

Company Registration No. 10225404 (England and Wales)

STREETS BROOK ACADEMY TRUST
(A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2021



STREETSBROOK ACADEMY TRUST

CONTENTS

	Page
Reference and administrative details	1
Trustees' report	2 - 9
Governance statement	10 - 11
Statement on regularity, propriety and compliance	12
Statement of trustees' responsibilities	13
Independent auditor's report on the accounts	14 - 17
Independent reporting accountant's report on regularity	18 - 19
Statement of financial activities including income and expenditure account	20 - 21
Balance sheet	22
Statement of cash flows	23
Notes to the accounts including accounting policies	24 - 43

STREETSBROOK ACADEMY TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

Members

Mrs N Jamieson
Mr N Smitten
Miss S Lawless

Trustees

Mr A Pierssene (Chair)
Mrs C Llewellyn
Mrs L Minter (Headteacher)
Mr S Rogers
Mrs N Jamieson
Mr N Chadaway

Senior management team

- Headteacher	Mrs L Minter
- Deputy Headteacher	Mrs E Miller
- EYFS Leader	Mrs Z Ward
- Chilcare Manager	Miss Jade Taylor
- Business Manager	Mrs L Neal
- SEN Co-ordinator	Mrs H Cooper

Company registration number

10225404 (England and Wales)

Registered office

Streetsbrook Infant & Early Years Academy
Ralph Road
Shirley
Solihull
B90 3LB

Independent auditor

Jerroms
Lumaneri House
Blythe Gate
Blythe Valley Park
Solihull
West Midlands
B90 8AH

Bankers

Lloyds Bank
Poplar Road
Solihull
West Midlands
B91 3AN

STREETSBROOK ACADEMY TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

The trustees present their annual report together with the accounts and auditor's report of the charitable company for the year 1 September 2020 to 31 August 2021. The annual report serves the purposes of both a trustees' report, and a directors' report under company law.

The trust operates an academy for pupils from aged 3 to 7 serving a catchment area in Shirley. It has a pupil capacity of 240 and had a roll of 233 in the school census on 3 October 2020.

The academy trust's principle activities as outlined in the articles of association are as follows:

- 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 schools offering a broad and balanced curriculum.
- to promote for the benefit of the inhabitants of the areas in which the Academies are situated the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances or for the public at large in the interests of social welfare and with the object of improving the condition of life of the said inhabitants.

Structure, governance and management

Constitution

The academy trust is a company limited by guarantee and an exempt charity. The charitable company's memorandum and articles of association are the primary governing documents of the academy trust. The trustees of Streetsbrook Academy Trust Limited are also the directors of the charitable company for the purposes of company law. Details of the trustees who served during the year are included in the Reference and Administrative Details on page 1.

The charitable company is known as Streetsbrook Academy Trust and is also known as Streetsbrook Infant & Early Years Academy.

Members' liability

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

Trustees' indemnities

There are no qualifying third party indemnity provisions in place.

Method of recruitment and appointment or election of trustees

There are clearly defined and approved procedures for the selection and appointment of Trustees which are outlined in the Article of Association.

Trustees are appointed for a four year period, except that this time limit does not apply to the Headteacher. Subject to remaining eligible to be a particular type of Trustee, any governor may be re-elected or re-appointed.

When appointing new Trustees, the Board will give consideration to the skills and experience mix of existing Trustees in order to ensure that the Board has the necessary skills to enhance the effectiveness of the trust.

STREETSBROOK ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Policies and procedures adopted for the induction and training of trustees

There is an Induction programme for each Trustee which includes the allocation of a mentor to each new Trustee and agreeing a dedicated training programme. The training and induction provided will depend on their experience but will always include an induction meeting with the Headteacher and Governor Mentor, a tour of the Academy and an opportunity to meet with staff and children. All Trustees have access to policies, procedures, minute, accounts and budgets and other documents they will need to undertake their role as a Trustee. Trustees make regular use of the training packages offered by the National Governor Association (NGA) and by Solihull MBC Governor Services. All Trustees are subject to DBS checks.

Organisational structure

As of July 2021, the Academy Trust is made up of:

- 7 Co-opted Governors
- 2 Parent Governors
- 1 Staff Governor
- Headteacher,

The trustees have delegated the day-to-day responsibility of running the academy to the Headteacher, as CEO and accounting officer. Other work streams are delegated to the four committees, of which at least one of the trustees is a member

The Curriculum and Standards Committee

The Finance and Audit Committee

The Childcare Committee

The Personnel Committee

Objectives and activities

Objects and aims

At Streetsbrook, we strive to provide an equal chance for all to become responsible citizens who lead happy and fulfilled lives, and are equipped with the skills and abilities to shape the world they live in.

STREETSBROOK ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Aims

Every child matters at Streetsbrook, and to this end our aims are explicitly linked to the following six outcomes for children:

Be Healthy

- We aim to empower each child to become physically, mentally and emotionally healthy in order that they can learn effectively and choose a healthy lifestyle.

Stay Safe

- We aim to develop and sustain a happy and secure environment in which children become self-confident, articulate, emotionally aware, socially adept, literate and numerate in order to make the right life choices and, therefore, be inherently safer.

Enjoy and Achieve

- We aim to empower each child to experience the joy of learning and to achieve success, developing their capacity to learn independently and interdependently in order to choose to be positively engaged in lifelong learning.

Making a Positive Contribution

- We aim to empower each child to be actively engaged in the planning of their learning experiences. This gives them the confidence to express themselves in discussion and in writing and equips them with the necessary skills to choose to engage in social and community roles to become global citizens.

Achieve Economic Well-being

- We aim to empower each child to develop a positive attitude, become self-motivated, and develop key academic and social skills. This enables them to think creatively and choose to impact on, influence and shape the world they live in

Embrace our Schools Values and Culture

- We aim to empower each child to develop, socially, morally, ethically and spiritually.

