)	(87,000)
Net movement in funds		11,300	(437,570)	12,594	(413,676)	(199,782)
Reconciliation of funds						
Total funds brought forward		363,758	(1,047,856)	2,623,240	1,939,142	2,138,924
Total funds carried forward		375,058	(1,485,426)	2,635,834	1,525,466	1,939,142

THEDWASTRE EDUCATION TRUST

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2021

Comparative year information Year ended 31 August 2020		Unrestricted funds	Restricted funds:		Total 2020
	Notes	£	General £	Fixed asset £	£
Income and endowments from:					
Donations and capital grants	3	10,595	7,827	88,088	106,510
Charitable activities:					
- Funding for educational operations	4	108,474	3,244,586	-	3,353,060
Other trading activities	5	40,002	41,075	-	81,077
Investments	6	297	-	-	297
Total		<u>159,368</u>	<u>3,293,488</u>	<u>88,088</u>	<u>3,540,944</u>
Expenditure on:					
Charitable activities:					
- Educational operations	9	92,127	3,421,693	139,906	3,653,726
Total	8	<u>92,127</u>	<u>3,421,693</u>	<u>139,906</u>	<u>3,653,726</u>
Net income/(expenditure)		67,241	(128,205)	(51,818)	(112,782)
Other recognised gains/(losses)					
Actuarial losses on defined benefit pension schemes	21	-	(87,000)	-	(87,000)
Net movement in funds		67,241	(215,205)	(51,818)	(199,782)
Reconciliation of funds					
Total funds brought forward		296,517	(832,651)	2,675,058	2,138,924
Total funds carried forward		<u>363,758</u>	<u>(1,047,856)</u>	<u>2,623,240</u>	<u>1,939,142</u>

THE DWASTRE EDUCATION TRUST

BALANCE SHEET

AS AT 31 AUGUST 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Intangible assets	14		493		3,669
Tangible assets	15		2,635,341		2,586,938
			<u>2,635,834</u>		<u>2,590,607</u>
Current assets					
Debtors	17	129,047		127,939	
Cash at bank and in hand		819,718		526,844	
		<u>948,765</u>		<u>654,783</u>	
Current liabilities					
Creditors: amounts falling due within one year	18	(412,885)		(178,248)	
Net current assets			<u>535,880</u>		<u>476,535</u>
Total assets less current liabilities			<u>3,171,714</u>		<u>3,067,142</u>
Creditors: amounts falling due after more than one year	19		(18,248)		-
Net assets before defined benefit pension scheme liability			<u>3,153,466</u>		<u>3,067,142</u>
Defined benefit pension scheme liability	21		(1,628,000)		(1,128,000)
Total net assets			<u><u>1,525,466</u></u>		<u><u>1,939,142</u></u>
Funds of the academy trust:					
Restricted funds	22				
- Fixed asset funds			2,635,834		2,623,240
- Restricted income funds			142,574		80,144
- Pension reserve			(1,628,000)		(1,128,000)
Total restricted funds			<u>1,150,408</u>		<u>1,575,384</u>
Unrestricted income funds	22		<u>375,058</u>		<u>363,758</u>
Total funds			<u><u>1,525,466</u></u>		<u><u>1,939,142</u></u>

The accounts on pages 25 to 52 were approved by the trustees and authorised for issue on 25 November 2021 and are signed on their behalf by:

G McDonald
Chair of Trustees

P Mackay
CEO

Company Number 09896672

THE DWASTRE EDUCATION TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Net cash used in operating activities	28		(222,217)		(24,532)
Cash flows from investing activities					
Dividends, interest and rents from investments		94		297	
Capital grants from DfE Group		556,463		88,088	
Capital funding received from sponsors and others		82,500		-	
Purchase of tangible fixed assets		(133,686)		(42,612)	
Net cash provided by investing activities			505,371		45,773
Cash flows from financing activities					
Repayment of long term bank loan		9,720		9,744	
Net cash provided by financing activities			9,720		9,744
Net increase in cash and cash equivalents in the reporting period			292,874		30,985
Cash and cash equivalents at beginning of the year			526,844		495,859
Cash and cash equivalents at end of the year			819,718		526,844

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

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

1.1 Basis of preparation

The accounts 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 2020 to 2021 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

Thedwastre Education Trust meets the definition of a public benefit entity under FRS 102.

