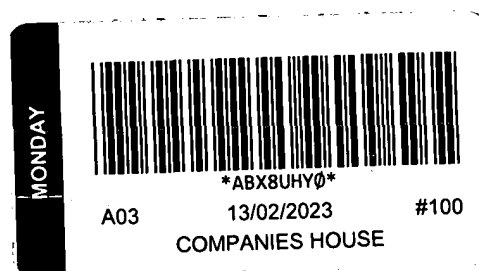


Company Registration Number: 11474011 (England & Wales)

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022



PRINCE REGENT STREET TRUST
(A company limited by guarantee)

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PRINCE REGENT STREET TRUST
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS

Members

P Carey
C Herron
H Herron (Appointed 7 December 2021)
K Steven
C Wheatley (Appointed 7 December 2021)

Governors

K Steven, Chair^{1,2}
J Irvine, Vice Chair^{1,2}
J Armstrong, CEO and Accounting Officer^{1,2}
E Avison²
H Beckwith^{1,2}
M Colley, Chair of Trust Improvement Committee²
J Kirkbride (Appointed 7 December 2021)
A McCulloch, Chair of Finance and Audit Committee (Appointed 7 December 2021)¹
H Herron (resigned 7 December 2021)¹
J Hughes²

¹ Finance and Audit Committee

² Trust Improvement Committee

Company registered number

11474011

Company name

Prince Regent Street Trust

Principal and registered office

Hartburn Primary School
Adelaide Grove
Stockton-On-Tees
TS18 5BS

Company secretary

R Powner

Senior management team

J Armstrong, Chief Executive Officer & Executive Head Teacher
R Powner, Chief Finance & Operations Officer
K Morrison, Director of School Improvement
C Park, Head of School, Hartburn Primary School
R Birtwhistle, Head Teacher, Village Primary School
S Hawes, Head Teacher, Wolviston Primary School

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Independent auditors

Clive Owen LLP
Chartered Accountants
Statutory Auditors
140 Coniscliffe Road
Darlington
Co Durham
DL3 7RT

Bankers

Lloyds Bank Plc
83/85 Linthorpe Road
Middlesbrough
TS1 5BU

Solicitors

Stone King LLP
Upper Borough Court
Bath
BA1 1RG

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

GOVERNORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2022

The Governors present their annual report together with the financial statements and auditors' report of the charitable company for the period 1 September 2021 to 31 August 2022. The annual report serves the purposes of both a Governors' report and a directors' report under company law.

The Academy Trust operates academies for pupils aged 2 to 11 serving a catchment area in Stockton on Tees. It has a pupil capacity of 914 and had a roll of 964 in the school census on July 2022, including Nursery classes.

Structure, governance and management

Constitution

The Academy Trust is a charitable 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 Governors of Prince Regent Street Trust are also the Directors of the charitable company for the purposes of company law. The charitable company operates as Prince Regent Street Trust.

Details of the Governors who served during the year, and to the date these accounts are approved are included in the Reference and administrative details on page 1.

Members' liability

Each member of the charitable company undertakes to contribute to the assets of the 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 purchased insurance RPA to protect Directors from claims arising against negligent acts, error or omissions occurring whilst on academy trust business. Further details are provided in note 13.

Method of recruitment and appointment or election of Governors

The original members of the Academy Trust, as named in the incorporation documents are the signatories to the funding agreement between the Academy Trust and the Secretary of State. The Members appoint a minimum of 9 Governors including the CEO. The Secretary of State may, in special circumstances appoint such additional Governors as they feel fit. To date there have been no such additions. Future Governors shall be appointed or elected, as the case may be, under these articles, the total number of Governors who are employees of the Academy Trust shall not exceed one third of the total number of Governors. Subject to remaining eligible to be a particular type of Governor, any Governor may be re-appointed or re-elected.

Policies adopted for the induction and training of Governors

We recognise the positive contribution that Governors can make to our organisation, when they have the commitment training and are given opportunity to do so. We therefore aim to attract and retain Governors who have the experience, skills and desire to make a difference to their local community. The induction and training of new Governors will be managed by the Chair of the Board of Governors. Training will be purchased from Governor services at Stockton Borough Council, membership of the National Governors Association and bespoke in-house training from the Director of School Improvement as well as external providers.