This is underpinned by the following values:

Desire to Learn

To enjoy the lifelong process and challenge of learning; alone and with others.

Love and Respect

To have respect for ourselves, others and the environment, recognising and celebrating individual lifestyles, cultures and faiths.

Happiness

Developing successful relationships where individuals can build and follow their dreams.

Confidence

Having the self-belief to embrace and follow their own choices.

Being a Good Citizen

Making a positive contribution to communities on a local and global scale.

STREETSBROOK ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Objectives, strategies and activities

As outlined in the School Improvement Plan, as a result of the Covid-19 pandemic, not all actions in the 2019-20 School Improvement Plan were completed. Most of the priorities were continued in 2020-21, although these were updated to reflect the progress made.

Outcomes based priorities for KS1 were based on the data at March 2020 and discussions with staff.

Actions related to the impact of Covid-19 were embedded into our priorities and curriculum action plans.

The main objectives of the academy during the year ended 31 August 2021 were as follows:

Curriculum:

School:

- To continue to review and develop the curriculum to ensure it is coherently planned and sequenced and enables children to know more and remember more in preparation for their next steps
- To continue to develop our reading provision and 'reading for pleasure' pedagogy throughout the school

Childcare

- To continue to develop all children's thinking and problem-solving skills to build on their curiosity and to help them make the best possible progress in their learning (Ofsted, 2019)

Outcomes:

EYFS Data:

- To maintain high standards across all areas of the EYFS, that are achievable within the constraints of a global pandemic

KS1 Data:

- To maintain high standards in Reading, Writing & Mathematics KS1, that are achievable within the constraints of a global pandemic

Behaviour and Attitudes

- This is not a priority for 2020-21

Personal development

- This is not a priority for 2020-21

Leadership & Management

Childcare

- To continue to sharpen the focus on monitoring staff practice to help set precise targets for how the quality of teaching can be raised to a higher level (Ofsted 2019)

School

- To continue to develop and support middle leaders to ensure they are equipped with the knowledge, skills and understanding to lead their area(s) of responsibility

Progress towards these priorities was hindered, once again, as a result of the national lockdown in January 2021 as a result of the COVID-19 Pandemic.

Streetsbrook remained open for the duration of the lockdown for our Key Worker children and those children who were considered to be 'vulnerable'. The Nursery remained open for all children. Nearly 50% of the children remained in school with the other 50% accessing remote learning which was very deliberately planned to mirror the school day. Inevitably, the disruption to the children's learning has had an impact on our end of year outcomes, and this will be an on-going challenge in the next academic year.

As in 2019-20, our childcare provision was hugely impacted upon in 2020-21 by the pandemic and this resulted in a second year of significant loss of income.

STREETSBROOK ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Public benefit

The Trustees have complied with the requirement in Section 4 of the Charities Act 2011 to have due regard to the Charity Commissions guidance on public benefit in exercising their powers or duties. They have referred to this guidance when reviewing the Academy's aims and objectives and in planning future activities.

Strategic report

Achievements and performance

As a result of the Covid-19 Pandemic, end of year assessments did not take place including the Year 1 Phonics Check.

The trustees aim to ensure that the academy meets the following financial requirements:

- Operates within its means and remains solvent
- Achieves best value for all activities undertaken and contracted services
- Maintains appropriate reserves
- Maintains a balanced budget moving forward, taking likely contingencies into account
- Seeks to maintain the numbers of children in the school

Going concern

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

Financial review

Most of the Academy's income is obtained from the DfE via the EFA in the form of recurrent grants, the use of which is restricted to particular purposes. The grants from the DfE during the period ending 31 August 2021 and the associated expenditure are shown as Restricted Funds in the Statement of Financial Activities.

The Academy also receives an income from Streetsbrook Childcare.

The Academy does not undertake and significant fundraising activities

A total of £424,963 was used from reserves this year, £342,000 of which relates to the actuarial loss on the Local Government Pension Scheme.

Whilst the Academy has an adequate intake of pupils, risks to revenue funding from a falling roll are small. However, the National Funding Formual has had very little impact on the academy's budget, and increasing employment and premises costs as well as the closure of Childcare during the recent lockdown has meant that the budget is increasingly tight.

The Governors examine the financial health formally every half term, reviewing performance against budgets and overall expenditure by means of regular update reports at all Governors and Finance Committee meetings.

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

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

STREETSBROOK ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Reserves policy

The Trustees review the reserve levels of the Academy on a half-termly basis. The review encompasses the nature of the income and expenditure streams, the need to match income with commitments and the nature of reserves. The Trustees take into consideration the future plans of the Academy, the uncertainty over future income streams and other key risks identified in the risk review. The Academy continues to follow the recommendation of the Local Authority not to exceed a reserve of restricted funds in excess of 8% of its total budget.

The Academy's current level of unrestricted reserves is £28,542. The Trustees plan to use these funds to maintain the Academy's staffing structure.

Investment policy

Cash reserves which are deemed to be significant and long-term, may be invested in Treasury deposits with maturity dates which do not result in the cash funds being unavailable for longer than 8 weeks upon agreement of the Trustees.

Principal risks and uncertainties

The Governors have implemented a number of systems to assess risks that the Academy faces, especially in the strategic risk areas and in relation to financial control. Systems have been introduced, including operational procedures and internal financial controls to minimise risk. The academy has an effective system of internal financial controls.