The accounts are prepared in sterling, which is the functional currency of the academy trust. Monetary amounts in these financial statements are rounded to the nearest £.

1.2 Going concern

The trustees assess whether the use of going concern is appropriate, ie whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charitable company to continue as a going concern including the continued impact of COVID-19. The trustees have made this assessment in respect of a period of at least one year from the date of authorisation for issue of the accounts and have concluded that the academy trust has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the academy trust's ability to continue as a going concern. Thus they continue to adopt the going concern basis of accounting in preparing the accounts.

1.3 Income

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

Grants

Grants are included in the statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the balance sheet. Where income is received in advance of meeting any performance-related conditions there is not unconditional entitlement to the income and its recognition is deferred and included in creditors as deferred income until the performance-related conditions are met. Where entitlement occurs before income is received, the income is accrued.

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

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

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.

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

(Continued)

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.

1.4 Expenditure

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

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

All resources expended are inclusive of irrecoverable VAT.

Expenditure on raising funds

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

Charitable activities

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

Governance costs

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

1.5 Intangible fixed assets and amortisation

Intangible assets costing £2,000 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably. Intangible assets are initially recognised at cost and are subsequently measured at cost net of amortisation and any provision for impairment.

Amortisation is provided on intangible fixed assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life, as follows:

Computer software 5 years straight line.

1.6 Tangible fixed assets and depreciation

Assets costing £2,000 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

Where tangible fixed assets have been acquired with the aid of specific grants, either from the government or from the private sector, they are included in the balance sheet at cost and depreciated over their expected useful economic life. Where there are specific conditions attached to the funding that require the continued use of the asset, the related grants are credited to a restricted fixed asset fund in the statement of financial activities and carried forward in the balance sheet. Depreciation on the relevant assets is charged directly to the restricted fixed asset fund in the statement of financial activities. Where tangible fixed assets have been acquired with unrestricted funds, depreciation on such assets is charged to the unrestricted fund.

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

(Continued)

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

Leasehold property	50 years straight line.
Computer equipment	5 years straight line.
Fixtures, fittings & equipment	10 years straight line.

A proportion of the land and buildings occupied by the Academy has been provided by site trustees under mere licence (also referred to as a Church Supplemental Agreement) which contains a two year notice period.

As the Academy Trust occupies the land and such buildings as may be or may come to be erected on it by a mere licence that transfers to the academy no rights or control over the site save that of occupying it at the will of the site trustees under the terms of the relevant site trust, the trustees have concluded that the value of any land and buildings occupied by the academy trust under a Church Supplemental Agreement will not be recognised on the balance sheet of the company.

In certain circumstances a two year Church Supplemental Agreement may give rise to an annual donation equal to the equivalent of rent not charged, an annual rental expense and a prepayment equal to the value of two years notional rent, if the value of rent not charged can be reliably measured. In this case of the aforementioned agreements it is the belief of the academy trust that the value of rent not charged cannot be reliably measured and as a result no amounts relating to the value of rent not charged have been recognised.

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

1.7 Liabilities

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

1.8 Leased assets

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

1.9 Financial instruments

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

Financial assets

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

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

THEDWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

(Continued)

Financial liabilities

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

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

1.10 Taxation

The academy trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the academy trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by chapter 3 part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

1.11 Pensions benefits

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

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

The LGPS is a funded multi-employer scheme and the assets are held separately from those of the academy trust in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit credit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent term and currency to the liabilities. The actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The amounts charged to net income or 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.

1.12 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.

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

2 Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions

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

Tangible fixed assets are recognised at cost or valuation, less accumulated depreciation and any impairment. Depreciation takes place over the estimated useful life, down to the assessed residual value. The carrying amount of the academy's fixed assets is tested as soon as changed conditions show that a need for impairment has arisen.

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost or income for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 21, 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 31 August 2021. 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.