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Structure, governance and management (continued)

Organisational structure

On 1 October 2018, on conversion to MAT status, the Board of Governors was established. It was decided that each school will also have a Local Governing Body (LGB). A LGB has been established at Hartburn Primary School, Village Primary School and Wolviston Primary School.

In addition to these LGBs, the Governors can form separate sub committees and challenge groups to consider academic progress, resources, health and safety, audit, finance and resources, discipline and appeals. The committee terms of reference are set out in our Governance Handbook, and scheme of delegation and reviewed annually. The annual budget is submitted to the Board of Governors for approval, prior to submission to the Education and Skills Funding Agency (ESFA), and the Board of Governors also receives regular reports on Academy Trust spend via the Finance and Resources Committee.

Day to day responsibility for operating the Academy Trust has been delegated to the CEO who manages the Academy Trust and implements policies approved by the Governors. The CEO fulfils the role of Accounting Officer and their responsibilities, together with an explanation of other additional delegated authorities includes:

- Staffing
 - Chair the Executive Head Teacher Board.
- Finance
 - Responsible for the line management of all central services including the management of the Chief Finance and Operations Officer.
 - Ensure compliance with the requirements of the Master Funding Agreement and Supplement Funding
- Agreements of the academy trust.
 - As the Accounting Officer for the Academy Trust, be personally responsible for the propriety and regularity of the public finances within the Academy Trust.
 - Ensure compliance with the Academy Trust Scheme of Delegation.
- Risk Management
 - Risk management has been incorporated into the agenda for the Finance, Audit and Risk committee.
 - Executive Head Teacher (EHT) meetings are timetabled to update and identify the risk / potential risk against a probability scale with identify preventative and resilience measures. Risks to the Academy Trust have been identified in the Trust risk register with appropriate actions identified to limit impact to the organisation.
- Engagement with other stakeholders
 - To promote the ethos and vision of the Prince Regent Street Trust and to present it to a wide range of audiences.
 - Be the main point of contact for the Local Authority, ESFA and other key bodies in respect of all aspects of the Academy Trust.

Arrangements for setting pay and remuneration of key management personnel

The pay and remuneration of the CEO/ Executive team is decided by the Board of Governors. The Academy Trust has delegated responsibility to Local Governing Bodies for other teachers and non-teaching staff having regard to the national framework and School Teacher's Pay and Conditions Document, taking into account the extent to which they have achieved their appraisal targets and objectives.

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Structure, governance and management (continued)

Related parties and other connected charities and organisations

All Members and Governors are required to declare any business interests that may impact on the Academy Trust. Details of transactions with Related Parties during the reporting period are in note 20 to the Financial Statements.

Member C Wheatley is CEO of Flying High Trust in Nottingham and does provide termly coaching sessions to the CEO and central team. This has been declared to the ESFA. Annual amount is below the £2,500 threshold.

Engagement with employees (including disabled persons)

Lifts, ramps and disabled toilets are installed and door widths are adequate to enable wheelchair access to all main areas of the Academy Trust. The policy of the Academy Trust is to support recruitment and retention of students and employees with disabilities. The Academy Trust does this by adapting the physical environment by making support resources available and through training and career development.

Engagement with suppliers, customers and others in a business relationship with the Academy Trust

The Prince Regent Street Trust is fundamentally one of sustainable school improvement. All three schools are good and outstanding, yet are very different in so many ways. We feel that having such a variety of different sizes and school make ups will enhance our capacity to support and develop other schools joining the Academy Trust. We have a very successful primary ethos, which enables all children to maximise their potential. We strongly believe that every child has the right to the highest quality education. Successful schools and their leaders hold the responsibility to work alongside other schools to support improvement. Leaders have a collective responsibility for improving the whole system for mutual benefit. The Prince Regent Street Trust is committed to highly effective working partnerships with school leaders, colleagues, parents and all other stakeholders.

The principal object and activity of the charitable company is the operation of Prince Regent Street Trust is to provide education for students of primary school age.

In accordance with the articles of association the charitable company has adopted a 'Scheme of Government' approved by the Secretary of State for Education. The Scheme of Government specified, amongst other things, the basis for admitting students to the academy trust, the catchment area from which the students are drawn, and that the curriculums should comply with the substance of the national curriculum.