The key controls used by the Academy include:

- Detailed terms of reference for all committees
- Formal agendas and minutes for the Trustees, Governing Body and Committees
- Scheme of Governance and Decision Making Matrix
- Formal written policies
- Clear authorisation and approval levels
- Policies and procedures required by law to protect the vulnerable

The Governors consider the principle risks and uncertainties facing the academy are:

- Complying with all legislative requirements regarding employment law, data protection, discrimination, child protection and the rules and regulations and legal requirements of Companies House, HMRC and the Charity Commission

Financial risks:

- Not operating within the budget, and running a deficit
- Changes in funding
- Inability to maintain current staffing ratios due to lack of funding which will impact significantly on educational standards
- General Annual Grant is provided as 'flat cash' which does not take into account pay awards, inflationary increases and increasing employers pension contributions
- Inappropriate or insufficient financial controls and systems
- Impact of having a significant number of children with SEND, some requiring additional 1:1 support

The key controls used by the Academy include:

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- Scheme of Governance and Decision Making Matrix
- Formal written policies
- Clear authorisation and approval levels
- Policies and procedures required by law to protect the vulnerable

STREETSBROOK ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Plans for future periods

The Improvement Priorities for 2021-22 are as follows:

Curriculum:

School:

- To continue to review and develop the curriculum in light of the Covid-19 pandemic to ensure it is coherently planned and sequenced, addresses any gaps in learning and enables children to know more and remember more in preparation for their next steps
- There will be a particular focus on:
 - Geography
 - Assessment

Childcare

- To develop a secure knowledge and understanding of the new EYFS Framework and ensure any revisions to the curriculum enable children to continue to develop their thinking and problem-solving skills to build on their curiosity and to help them make the best possible progress in their learning (Ofsted, 2019)

Outcomes:

EYFS Data:

- To improve the % of children achieving a Good Level of Development by at least 10%

KS1 Data:

- To improve outcomes at the end of Year 2, so that they are above national they are broadly in line with pre-Covid-19 outcomes
- To improve the % of children meeting age-related expectations in Reading, Writing and Maths from their Year 1 Baseline by at least 10%

Behaviour and Attitudes

- This is not a priority for 2021-22. However, there will be a focus on the children's behaviour around the school, most notably at playtimes, lunchtimes and in whole class assemblies.

Personal Development

- Personal development is always a priority at Streetsbrook and as such children are very well equipped to keep themselves mentally healthy. Practice is embedded into our daily routines. See PSHE and Inclusion Action Plans for further details.

Leadership & Management

Childcare

- To develop a personalised programme of CPD to develop staff knowledge and understanding and improve daily practice

School

- To continue to develop and support subject leaders to ensure they are equipped with the knowledge, skills and understanding to lead their area(s) of responsibility

STREETSBROOK ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

Auditor

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware
- 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 Jerroms 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:



Mr A Pierssene
Chair

STREETSBROOK ACADEMY TRUST

GOVERNANCE STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2021

Scope of responsibility

As trustees we acknowledge we have overall responsibility for ensuring that Streetsbrook Academy 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.

The board of trustees has delegated the day-to-day responsibility to the Headteacher/CEO as accounting officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and in accordance with the requirements and responsibilities assigned to it in the funding agreement between Streetsbrook Academy 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 Statement of Trustees' Responsibilities. The board of trustees has formally met five times during the period from 1 September 2020 – 31 August 2021. Attendance was as follows:

Trustees	Meetings attended	Out of possible
Mr A Pierssene (Chair)	16	16
Mrs C Llewellyn	16	18
Mrs L Minter (Headteacher)	21	21
Mr S Rogers	0	0
Mrs N Jamieson	8	11
Mr N Chadaway	18	18

The finance and general purposes committee is a sub-committee of the main board of trustees. Its purpose is to provide financial oversight for the academy. This includes:

- Monitoring, evaluating and reviewing policy and performance in relation to financial management
- Ensuring compliance with reporting and regulatory requirements
- setting targets to measure financial and other performance
- Receiving and acting upon reports from the Responsible Officer
- Drafting the annual budget
- Identifying and managing risks

There were 3 meetings for the Finance Committee between 1 September 2020 and the end of August 2021.

Review of value for money

As accounting officer the Headteacher/CEO/Accounting 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 the educational and wider societal outcomes achieved in return for the taxpayer resources received.

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

As Accounting officer, the Headteacher for the academy trust has ensured the best possible educational and wider outcomes through the, efficient and effective use of all the resources in the trust's charge, the avoidance of waste and extravagance and prudent and economical administration. This has been achieved by strict adherence to all agreed policies and procedures, open and transparent decisions about recruitment and deployment of staff, and rigorous monitoring of all aspects of the Academy's work.

STREETSBROOK ACADEMY TRUST

GOVERNANCE STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

The purpose of the system of internal control

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

Capacity to handle risk

The board of trustees has reviewed the key risks to which the academy trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The board of trustees is of the view that there is a formal on-going process for identifying, evaluating and managing the academy trust's significant risks that 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 accounts. This process is regularly reviewed by the board of trustees.

The risk and control framework

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

- Comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the board of trustees
- Regular reviews by the finance and audit committee of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes
- Setting targets to measure financial and other performance
- Clearly defined purchasing (asset purchase or capital investment) guidelines
- Delegation of authority and segregation of duties
- Identification and management of risks

Review of effectiveness

As accounting officer the headteacher has responsibility for reviewing the effectiveness of the system of internal control.

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



Mr A Pierssene
Chair



Mrs L Minter
Headteacher

STREETSBROOK ACADEMY TRUST

STATEMENT OF REGULARITY, PROPRIETY AND COMPLIANCE FOR THE YEAR ENDED 31 AUGUST 2021

As accounting officer of Streetsbrook Academy Trust I have considered my responsibility to notify the academy trust board of trustees and the Education Funding Agency (EFA) of material irregularity, impropriety and non-compliance with EFA 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.