3 Donations and capital grants

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Donated fixed assets	-	11,648	11,648	-
Capital grants	-	638,963	638,963	88,088
Other donations	11,454	9,300	20,754	18,422
	<u>11,454</u>	<u>659,911</u>	<u>671,365</u>	<u>106,510</u>

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

4 Funding for the academy trust's educational operations

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
DfE / ESFA grants				
General annual grant (GAG)	-	2,713,454	2,713,454	2,694,499
Other DfE / ESFA grants:				
UFSM	-	93,125	93,125	99,239
Pupil premium	-	155,738	155,738	149,350
Teachers pay grants	-	118,796	118,796	122,250
PE and sports premium	-	69,750	69,750	69,860
	-	3,150,863	3,150,863	3,135,198
Other government grants				
Local authority grants	-	159,225	159,225	106,410
COVID-19 additional funding (DfE / ESFA)				
COVID-19 emergency funding	-	1,481	1,481	2,978
COVID-19 catch up funding	-	51,760	51,760	-
	-	53,241	53,241	2,978
Other incoming resources	74,820	-	74,820	108,474
Total funding	74,820	3,363,329	3,438,149	3,353,060

The academy trust has been eligible to claim additional funding in year from government support schemes in response to the coronavirus outbreak. The funding received is shown above under "COVID-19 additional funding (DfE / ESFA)".

The COVID-19 emergency funding received covers £1,481 (2020 - £2,978) of additional costs. These costs are included in notes 8 and 9 below as appropriate.

COVID-19 catch up funding of £51,760 (2020 - £nil) has been received in the year. This has all been spent at the year end.

5 Other trading activities

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Hire of facilities	-	-	-	640
Supply teacher insurance income	-	13,561	13,561	41,075
Other income	49,199	-	49,199	39,362
	49,199	13,561	62,760	81,077

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

6 Investment income

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Short term deposits	94	-	94	297

7 Central services

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

- financial and support services.

The academy trust charges for these services on the following basis:

- 5% of GAG income.

The amounts charged during the year were as follows:

	2021 £	2020 £
Thurston C of E Primary Academy	39,858	38,422
Woolpit Primary Academy	30,838	32,685
Great Barton C of E Primary Academy	38,250	38,564
Rattlesden C of E Primary Academy	26,105	24,246
	<u>135,051</u>	<u>133,917</u>

8 Expenditure

	Staff costs £	Non-pay expenditure Premises £	Other £	Total 2021 £	Total 2020 £
Academy's educational operations					
- Direct costs	2,430,675	-	239,481	2,670,156	2,643,369
- Allocated support costs	401,931	896,924	284,033	1,582,888	1,010,357
	<u>2,832,606</u>	<u>896,924</u>	<u>523,514</u>	<u>4,253,044</u>	<u>3,653,726</u>

Net income/(expenditure) for the year includes:

	2021 £	2020 £
Fees payable to auditor for:		
- Audit	10,150	9,900
- Other services	6,691	6,726
Depreciation of tangible fixed assets	79,181	71,625
Amortisation of intangible fixed assets	3,176	7,165
Loss on disposal of fixed assets	17,750	-
Net interest on defined benefit pension liability	20,000	17,000

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

9	Charitable activities	Unrestricted funds	Restricted funds	Total 2021	Total 2020
		£	£	£	£
	Direct costs				
	Educational operations	46,893	2,623,263	2,670,156	2,643,369
	Support costs				
	Educational operations	77,374	1,505,514	1,582,888	1,010,357
		<u>124,267</u>	<u>4,128,777</u>	<u>4,253,044</u>	<u>3,653,726</u>
	Analysis of costs			2021	2020
				£	£
	Direct costs				
	Teaching and educational support staff costs			2,430,675	2,337,295
	Staff development			14,396	25,997
	Technology costs			38,420	42,004
	Educational supplies and services			167,731	188,421
	Other direct costs			18,934	49,652
				<u>2,670,156</u>	<u>2,643,369</u>
	Support costs				
	Support staff costs			403,974	386,648
	Depreciation			100,107	78,790
	Maintenance of premises and equipment			611,983	97,897
	Rent, rates and other occupancy costs			184,834	162,141
	Catering			150,836	162,554
	Finance costs			20,000	17,000
	Legal costs			83,257	78,860
	Other support costs			11,056	9,841
	Governance costs			16,841	16,626
				<u>1,582,888</u>	<u>1,010,357</u>
10	Governance costs			Total 2021	Total 2020
	All from restricted funds:			£	£
	Amounts included in support costs				
	Auditor's remuneration				
	- Audit of financial statements			10,150	9,900
	- Other audit costs			6,691	6,726
				<u>16,841</u>	<u>16,626</u>