Objectives and activities

The Academy Trust's main objectives are encompassed in its improvement strategy and commitment which is outlined below including the end objectives and the strategies used to achieve them.

At the heart of our school improvement strategy is a commitment to working in partnership with all our schools, and to support all schools in being self-improving, and to achieve a school-led system in order to promote and secure:

We have a proven track record of sustained school improvement .

- At least good levels of achievement for all children with many children achieving outstanding outcomes.
- High quality teaching.
- Effective leadership and governance in all schools.
- Access to high quality professional development for staff enabling sustained and continual improvement and developing a workforce in line with future succession planning needs and talent management policies.
- Opportunities for the identification and dissemination of effective practice and engagement in research and development including teacher inquiry.
- Safe schools with fair access.
- Affordability and value for money.

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Objectives and activities (continued)

Objects and Aims

The principal object and activity of the charitable company is the operation of Prince Regent Street Trust to provide education for students of different abilities between the ages of 2 and 11.

In accordance with the articles of association the charitable company has adopted a 'Scheme of Government' approved by the Secretary of State for Education. The Scheme of Government specified, amongst other things, the basis for admitting students to the Academy Trust, the catchment area from which the students are drawn, and that the curriculums should comply with the substance of the national curriculum.

The main objectives of the Academy Trust during the year ended 31 August 2022 are as summarised below:

1. Progress and Attainment
 - To regularly scrutinise all school data of all core subjects especially for those from disadvantaged backgrounds in order that clear improvements across all subjects are being made (L. Pollard also feeds back to Board of Governors as Trust Data Analyst).
 - To analyse Academy Trust level data and share with the Board of Governors at Trust Improvement committee.
 - To continue to review all Safeguarding standards in line with any changes to policy in order that they are exemplary across all 3 schools.
2. Collaboration
 - To expand the remit of the Academy Trust working parties feeding back to the Head Teacher Board and Governors regularly.
 - To continuously look for development opportunities for Trust wide CPD.
3. Financial stability and operational strength through:
 - To Comply with the Master Funding Agreement and Financial Handbook.
 - To mitigate any areas of risk and update risk register.
4. Leadership and Governance
 - To further embed the roles and responsibilities of Governors through board meeting discussions/decisions.
with a focus on Academy Trust accountability and a review of the Strategic Business plan.
 - To offer further CPD for Board Members in line with NGA guidance/ courses.
5. MAT stability and future growth
 - To update Academy Trust Growth plan.
 - To continue with established CEO networks both locally and nationally.
 - To continue the development of relationships with both local and national Multi Academy Trusts.

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Objectives and activities (continued)

Objectives, strategies and activities

The Academy Trust's main objectives are encompassed in its core ethos, vision and values. To this end the objectives and the strategies used to achieve them include following extracted from School Development plans

Hartburn	Village	Wolviston
Staff development: developing and strengthening the staff team at Hartburn. To design and implement Trust bespoke layered CPD packages to support quality first teaching at all levels. Writing: to continue to raise and maintain high standards in writing. To ensure consistent approaches across school. Hartburn bespoke curriculum: to continue to develop subject leaders. Subject leaders are upskilled to refine and articulate the sequencing and progression of their subject from Nursery to Year 6 (Cycle B). Maintenance: Community cohesion: to increase face-to-face community events. To ensure all stakeholders feel safe and welcome to attend school-based events. To strengthen community support and further develop two-way communication. Maintenance: EYFS: to continue to embed the new EYFS framework. To continue the effective implementation of the new EY framework in order that children in Nursery and Reception benefit from the latest best practice and make outstanding progress from their starting points.	Whole school explicit writing focus: to increase the level of control and sophistication when writing. Cohesion and linking of paragraphs will be enhanced by focusing on purpose and audience. Whole school – develop a mastery approach in mathematics: To implement and embed a consistent approach to mastery in maths. Whole school – Two-year-old provision: To ensure the new TYOP is safe, effective and displays high quality provision of new TYO starters. Maintenance: Whole school – attendance: following the previous Ofsted, continue to take attendance seriously. Maintain the focus on children attending school every day. Maintenance: Whole school Reading and Phonics - following on from the successful outcomes of 2022, where attainment increased from 54% to 92%, we understand the importance that reading and phonics play in the curriculum and therefore remain a priority	Curriculum Development: continue to strengthen and embed the school's curriculum offer and evidence its implementation and impact through robust monitoring and evaluation. Foundation Subject Assessment: create bespoke assessment opportunities that allow pupils to demonstrate their learning. Ensure summative assessment is accurate and information is used for accountability. Early Years: Monitor the suitability of the learning environment and ensure provision and practice fully meet the needs of the children. Embed the approach to early reading and phonics. English: Continue to monitor the implementation and impact of the school's SSP. As a result, outcomes will continue to be sustained or improve. Maths: ensure long-term plans address mixed year classes. Implement additional challenge activities.