Mrs L Minter
Accounting Officer

25 November 2021

STREETSBROOK ACADEMY TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2021

The trustees (who act as governors of Streetsbrook Academy Trust and are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with the Annual Accounts Direction published by the Education 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 (FRS102) and the Academies Accounts Direction 2020 to 2021;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS102) 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 EFA/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:



Mr A Pierssene
Chair

STREETSBROOK ACADEMY TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF STREETSBROOK ACADEMY TRUST

FOR THE YEAR ENDED 31 AUGUST 2021

Opinion

We have audited the accounts of Streetsbrook Academy 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.

STREETSBROOK ACADEMY TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF STREETSBROOK ACADEMY 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

STREETSBROOK ACADEMY TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF STREETSBROOK ACADEMY TRUST (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

As part of our planning process:

- We enquired of management the systems and controls the academy has in place, the areas of the financial statements that are most susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The academy did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the academy.
- We considered the incentives and opportunities that exist in the academy, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the academy, together with the discussions held with the academy at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

The key procedures we undertook to detect irregularities including fraud during the course of the audit included:

- Identifying and testing journal entries and the overall accounting records, in particular those that were significant and unusual.
- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Reviewing and challenging the assumptions and judgements used by management in their significant accounting estimates, in particular in relation to gifts in kind
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Assessing the validity of the classification of income, expenditure, assets and liabilities between unrestricted and restricted funds.
- Obtaining third-party confirmation of material bank balances.
- Documenting and verifying all significant related party balances and transactions.
- Reviewing documentation such as the academy board minutes for discussions of irregularities including fraud.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements even though we have properly planned and performed our audit in accordance with auditing standards. The primary responsibility for the prevention and detection of irregularities and fraud rests with the trustees of the academy.

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.

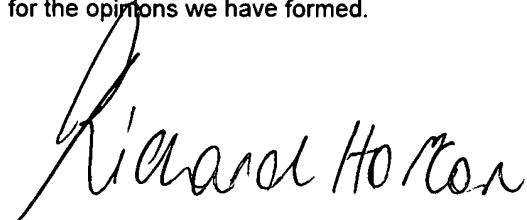
STREETSBROOK ACADEMY TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF STREETSBROOK ACADEMY TRUST (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

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.



Mr Richard Alan Horton FCCA (Senior Statutory Auditor)
for and on behalf of Jerroms

25 November 2021

Chartered Certified Accountants
Statutory Auditor

Lumaneri House
Blythe Gate
Blythe Valley Park
Solihull
West Midlands
B90 8AH

STREETSBROOK ACADEMY TRUST

INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO STREETSBROOK ACADEMY 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 25 November 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 Streetsbrook Academy 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 Streetsbrook Academy Trust and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to the Streetsbrook Academy 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 Streetsbrook Academy Trust and ESFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of Streetsbrook Academy Trust's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of Streetsbrook Academy Trust's funding agreement with the Secretary of State for Education dated 15 June 2016 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:

- obtaining sufficient understanding of the framework and authorities;
- discussion of procedures relating to regularity with the accounting officer;
- review of work performed during the internal audit function;
- tailoring of specific tests in the following areas:
 - evaluation of the control environment
 - testing the application of funds
 - authorisation of expenditure
 - review of accounts with a greater susceptibility to impropriety
 - consideration of transactions outside of the delegated authority levels

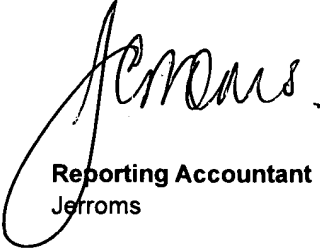
STREETS BROOK ACADEMY TRUST

INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO STREETS BROOK ACADEMY 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
Jerroms

Dated: 25 November 2021

STREETSBROOK ACADEMY TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2021

		Unrestricted funds	Restricted funds:		Total 2021	Total 2020 as restated
	Notes	£	General	Fixed asset	£	£
Income and endowments from:						
Donations and capital grants	3	17,427	-	130,416	147,843	354,885
Charitable activities:						
- Funding for educational operations	4	44,650	1,268,048	-	1,312,698	1,297,987
Other trading activities	5	238,165	-	-	238,165	245,198
Investments	6	24	-	-	24	92
Total		<u>300,266</u>	<u>1,268,048</u>	<u>130,416</u>	<u>1,698,730</u>	<u>1,898,162</u>
Expenditure on:						
Raising funds	7	568	-	-	568	1,112
Charitable activities:						
- Educational operations	8	94,441	1,631,420	55,264	1,781,125	1,692,018
Total	7	<u>95,009</u>	<u>1,631,420</u>	<u>55,264</u>	<u>1,781,693</u>	<u>1,693,130</u>
Net income/(expenditure)		205,257	(363,372)	75,152	(82,963)	205,032
Transfers between funds	18	(236,494)	199,387	37,107	-	-
Other recognised gains/(losses)						
Actuarial losses on defined benefit pension schemes	20	-	(342,000)	-	(342,000)	(492,000)
Net movement in funds		<u>(31,237)</u>	<u>(505,985)</u>	<u>112,259</u>	<u>(424,963)</u>	<u>(286,968)</u>
Reconciliation of funds						
Total funds brought forward		59,779	(1,793,015)	2,460,824	727,588	1,014,556
Total funds carried forward		<u>28,542</u>	<u>(2,299,000)</u>	<u>2,573,083</u>	<u>302,625</u>	<u>727,588</u>