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

11 Staff

Staff costs

Staff costs during the year were:

	2021 £	2020 £
Wages and salaries	1,995,284	1,978,286
Social security costs	159,779	151,100
Pension costs	597,333	591,009
Staff costs - employees	2,752,396	2,720,395
Agency staff costs	45,829	1,585
Staff restructuring costs	34,381	-
	2,832,606	2,721,980
Staff development and other staff costs	16,439	27,960
Total staff expenditure	2,849,045	2,749,940
Staff restructuring costs comprise:		
Redundancy payments	34,381	-

Non statutory/non-contractual staff severance payments

Included in staff restructuring costs above are severance payments totalling £34,381. Individually, the payments were £14,065, £13,868 and £6,448.

Staff numbers

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

	2021 Number	2020 Number
Teachers	39	42
Administration and support	66	63
Management	5	6
	110	111

Higher paid staff

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

Key management personnel

The key management personnel of the academy trust comprise the trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the academy trust was £380,272 (2020 - £373,796).

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

12 Trustees' remuneration and expenses

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

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

P Mackay (CEO and trustee)

Remuneration £50,001 - £55,000 (2020 - £30,001 - £35,000)

Employer's pension contributions £10,001 - £15,000 (2020 - £5,001 - £10,000)

During the year no expenses were reimbursed or paid directly to any of the trustees (2020: None).

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

13 Trustees' and officers' insurance

The academy trust has opted into the Department for Education's Risk Protection Arrangement (RPA), an alternative to insurance where UK government funds cover losses that arise. This scheme protects trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy trust business, and provides cover up to £10,000,000. It is not possible to quantify the trustees and officers indemnity element from the overall cost of the RPA scheme.

14 Intangible fixed assets

	Computer software £
Cost	
At 1 September 2020 and at 31 August 2021	35,827
Amortisation	
At 1 September 2020	32,158
Charge for year	3,176
At 31 August 2021	35,334
Carrying amount	
At 31 August 2021	493
At 31 August 2020	3,669

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

15 Tangible fixed assets

	Leasehold property	Computer equipment	Fixtures, fittings & equipment	Total
	£	£	£	£
Cost				
At 1 September 2020	2,664,580	105,204	137,949	2,907,733
Additions	-	26,292	119,042	145,334
Disposals	-	-	(39,073)	(39,073)
At 31 August 2021	2,664,580	131,496	217,918	3,013,994
Depreciation				
At 1 September 2020	205,726	54,632	60,437	320,795
On disposals	-	-	(21,323)	(21,323)
Charge for the year	53,292	11,349	14,540	79,181
At 31 August 2021	259,018	65,981	53,654	378,653
Net book value				
At 31 August 2021	2,405,562	65,515	164,264	2,635,341
At 31 August 2020	2,458,854	50,572	77,512	2,586,938

A proportion of the land and buildings occupied by the Academy has been provided by site trustees under mere licence (also referred to as a Church Supplemental Agreement) which contains a two year notice period.

As the Academy Trust occupies the land and such buildings as may be or may come to be erected on it by a mere licence that transfers to the academy no rights or control over the site save that of occupying it at the will of the site trustees under the terms of the relevant site trust, the trustees have concluded that the value of any land and buildings occupied by the academy trust under a Church Supplemental Agreement will not be recognised on the balance sheet of the company.

During the year the Trust received CIF funding of £532,954 that was spent on improvements to Diocesan property occupied by the Trust. This has been included in maintenance to buildings and premises expenditure in note 9.