The activities undertaken to achieve these objectives are all intended to provide the highest quality of education in the public sector for students.

Public Benefit

The Academy Trust's aims and achievements are set out within this report and have been undertaken to further its charitable purposes for the public benefit. The Trustees have complied with the duty under Section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission for England and Wales and the Trustees have considered this guidance in deciding what activities the academy trust should undertake.

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Strategic Report

Achievements and performance

HARTBURN STATUTORY OUTCOMES FOR SUMMER TERM 2022											
EARLY YEARS – GOOD LEVEL OF DEVELOPMENT (GLD)	END OF KEY STAGE 1					END OF KEY STAGE 2					
	CRWM	R	W	M	Sc	CRWM	R	W	M	EGPS	Sc
88% (averages: national 65% Stockton 68%)											
PHONICS SCREENING CHECK	77%	84%	81%	84%	88%	75%	91%	87%	80%	77%	92%
84% (averages: national 76% Stockton 78%)	CRWM (GDS)	R (GDS)	W (GDS)	M (GDS)	Sc	CRWM (high)	R (high)	W (GDS)	M (high)	EGPS (high)	Sc
	19%	32%	23%	29%	-	5%	36%	16%	16%	27%	-
Key Stage 2								R	W	M	EGPS
Progress Scores								0.1	-0.2	-2	-
Average Scaled Score								107.4	-	104.3	105.3

VILLAGE SCHOOL'S STATUTORY OUTCOMES FOR SUMMER TERM 2022											
EARLY YEARS – GOOD LEVEL OF DEVELOPMENT (GLD)	END OF KEY STAGE 1					END OF KEY STAGE 2					
	CRWM	R	W	M	Sc	CRWM	R	W	M	EGPS	Sc
76% (averages: national 65% Stockton 68%)											
PHONICS SCREENING CHECK	72%	79%	72%	86%	86%	83%	92%	88%	88%	88%	88%
77% (averages: national 76% Stockton 78%)	CRWM (GDS)	R (GDS)	W (GDS)	M (GDS)	Sc	CRWM (high)	R (high)	W (GDS)	M (high)	EGPS (high)	Sc
	0%	0%	0%	0%	-	4%	25%	8%	25%	46%	-
Key Stage 2								R	W	M	EGPS
Progress Scores								2.7	1.8	1.8	-
Average Scaled Score								107.3	-	105.5	108.4

PRINCE REGENT STREET TRUST
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GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Strategic Report (continued)

Achievements and performance (continued)

WOLVISTON SCHOOL'S STATUTORY OUTCOMES FOR SUMMER TERM 2022											
EARLY YEARS – GOOD LEVEL OF DEVELOPMENT (GLD)	END OF KEY STAGE 1					END OF KEY STAGE 2					
	CRWM	R	W	M	Sc	CRWM	R	W	M	EGPS	Sc
	93% (averages: national 65% Stockton 68%)										
	PHONICS SCREENING CHECK	79%	86%	79%	86%	86%	86%	100%	93%	86%	79%
87% (averages: national 76% Stockton 78%)	CRWM (GDS)	R (GDS)	W (GDS)	M (GDS)	Sc	CRWM (high)	R (high)	W (GDS)	M (high)	EGPS (high)	Sc
	21%	29%	29%	36%	-	21%	43%	21%	50%	36%	-
	Key Stage 2 Progress Scores							R	W	M	EGPS
								0.3	1	1.6	-
	Average Scaled Score							107.8	-	106.6	108.3

Key Performance Indicators

Due to unprecedented times of no assessments for the last two years schools have been limited with data for submission. However to ensure best practice and accountability we have still collected key cohort predictions to enable further target setting and targeting of provision and resources. Included below are predicted end of year levels for each school for 2021 and 2022.