STREETSBROOK ACADEMY 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 As restated	Notes	Unrestricted funds £	Restricted funds: General Fixed asset		Total 2020 £
		£	£	£	£
Income and endowments from:					
Donations and capital grants	3	14,374	-	340,511	354,885
Charitable activities:					
- Funding for educational operations	4	41,590	1,256,397	-	1,297,987
Other trading activities	5	245,198	-	-	245,198
Investments	6	92	-	-	92
Total		<u>301,254</u>	<u>1,256,397</u>	<u>340,511</u>	<u>1,898,162</u>
Expenditure on:					
Raising funds	7	1,100	12	-	1,112
Charitable activities:					
- Educational operations	8	20,343	1,640,133	31,542	1,692,018
Total	7	<u>21,443</u>	<u>1,640,145</u>	<u>31,542</u>	<u>1,693,130</u>
Net income/(expenditure)		279,811	(383,748)	308,969	205,032
Transfers between funds	18	(308,166)	307,733	433	-
Other recognised gains/(losses)					
Actuarial losses on defined benefit pension schemes	20	-	(492,000)	-	(492,000)
Net movement in funds		(28,355)	(568,015)	309,402	(286,968)
Reconciliation of funds					
Total funds brought forward		88,134	(1,225,000)	2,151,422	1,014,556
Total funds carried forward		<u>59,779</u>	<u>(1,793,015)</u>	<u>2,460,824</u>	<u>727,588</u>

STREETSBROOK ACADEMY TRUST

BALANCE SHEET

AS AT 31 AUGUST 2021

		2021		2020 as restated	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	12		2,584,982		2,464,106
Current assets					
Stocks	13	115		200	
Debtors	14	89,731		379,474	
Cash at bank and in hand		190,819		272,795	
		<u>280,665</u>		<u>652,469</u>	
Current liabilities					
Creditors: amounts falling due within one year	15	(231,341)		(585,987)	
Net current assets			<u>49,324</u>		<u>66,482</u>
Total assets less current liabilities			<u>2,634,306</u>		<u>2,530,588</u>
Creditors: amounts falling due after more than one year	16		(32,681)		-
Net assets before defined benefit pension scheme liability			<u>2,601,625</u>		<u>2,530,588</u>
Defined benefit pension scheme liability	20		(2,299,000)		(1,803,000)
Total net assets			<u><u>302,625</u></u>		<u><u>727,588</u></u>
Funds of the academy trust:					
Restricted funds	18				
- Fixed asset funds			2,573,083		2,460,824
- Restricted income funds			-		9,985
- Pension reserve			(2,299,000)		(1,803,000)
Total restricted funds			<u>274,083</u>		<u>667,809</u>
Unrestricted income funds	18		<u>28,542</u>		<u>59,779</u>
Total funds			<u><u>302,625</u></u>		<u><u>727,588</u></u>

The accounts on pages 20 to 43 were approved by the trustees and authorised for issue on 25 November 2021 and are signed on their behalf by:


Mr A Pierssene
Chair

Company Number 10225404

STREETSBROOK ACADEMY TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2021

		2021	2020
	Notes	£	as restated £
Cash flows from operating activities			
Net cash (used in)/provided by operating activities	21	(66,336)	42,160
Cash flows from investing activities			
Dividends, interest and rents from investments	24	92	
Capital grants from DfE Group	130,416	340,511	
Purchase of tangible fixed assets	(182,913)	(340,944)	
Net cash used in investing activities		(52,473)	(341)
Cash flows from financing activities			
Condition Improvement Fund loan	36,833	-	
Net cash provided by/(used in) financing activities		36,833	-
Net (decrease)/increase in cash and cash equivalents in the reporting period		(81,976)	41,819
Cash and cash equivalents at beginning of the year		272,795	230,976
Cash and cash equivalents at end of the year		<u>190,819</u>	<u>272,795</u>

STREETSBROOK ACADEMY 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.

1.2 Going concern

The trustees assess whether the use of going concern is appropriate, ie whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charitable company to continue as a going concern. The trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the 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.

Sponsorship income

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

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.

STREETSBROOK ACADEMY 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.

Donated goods, facilities and services

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

Donated fixed assets

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

1.4 Expenditure

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

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

All resources expended are inclusive of irrecoverable VAT.

Expenditure on raising funds

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

Charitable activities

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

1.5 Tangible fixed assets and depreciation

Assets costing £500 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

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

STREETSBROOK ACADEMY 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:

Land and buildings	Between 20 and 125 years
Computer equipment	30% Straight Line Basis
Fixtures, fittings & equipment	20% Straight Line Basis

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

1.6 Liabilities

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

1.7 Leased assets

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

1.8 Financial instruments

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

Financial assets

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

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

Financial liabilities

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

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

1.9 Stock

Stock is valued at the lower of cost and net realisable value. Net realisable value is based on estimated selling price less further costs to completion and disposal. Provision is made for obsolete and slow moving stock.

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.

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

(Continued)

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 the Education Funding Agency/Department for Education, sponsors or other funders where the asset acquired or created is held for a specific purpose.

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

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.

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

2 Critical accounting estimates and areas of judgement

(Continued)

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 20, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2016 has been used by the actuary in valuing the pensions liability at 31 August 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.

Critical areas of judgement

The annual depreciation charge depends primarily on the estimated useful life of the asset and circumstances. As per the accounting policies, depreciation is charged on a straight line basis. The directors annually review the asset life and adjust as necessary to reflect current thinking on the remaining life in light of technological change, prospective economic utilisation and physical condition of the asset concerned. Changes in asset lives can have a significant impact on depreciation charges for the period. It is not practical to quantify the impact of changes to asset lives on an overall basis, as asset lives are individually determined.