16 Financial instruments

	2021 £	2020 £
Carrying amount of financial assets		
Trade debtors	1,333	-
Accrued income	34,441	53,771
Bank and cash	819,718	526,844
	<u>855,492</u>	<u>580,615</u>

THEDWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

16	Financial instruments	(Continued)	
	Carrying amount of financial liabilities		
	Trade creditors	133,364	39,514
	Other creditors	50,127	-
	Accruals	115,780	40,097
		<u>299,271</u>	<u>79,611</u>
		<u><u>299,271</u></u>	<u><u>79,611</u></u>
17	Debtors	2021	2020
		£	£
	Trade debtors	1,333	-
	VAT recoverable	40,423	23,543
	Prepayments and accrued income	87,291	104,396
		<u>129,047</u>	<u>127,939</u>
		<u><u>129,047</u></u>	<u><u>127,939</u></u>
18	Creditors: amounts falling due within one year	2021	2020
		£	£
	Government loans	1,216	9,744
	Trade creditors	133,364	39,514
	Other taxation and social security	7,051	33,216
	Other creditors	50,127	-
	Accruals and deferred income	221,127	95,774
		<u>412,885</u>	<u>178,248</u>
		<u><u>412,885</u></u>	<u><u>178,248</u></u>
19	Creditors: amounts falling due after more than one year	2021	2020
		£	£
	Government loans	18,248	-
		<u>18,248</u>	<u>-</u>
		<u><u>18,248</u></u>	<u><u>-</u></u>

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

19 Creditors: amounts falling due after more than one year		(Continued)	
	2021	2020	
	£	£	
Analysis of loans			
Wholly repayable within five years	19,464	9,744	
Less: included in current liabilities	(1,216)	(9,744)	
	<u>18,248</u>	<u>-</u>	
Amounts included above	<u>18,248</u>	<u>-</u>	
Loan maturity			
Debt due in one year or less	1,216	9,744	
Due in more than one year but not more than two years	1,216	-	
Due in more than two years but not more than five years	8,516	-	
Due in more than five years	8,516	-	
	<u>19,464</u>	<u>9,744</u>	
	<u>19,464</u>	<u>9,744</u>	
20 Deferred income			
	2021	2020	
	£	£	
Deferred income is included within:			
Creditors due within one year	105,347	55,677	
	<u>105,347</u>	<u>55,677</u>	
Deferred income at 1 September 2020	55,677	71,094	
Released from previous years	(55,677)	(71,094)	
Resources deferred in the year	105,347	55,677	
	<u>105,347</u>	<u>55,677</u>	
Deferred income at 31 August 2021	<u>105,347</u>	<u>55,677</u>	

At the balance sheet date the Academy Trust was holding funds received in advance of the 2021/22 financial year in respect of parental contributions to trips of £2,167 (2020 - £nil), universal infant free school meals of £51,613 (2020 - £55,503), SEN funding of £46,800 (2020 - £nil) and other amounts totalling £nil (2020 - £174).

21 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 Suffolk 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 that of the LGPS related to the period ended 31 March 2019.

Contributions amounting to £50,106 (2020 - £nil) were payable to the schemes at 31 August 2021.

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

21 Pension and similar obligations

(Continued)

Teachers' Pension Scheme

Introduction

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pension Scheme Regulations 2014. Membership is automatic for 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 the 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.

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% employer administration charge)
- 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. The 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 the TPS in the period amounted to £295,543 (2020 - £271,736).

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

Under the definitions set out in FRS 102, the TPS is an unfunded multi-employer pension scheme. The academy trust has accounted for its contributions to the scheme as if it were a defined contribution scheme. The academy trust has set out above the information available on the scheme.

Local Government Pension Scheme

The LGPS is a funded defined benefit pension scheme, with the assets held in separate trustee-administered funds. The total contributions are as noted below. The agreed contribution rates for future years are 26% for employers and 5.5% to 12.5% for employees.