PRINCE REGENT STREET TRUST
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GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Strategic Report (continued)

Achievements and performance (continued)

HARTBURN

Key Indicator	National 2019 Comparison	2021 Internal Assessment	National 2022 Comparison	2022 Assessment Results
GLD Foundation Stage	(72%)	91%	65%	88%
Phonics Check	(82%)	Not yet taken	76%	84%
KS1 Reading Exp+	(75%)	83%	67%	84%
KS1 Writing Exp+	(69%)	75%	57%	81%
KS1 Maths Exp+	(76%)	78%	67%	84%
KS2 Reading Exp+	(73%)	90%	74%	91%
KS2 Writing Exp+	(78%)	89%	69%	87%
KS2 Maths Exp+	(79%)	88%	71%	80%
KS2 Combined	(65%)	85%	59%	75%

VILLAGE

Key Indicator	National 2019 Comparison	2021 Internal Assessment	National 2022 Comparison	2022 Assessment Results
GLD Foundation Stage	(72%)	69%	65%	76%
Phonics Check	(82%)	Not yet taken	76%	77%
KS1 Reading Exp+	(75%)	77%	67%	79%
KS1 Writing Exp+	(69%)	70%	57%	72%
KS1 Maths Exp+	(76%)	83%	67%	86%
KS2 Reading Exp+	(73%)	86%	74%	92%
KS2 Writing Exp+	(78%)	79%	69%	88%
KS2 Maths Exp+	(79%)	82%	71%	88%
KS2 Combined	(65%)	78%	59%	83%

PRINCE REGENT STREET TRUST
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GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Strategic Report (continued)

Achievements and performance (continued)

WOLVISTON

Key Indicator	National 2019 Comparison	2021 Internal Assessment	National 2022 Comparison	2022 Assessment Results
GLD Foundation Stage	(72%)	71%	65%	93%
Phonics Check	(82%)	Not yet taken	76%	87%
KS1 Reading Exp+	(75%)	64%	67%	86%
KS1 Writing Exp+	(69%)	79%	57%	79%
KS1 Maths Exp+	(76%)	86%	67%	86%
KS2 Reading Exp+	(73%)	92%	74%	100%
KS2 Writing Exp+	(78%)	75%	69%	93%
KS2 Maths Exp+	(79%)	92%	71%	86%
KS2 Combined	(65%)	75%	59%	86%

The results below show the Academy Trusts performance in 2022 against national comparison.

Prince Regent Street Trust

MAT Consolidated	National 2019 Comparison	2021 Internal Assessment	National 2022 Comparison	2022 Assessment Results
GLD Foundation Stage	(72%)	82%	65%	86%
% Y1 Pass	(82%)	89%	76%	83%
% Reading Exp +	(75%)	79%	67%	83%
% Writing EXP +	(69%)	73%	57%	79%
% Maths EXP +	(76%)	80%	67%	85%
% Reading Exp +	(73%)	89%	74%	92%
% Writing EXP +	(78%)	85%	69%	88%
% Maths EXP +	(79%)	87%	71%	86%

Financial performance indicators include;

- All spending is appropriate and supports the common goal of improving educational outcomes.
- No Trustee/Governor/Employee has benefitted personally from the use of these funds.
- Payroll services fully meet tax obligations.
- There is probity in the use of public funds.
- Competitive tendering is in place.
- Regular reviews of projected and actual student numbers and staffing requirements take place.

PRINCE REGENT STREET TRUST
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GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Strategic Report (continued)

Achievements and performance (continued)

Key Indicator	Actual 21/22	Budget 22/23	Budget 23/24	Budget 24/25
Staff costs as % of total expenditure	71%	76%	77%	79%
Teaching staff costs as a % of total income	72%	77%	79%	82%
Average teacher costs	1,929	1,568	1,510	1,439
Pupil teacher ratio	49,577	52,401	54,838	57,260
Surplus / deficit as a % of income	16.44	18.78	19.08	19.11
Total spend per pupil	-2%	-1%	-2%	-4%
Total reserves per pupil	8%	4%	2%	-3%

Going Concern

After making appropriate enquiries, the Board of Governors has a reasonable expectation that the Academy Trust has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue 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 accounting policies.