3 Donations and capital grants

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Capital grants	-	130,416	130,416	340,511
Other donations	17,427	-	17,427	14,374
	<u>17,427</u>	<u>130,416</u>	<u>147,843</u>	<u>354,885</u>

4 Funding for the academy trust's educational operations

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
DfE/ESFA grants				
General annual grant (GAG)	-	756,775	756,775	722,969
Other DfE/ESFA grants:				
Others	-	498,876	498,876	487,563
	<u>-</u>	<u>1,255,651</u>	<u>1,255,651</u>	<u>1,210,532</u>
COVID-19 additional funding				
Non-DfE/ESFA				
Coronavirus job retention scheme grant	-	12,397	12,397	45,865
	<u>44,650</u>	<u>-</u>	<u>44,650</u>	<u>41,590</u>
Other incoming resources				
	<u>44,650</u>	<u>-</u>	<u>44,650</u>	<u>41,590</u>
Total funding	<u>44,650</u>	<u>1,268,048</u>	<u>1,312,698</u>	<u>1,297,987</u>

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

5 Other trading activities

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Income from lettings	7,787	-	7,787	12,976
Income from staff insurance claims	13,143	-	13,143	13,819
Income from parental contributions	4,640	-	4,640	6,817
Income from childcare	212,595	-	212,595	211,586
	<u>238,165</u>	<u>-</u>	<u>238,165</u>	<u>245,198</u>

6 Investment income

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Short term deposits	24	-	24	92
	<u>24</u>	<u>-</u>	<u>24</u>	<u>92</u>

7 Expenditure

	Staff costs £	Non-pay expenditure Premises £	Other £	Total 2021 £	Total 2020 £
Expenditure on raising funds					
- Direct costs	-	-	568	568	1,112
Academy's educational operations					
- Direct costs	1,002,570	-	24,243	1,026,813	1,035,180
- Allocated support costs	361,451	181,091	211,771	754,313	656,838
	<u>1,364,021</u>	<u>181,091</u>	<u>236,582</u>	<u>1,781,694</u>	<u>1,693,130</u>

Net income/(expenditure) for the year includes:

	2021 £	2020 £
Fees payable to auditor for audit services	6,780	6,780
Depreciation of tangible fixed assets	62,038	35,177
Net interest on defined benefit pension liability	28,000	22,000
	<u>96,818</u>	<u>63,957</u>

The academy has, by resolution, waived the need for approval of the auditors' limitation liability, which has been set at £2,000,000 within the letter of engagement dated 25 November 2021. This approval has been confirmed in the letter of representation dated 25 November 2021.

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

8 Charitable activities

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Direct costs				
Educational operations	(3,312)	1,030,125	1,026,813	1,035,180
Support costs				
Educational operations	97,753	656,560	754,313	656,838
	<u>94,441</u>	<u>1,686,685</u>	<u>1,781,126</u>	<u>1,692,018</u>

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

8 Charitable activities

(Continued)

	2021 £	2020 £
Analysis of support costs		
Support staff costs	362,052	307,548
Depreciation	62,038	35,177
Technology costs	35,009	31,360
Premises costs	119,053	104,188
Legal costs	18,304	29,714
Other support costs	145,132	137,671
Governance costs	12,725	11,180
	<u>754,313</u>	<u>656,838</u>

9 Staff

Staff costs

Staff costs during the year were:

	2021 £	2020 £
Wages and salaries	929,702	942,841
Social security costs	66,056	68,608
Pension costs	351,051	295,356
	<u>1,346,809</u>	<u>1,306,805</u>
Staff costs - employees	1,346,809	1,306,805
Agency staff costs	17,212	6,746
	<u>1,364,021</u>	<u>1,313,551</u>
Staff development and other staff costs	2,999	5,327
	<u>1,367,020</u>	<u>1,318,878</u>

Staff numbers

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

	2021 Number	2020 Number
Teachers	7	8
Administration and support	42	45
Management	6	6
	<u>55</u>	<u>59</u>

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

9 Staff

(Continued)

Higher paid staff

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

	2021 Number	2020 Number
£80,000 - £90,000	1	1

Key management personnel

The key management personnel of the academy trust comprise the trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the academy trust was £295,595 (2020: £306,032).

10 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:

Mrs L Minter (headteacher):

- Remuneration £80,000 - £90,000
- Employer's pension contributions £15,000 - £20,000

During the year, travel and subsistence payments totalling £nil were reimbursed or paid directly to the trustees.

11 Trustees' and officers' insurance

In accordance with normal commercial practice, the academy trust has purchased insurance to protect trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy trust business. The insurance provides cover up to £5,000,000 on any one claim and the cost for the year ended 31 August 2021 was approximately £39 (2020: £41).

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

12 Tangible fixed assets

	Land and buildings	Computer equipment	Fixtures, fittings & equipment	Total
	£	£	£	£
Cost				
At 1 September 2020	2,499,204	52,934	32,377	2,584,515
Additions	160,685	15,390	6,838	182,913
At 31 August 2021	2,659,889	68,324	39,215	2,767,428
Depreciation				
At 1 September 2020	71,710	36,034	12,664	120,408
Charge for the year	43,599	11,449	6,990	62,038
At 31 August 2021	115,309	47,483	19,654	182,446
Net book value				
At 31 August 2021	2,544,580	20,841	19,561	2,584,982
At 31 August 2020	2,427,494	16,900	19,713	2,464,107

13 Stocks

	2021 £	2020 £
School uniform	115	200

14 Debtors

	2021 £	2020 £
Trade debtors	1,516	1,310
VAT recoverable	21,686	89,025
Other debtors	44,575	276,001
Prepayments and accrued income	21,954	13,138
	89,731	379,474

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

15 Creditors: amounts falling due within one year

	2021 £	2020 £
Other loans	4,152	-
Other taxation and social security	15,361	15,564
Other creditors	78,370	444,792
Accruals and deferred income	133,458	125,631
	<u>231,341</u>	<u>585,987</u>