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

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

21 Pension and similar obligations (Continued)

Total contributions made	2021 £	2020 £
Employer's contributions	154,000	154,000
Employees' contributions	34,000	33,000
Total contributions	188,000	187,000
Principal actuarial assumptions	2021 %	2020 %
Rate of increase in salaries	3.60	2.9
Rate of increase for pensions in payment/inflation	2.90	2.2
Discount rate for scheme liabilities	1.65	1.7

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

	2021 Years	2020 Years
Retiring today		
- Males	22.1	21.9
- Females	24.5	24.1
Retiring in 20 years		
- Males	23.2	22.7
- Females	26.4	25.6

Scheme liabilities would have been affected by changes in assumptions as follows:

	2021	2020
0.1% (2020 - 0.5%) decrease in discount rate	81,000	306,000
0.1% (2020 - 0.5%) increase in salary increase rate	3,000	12,000
0.1% (2020 - 0.5%) increase in pension increase rate	77,000	289,000

Defined benefit pension scheme net liability	2021 £	2020 £
Scheme assets	1,740,000	1,330,000
Scheme obligations	(3,368,000)	(2,458,000)
Net liability	(1,628,000)	(1,128,000)

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

21 Pension and similar obligations

(Continued)

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

	2021	2020
	Fair value	Fair value
	£	£
Equities	1,148,000	785,000
Bonds	435,000	346,000
Property	122,000	120,000
Other assets	35,000	79,000
Total market value of assets	1,740,000	1,330,000

The actual return on scheme assets was £238,000 (2020: £30,000).

Amount recognised in the statement of financial activities

	2021	2020
	£	£
Current service cost	301,000	292,000
Interest income	(24,000)	(22,000)
Interest cost	44,000	39,000
Total operating charge	321,000	309,000

Changes in the present value of defined benefit obligations

	2021	2020
	£	£
At 1 September 2020	2,458,000	2,028,000
Current service cost	301,000	292,000
Interest cost	44,000	39,000
Employee contributions	34,000	33,000
Actuarial loss	547,000	95,000
Benefits paid	(16,000)	(29,000)
At 31 August 2021	3,368,000	2,458,000

THEDWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

21 Pension and similar obligations

(Continued)

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

	2021 £	2020 £
At 1 September 2020	1,330,000	1,142,000
Interest income	24,000	22,000
Actuarial gain	214,000	8,000
Employer contributions	154,000	154,000
Employee contributions	34,000	33,000
Benefits paid	(16,000)	(29,000)
	<hr/>	<hr/>
At 31 August 2021	1,740,000	1,330,000
	<hr/>	<hr/>

THEDWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

22 Funds

	Balance at 1 September 2020 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2021 £
Restricted general funds					
General Annual Grant (GAG)	80,144	2,713,454	(2,736,518)	(17,800)	39,280
UIFSM	-	93,125	(93,125)	-	-
Pupil premium	-	155,738	(155,738)	-	-
Teachers pay grants	-	118,796	(118,796)	-	-
PE and sports premium	-	69,750	(43,010)	-	26,740
COVID-19 emergency support	-	1,481	(1,481)	-	-
COVID-19 catch up funding	-	51,760	(51,760)	-	-
Other government grants	-	159,225	(87,469)	-	71,756
Other restricted funds	-	22,861	(18,063)	-	4,798
Pension reserve	(1,128,000)	-	(167,000)	(333,000)	(1,628,000)
	<u>(1,047,856)</u>	<u>3,386,190</u>	<u>(3,472,960)</u>	<u>(350,800)</u>	<u>(1,485,426)</u>
Restricted fixed asset funds					
Inherited on conversion	2,492,282	-	(66,459)	-	2,425,823
DfE group capital grants	32,633	638,963	(555,710)	(115,886)	-
Capital expenditure from GAG	95,640	-	(30,851)	133,686	198,475
Donations for fixed assets	2,685	11,648	(2,797)	-	11,536
	<u>2,623,240</u>	<u>650,611</u>	<u>(655,817)</u>	<u>17,800</u>	<u>2,635,834</u>
Total restricted funds	<u>1,575,384</u>	<u>4,036,801</u>	<u>(4,128,777)</u>	<u>(333,000)</u>	<u>1,150,408</u>
Unrestricted funds					
General funds	363,758	135,567	(124,267)	-	375,058
Total funds	<u>1,939,142</u>	<u>4,172,368</u>	<u>(4,253,044)</u>	<u>(333,000)</u>	<u>1,525,466</u>

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

22 Funds

(Continued)

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

Restricted general funds and other restricted fixed funds

These relate to the Academy's development and operational activities. The restricted grant income in the year all relates to the provision of education for the students attending the academy.