16 Creditors: amounts falling due after more than one year

	2021 £	2020 £
Other loans	32,681	-
	<u>32,681</u>	<u>-</u>

Analysis of loans	2021 £	2020 £
Wholly repayable within five years	36,833	-
Less: included in current liabilities	(4,152)	-
	<u>32,681</u>	<u>-</u>
Amounts included above	<u>32,681</u>	<u>-</u>

Loan maturity		
Debt due in one year or less	4,152	-
Due in more than one year but not more than two years	4,152	-
Due in more than two years but not more than five years	12,456	-
Due in more than five years	16,073	-
	<u>36,833</u>	<u>-</u>

17 Deferred income

	2021 £	2020 £
Deferred income is included within:		
Creditors due within one year	62,457	61,005
	<u>62,457</u>	<u>61,005</u>
Deferred income at 1 September 2020	61,005	68,014
Released from previous years	(61,005)	(68,014)
Resources deferred in the year	62,457	61,005
Deferred income at 31 August 2021	<u>62,457</u>	<u>61,005</u>

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

18 Funds

	Balance at 1 September 2020 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2021 £
Restricted general funds					
General Annual Grant (GAG)	-	756,775	(956,162)	199,387	-
Coronavirus job retention scheme grant	-	12,397	(12,397)	-	-
Other DfE/ESFA grants	9,985	498,876	(508,861)	-	-
Pension reserve	(1,803,000)	-	(154,000)	(342,000)	(2,299,000)
	<u>(1,793,015)</u>	<u>1,268,048</u>	<u>(1,631,420)</u>	<u>(142,613)</u>	<u>(2,299,000)</u>
Restricted fixed asset funds					
Inherited on conversion	2,036,966	-	(18,087)	-	2,018,879
DfE group capital grants	423,858	130,416	(37,177)	37,107	554,204
	<u>2,460,824</u>	<u>130,416</u>	<u>(55,264)</u>	<u>37,107</u>	<u>2,573,083</u>
Total restricted funds	<u>667,809</u>	<u>1,398,464</u>	<u>(1,686,684)</u>	<u>(105,506)</u>	<u>274,083</u>
Unrestricted funds					
General funds	53,594	284,876	(88,235)	(236,494)	13,741
Fixed asset	6,185	15,390	(6,774)	-	14,801
	<u>59,779</u>	<u>300,266</u>	<u>(95,009)</u>	<u>(236,494)</u>	<u>28,542</u>
Total funds	<u>727,588</u>	<u>1,698,730</u>	<u>(1,781,693)</u>	<u>(342,000)</u>	<u>302,625</u>

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

18 Funds

(Continued)

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

General Annual Grant (GAG)

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

Other DfE / EFA grants

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

Other government grants

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

Other restricted funds

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

Pension reserve

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

DfE / EFA capital grants

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

General funds

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

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

18 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)	-	722,969	(963,894)	240,925	-
Other DfE/ESFA grants	-	487,563	(544,386)	66,808	9,985
Coronavirus job retention scheme grant	-	45,865	(45,865)	-	-
Pension reserve	(1,225,000)	-	(86,000)	(492,000)	(1,803,000)
	<u>(1,225,000)</u>	<u>1,256,397</u>	<u>(1,640,145)</u>	<u>(184,267)</u>	<u>(1,793,015)</u>
Restricted fixed asset funds					
Transfer on conversion	2,056,184	-	(19,218)	-	2,036,966
DfE group capital grants	94,968	340,511	(12,054)	433	423,858
Capital expenditure from GAG	270	-	(270)	-	-
	<u>2,151,422</u>	<u>340,511</u>	<u>(31,542)</u>	<u>433</u>	<u>2,460,824</u>
Total restricted funds	<u>926,422</u>	<u>1,596,908</u>	<u>(1,671,687)</u>	<u>(183,834)</u>	<u>667,809</u>
Unrestricted funds					
General funds	78,314	301,254	(17,808)	(308,166)	53,594
Fixed asset	9,820	-	(3,635)	-	6,185
	<u>88,134</u>	<u>301,254</u>	<u>(21,443)</u>	<u>(308,166)</u>	<u>59,779</u>
Total funds	<u>1,014,556</u>	<u>1,898,162</u>	<u>(1,693,130)</u>	<u>(492,000)</u>	<u>727,588</u>

19 Analysis of net assets between funds

	Unrestricted Funds £	Restricted funds: General £	Fixed asset £	Total Funds £
Fund balances at 31 August 2021 are represented by:				
Tangible fixed assets	14,800	-	2,570,182	2,584,982
Current assets	96,245	168,289	16,131	280,665
Creditors falling due within one year	(49,822)	(168,289)	(13,230)	(231,341)
Creditors falling due after one year	(32,681)	-	-	(32,681)
Defined benefit pension liability	-	(2,299,000)	-	(2,299,000)
Total net assets	<u>28,542</u>	<u>(2,299,000)</u>	<u>2,573,083</u>	<u>302,625</u>

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

19 Analysis of net assets between funds

(Continued)

	Unrestricted Funds £	Restricted funds: General £	Fixed asset £	Total Funds £
Fund balances at 31 August 2020 are represented by:				
Tangible fixed assets	6,183	-	2,457,923	2,464,106
Current assets	139,611	135,776	377,082	652,469
Creditors falling due within one year	(86,015)	(125,791)	(374,181)	(585,987)
Defined benefit pension liability	-	(1,803,000)	-	(1,803,000)
Total net assets	59,779	(1,793,015)	2,460,824	727,588

20 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 Barnett Waddingham. Both are multi-employer defined benefit schemes.

The pension costs are assessed in accordance with the advice of independent qualified actuaries. The latest actuarial valuation of the TPS related to the period ended 31 March 2016, and that of the LGPS related to the period ended 31 March 2016.