Restricted fixed asset fund

Restricted fixed assets funds represent capital funding received from the ESFA and other sources. In accordance with the accounting policies set out in note 1, assets are capitalised where applicable, and depreciation is charged to this fund over the assets' useful economic life. Where costs are not capital in nature they are charged directly to this fund as an expense.

Pension reserve

The pension provision equates to the deficit on the Local Government Pension Scheme FRS102 valuation.

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

Restriction on surplus GAG

General Annual Grant must be used for the normal running costs of the academy. Under the funding agreement with the Secretary of State, the academy was not subject to a limit on the amount of GAG that it could carry forward at 31 August.

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

22 Funds

(Continued)

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

	Balance at 1 September 2019 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2020 £
Restricted general funds					
General Annual Grant (GAG)	-	2,694,499	(2,614,355)	-	80,144
Pupil premium	-	149,350	(149,350)	-	-
Other DfE / ESFA grants	53,349	294,327	(347,676)	-	-
Other government grants	-	106,410	(106,410)	-	-
Other restricted funds	-	48,902	(48,902)	-	-
Pension reserve	(886,000)	-	(155,000)	(87,000)	(1,128,000)
	<u>(832,651)</u>	<u>3,293,488</u>	<u>(3,421,693)</u>	<u>(87,000)</u>	<u>(1,047,856)</u>
Restricted fixed asset funds					
Transfer on conversion	2,551,121	-	(58,839)	-	2,492,282
DfE group capital grants	48,273	88,088	(61,116)	(42,612)	32,633
Capital expenditure from GAG	72,512	-	(19,484)	42,612	95,640
Donations for fixed assets	3,152	-	(467)	-	2,685
	<u>2,675,058</u>	<u>88,088</u>	<u>(139,906)</u>	<u>-</u>	<u>2,623,240</u>
Total restricted funds	<u>1,842,407</u>	<u>3,381,576</u>	<u>(3,561,599)</u>	<u>(87,000)</u>	<u>1,575,384</u>
Unrestricted funds					
General funds	<u>296,517</u>	<u>159,368</u>	<u>(92,127)</u>	<u>-</u>	<u>363,758</u>
Total funds	<u>2,138,924</u>	<u>3,540,944</u>	<u>(3,653,726)</u>	<u>(87,000)</u>	<u>1,939,142</u>

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

22 Funds

(Continued)

Total funds analysis by academy

	2021 £	2020 £
Fund balances at 31 August 2021 were allocated as follows:		
Thurston C of E Primary Academy	174,509	91,252
Woolpit Primary Academy	72,664	71,417
Great Barton C of E Primary Academy	139,411	143,818
Rattlesden C of E Primary Academy	109,287	98,827
Central services	21,761	38,588
	<hr/>	<hr/>
Total before fixed assets fund and pension reserve	517,632	443,902
Restricted fixed asset fund	2,635,834	2,623,240
Pension reserve	(1,628,000)	(1,128,000)
	<hr/>	<hr/>
Total funds	<u>1,525,466</u>	<u>1,939,142</u>

Total cost analysis by academy

Expenditure incurred by each academy during the year was as follows:

	Teaching and educational support staff £	Other support staff costs £	Educational supplies £	Other costs excluding depreciation £	Total 2021 £	Total 2020 £
Thurston C of E Primary Academy	692,302	52,072	53,529	142,986	940,889	921,620
Woolpit Primary Academy	553,114	47,777	36,033	113,228	750,152	806,148
Great Barton C of E Primary Academy	657,610	64,044	40,161	153,555	915,370	899,583
Rattlesden C of E Primary Academy	459,598	47,563	29,047	96,343	632,551	594,252
Central services	68,051	190,475	8,961	646,488	913,975	353,333
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	<u>2,430,675</u>	<u>401,931</u>	<u>167,731</u>	<u>1,152,600</u>	<u>4,152,937</u>	<u>3,574,936</u>

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

23 Analysis of net assets between funds

	Unrestricted Funds £	Restricted funds: General £	Fixed asset £	Total Funds £
Fund balances at 31 August 2021 are represented by:				
Intangible fixed assets	-	-	493	493
Tangible fixed assets	-	-	2,635,341	2,635,341
Current assets	379,825	551,012	17,928	948,765
Creditors falling due within one year	13,481	(408,438)	(17,928)	(412,885)
Creditors falling due after one year	(18,248)	-	-	(18,248)
Defined benefit pension liability	-	(1,628,000)	-	(1,628,000)
Total net assets	375,058	(1,485,426)	2,635,834	1,525,466

	Unrestricted Funds £	Restricted funds: General £	Fixed asset £	Total Funds £
Fund balances at 31 August 2020 are represented by:				
Intangible fixed assets	-	-	3,669	3,669
Tangible fixed assets	-	-	2,586,938	2,586,938
Current assets	363,758	258,392	32,633	654,783
Creditors falling due within one year	-	(178,248)	-	(178,248)
Defined benefit pension liability	-	(1,128,000)	-	(1,128,000)
Total net assets	363,758	(1,047,856)	2,623,240	1,939,142

24 Long-term commitments, including operating leases

At 31 August 2021 the total of the academy trust's future minimum lease payments under non-cancellable operating leases was:

	2021 £	2020 £
Amounts due within one year	1,490	3,088
Amounts due in two and five years	3,076	4,566
	4,566	7,654

THEDWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

25 Capital commitments

	2021	2020
	£	£
Expenditure contracted for but not provided in the accounts	-	293,580

Included in commitments above for 2020 is £192,694 for replacement windows and doors at Great Barton Primary Academy and £100,886 for replacement windows and doors at Woolpit Primary Academy.

26 Related party transactions

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

Some of the governors have children who are pupils at the academy, consequently there will be transactions between those governors and the academy in respect of their children's education. These are on the same basis as other pupils at the academy.

A proportion of the land and buildings occupied by the Academy has been provided by site trustees under mere licence (also referred to as a Church Supplemental Agreement) which contains a two year notice period. The licence is held between the Academy Trust and the Boards of Finance and the Board of Education of the Diocese of St Edmundsbury and Ipswich.

Since no notice has been given, the Academy Trust has the right to occupy the premises for at least two years following the balance sheet date.

As the Academy Trust occupies the land and such buildings as may be or may come to be erected on it by a mere licence that transfers to the academy no rights or control over the site save that of occupying it at the will of the site trustees under the terms of the relevant site trust, the trustees have concluded that the value of any land and buildings occupied by the academy trust under a Church Supplemental Agreement will not be recognised on the balance sheet of the company.

In certain circumstances a two year Church Supplemental Agreement may give rise to an annual donation equal to the equivalent of rent not charged, an annual rental expense and a prepayment equal to the value of two years notional rent, if the value of rent not charged can be reliably measured. In this case of the aforementioned agreements it is the belief of the academy trust that the value of rent not charged cannot be reliably measured and as a result no amounts relating to the value of rent not charged have been recognised.

No related party transactions took place in the period of account.

27 Post balance sheet events

The building in which Thurston Primary Academy is to operate from 1 September 2021 was commissioned and built by the Local Authority during the year. Thedwastre Education Trust were given access to the property in September 2021 on a Church customary occupancy basis.

THE DWASTRE EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

28 Reconciliation of net expenditure to net cash flow from operating activities

	2021 £	2020 £
Net expenditure for the reporting period (as per the statement of financial activities)	(80,676)	(112,782)
Adjusted for:		
Capital grants from DfE and other capital income	(650,611)	(88,088)
Investment income receivable	(94)	(297)
Defined benefit pension costs less contributions payable	147,000	138,000
Defined benefit pension scheme finance cost	20,000	17,000
Depreciation of tangible fixed assets	82,357	78,790
Loss on disposal of fixed assets	17,750	-
(Increase) in debtors	(1,108)	(9,945)
Increase/(decrease) in creditors	243,165	(47,210)
Net cash used in operating activities	(222,217)	(24,532)

29 Analysis of changes in net funds

	1 September 2020 £	Cash flows £	31 August 2021 £
Cash	526,844	292,874	819,718
Loans falling due within one year	(9,744)	8,528	(1,216)
Loans falling due after more than one year	-	(18,248)	(18,248)
	517,100	283,154	800,254

30 Members' liability

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

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.