Contributions amounting to £20,653 (2020: £19,753) were payable to the schemes at 31 August 2021 and are included within creditors.

Teachers' Pension Scheme

Introduction

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

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

20 Pension and similar obligations

(Continued)

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 £191,500 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £176,600 million giving a notional past service deficit of £14,900 million
- an employer cost cap of 10.9% of pensionable pay will be applied to future valuations
- the assumed real rate of return is 3.0% in excess of prices and 2.0% in excess of earnings. The rate of real earnings growth is assumed to be 2.75%. The assumed nominal rate of return is 5.06%

The 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 £93,943 (2020: £97,831).

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

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

Local Government Pension Scheme

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contributions are as noted below. The agreed contribution rates for future years are 18.4% for employers and 5.5% to 6.5% 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.

Total contributions made	2021 £	2020 £
Employer's contributions	131,000	133,000
Employees' contributions	28,000	29,000
Total contributions	159,000	162,000

Principal actuarial assumptions	2021 %	2020 %
Rate of increase in salaries	3.85	3.20
Rate of increase for pensions in payment/inflation	2.85	2.20
Discount rate for scheme liabilities	1.70	1.65
Inflation assumption (CPI)	2.85	2.20

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

20 Pension and similar obligations

(Continued)

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

	2021 Years	2020 Years
Retiring today		
- Males	21.6	21.9
- Females	24.0	24.1
Retiring in 20 years		
- Males	23.4	23.8
- Females	25.8	26.0

Sensitivity analysis at 31 August 2021	£'000s	£'000s	£'000s
Adjustment to discount rate	+0.1%	0.0%	-0.1%
Present value of total obligation	3,163	3,263	3,366
Projected service cost	307	320	333
Adjustment to long term salary	+0.1%	0.0%	-0.1%
Present value of total obligation	3,266	3,263	3,260
Projected service cost	320	320	320
Adjustment to pension increase and deferred revaluation	+0.1%	0.0%	-0.1%
Present value of total obligation	3,362	3,263	3,167
Projected service cost	333	320	307
Adjustment to life expectancy assumptions	+1 year	None	-1 year
Present value of total obligation	3,402	3,263	3,130
Projected service cost	334	320	306

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

	2021 Fair value £	2020 Fair value £
Equities	587,000	385,000
Government Bonds	80,000	75,000
Other Bonds	59,000	27,000
Cash/Liquidity	35,000	46,000
Property	68,000	52,000
Other assets	135,000	103,000
Total market value of assets	964,000	688,000

The actual return on scheme assets was £134,000 (2020: £38,000).

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

20 Pension and similar obligations

(Continued)

Amount recognised in the statement of financial activities

	2021 £	2020 £
Current service cost	257,000	197,000
Interest cost	28,000	22,000
Total operating charge	<u>285,000</u>	<u>219,000</u>

Changes in the present value of defined benefit obligations

	2021 £	2020 £
At 1 September 2020	2,491,000	1,734,000
Current service cost	257,000	197,000
Interest cost	41,000	33,000
Employee contributions	28,000	29,000
Actuarial loss	463,000	519,000
Benefits paid	(17,000)	(21,000)
At 31 August 2021	<u>3,263,000</u>	<u>2,491,000</u>

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

	2021 £	2020 £
At 1 September 2020	688,000	509,000
Interest income	134,000	55,000
Actuarial (gain)/loss	-	(17,000)
Employer contributions	131,000	133,000
Employee contributions	28,000	29,000
Benefits paid	(17,000)	(21,000)
At 31 August 2021	<u>964,000</u>	<u>688,000</u>

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

21 Reconciliation of net (expenditure)/income to net cash flow from operating activities

	2021 £	2020 £
Net (expenditure)/income for the reporting period (as per the statement of financial activities)	(82,963)	205,032
Adjusted for:		
Capital grants from DfE and other capital income	(130,416)	(340,511)
Investment income receivable	(24)	(92)
Defined benefit pension costs less contributions payable	126,000	64,000
Defined benefit pension scheme finance cost	28,000	22,000
Depreciation of tangible fixed assets	62,038	35,177
Decrease/(increase) in stocks	85	(45)
Decrease/(increase) in debtors	289,743	(315,266)
(Decrease)/increase in creditors	(358,799)	371,865
Net cash (used in)/provided by operating activities	(66,336)	42,160

22 Analysis of changes in net funds

	1 September 2020 £	Cash flows £	31 August 2021 £
Cash	272,795	(81,976)	190,819
Loans falling due within one year	-	(4,152)	(4,152)
Loans falling due after more than one year	-	(32,681)	(32,681)
	<u>272,795</u>	<u>(118,809)</u>	<u>153,986</u>

23 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	2,245	454
Amounts due in two and five years	5,800	-
	<u>8,045</u>	<u>454</u>

24 Related party transactions

No related party transactions took place in the period of account other than certain trustees' remuneration and expenses already disclosed in note 10.

STREETSBROOK ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

25 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.

26 Prior period adjustment

	1 September 2019 £	31 August 2020 £
Reconciliation of funds		
Funds as reported - not affected by restatement	1,014,556	727,588
		2020 £
Reconciliation of net income for the previous financial period		
Net income as reported - not affected by restatement		205,032

Notes to restatement

Presentation of funds

In the financial year ended August 2020, £155,366 relating to childcare income has been reclassified as restricted funds.

As the adjustment is for presentation purposes, there is no effect on net income/expenditure for the year or the total balance of funds.

Presentation of furlough income

Coronavirus job retention scheme grants received from the government totalling £45,865 have been reclassified as restricted funds in the prior year.

As this is a reclassification adjustment, there is no effect on net income/expenditure or total funds at the year end.