Budget forecast indicates the Academy Trust will be in cumulative deficit after two years. This deficit is solely within the Trusts central function and focusses the core growth strategy. The Trust have put in an application with DfE for a new School to join the Academy Trust which will secure the financial future for the foreseeable future as the Academy Trust continues to meet DfE targets of a fully academised system by 2030 which will see the Academy Trust reach at least 10 schools and care for 7,500 pupils.

Financial review

Most of the Academy Trust's income is obtained from the Department of Education (DfE) via the Education and Skills Funding Agency (ESFA) in the form of recurrent grants, the use of which is restricted to particular purposes. The grants received from the DfE/ESFA during the year ended 31 August 2022 and the associated expenditure are shown as restricted funds in the Statement of Financial Activities.

The Academy Trust also received grants for fixed assets from the DfE/ESFA. In accordance with the Charities Statement of Recommended practice, 'Accounting and Reporting by Charities' (SORP 2015), such grants are shown under the Statement of Financial Activities as restricted income in the fixed asset fund. The restricted fixed asset fund balance is reduced by annual depreciation charges over the expected useful life of the assets concerned.

During the year ended 31 August 2022 total recurrent grant funding from the DfE/ESFA together with other incoming resources exceeded total expenditure by £417,000. The excess of expenditure over income for the year of unrestricted funds and restricted funds (before transfers and actuarial gains, and excluding restricted fixed asset funds) was £459,000. The in-year deficit on restricted general funds plus unrestricted funds but excluding the increase in the pension reserve liability was £272,000.

All of the expenditure shown in the statement of financial activities is in furtherance of the Academy Trust's objectives.

At 31 August 2022 the net book value of fixed assets was £9,848,000 and movements in tangible fixed assets

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GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Strategic Report (continued)

are shown in note 13 to the financial statements. The assets were used exclusively for providing education and the associated support services to the students of the Academy Trust.

The provisions of Financial Reporting Standard (FRS) 102 relating to 'Retirement Benefits' have been applied in full, resulting in a deficit of £138,000 recognised on the balance sheet.

The Academy Trust held fund balances as at 31 August 2022 of £10,645,000 comprising of £NIL restricted general funds, £10,535,000 of restricted fixed asset funds, a pension deficit of £138,000 and £248,000 of unrestricted funds.

Reserves Policy

The Academy Trust holds endowment (if applicable), restricted and unrestricted funds (the attached financial statements detail these funds). The level of reserves is reviewed by the Governors regularly throughout the year. The minimum level of reserves for the ongoing needs of the academy trust is reviewed by the Governors on an annual basis. The Governors consider it prudent to hold unrestricted reserves in the general fund in the form of free reserves (total funds less the amount held in fixed assets and restricted funds) of the equivalent of 4 weeks expenditure.

The academy trust's level of free reserves (unrestricted and restricted funds excluding pension reserve and restricted fixed asset) at 31 August 2022 are £248,000. Governors believe that the level of reserves held by the academy trust as at 31 August 2022 is sufficient to meet the Reserves Policy.

As the academy trust continues to grow the reserves policy will continue to be monitored and reviewed.

Investment Policy

The Academy Trust invests surplus funds through money market accounts. Interest rates are reviewed prior to each investment. This policy maximises investment return whilst minimising risks to the principal sum.

PRINCE REGENT STREET TRUST
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GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Principal Risks and Uncertainties

The principal risks and uncertainties are centered on changes in the level of funding from DfE/ESFA. In addition, the Academy Trust is a member of the Local Government Pension Scheme (LGPS), which results in the recognition of a significant deficit on the Academy Trust Balance Sheet.

The Governors have assessed the major risks, to which the Academy Trust is exposed, in particular those relating specifically to teaching provision of facilities and other operational areas of the Academy Trust, and its finances. The Governors have implemented a number of systems to assess risks that the school faces, especially in the operational areas (e.g. in relation to teaching, health and safety, bullying and school visits) and in relation to the control of finance. Where significant financial risk still remains they have ensured they have adequate insurance cover. The Academy Trust has an effective system of internal financial controls and this is explained in more detail in the Governance Statement.

The Academy Trust has fully implemented the requirements of the Safe Recruitment procedures and all staff have received training in this area in addition to training on Child Protection.

The Academy Trust is subject to a number of risks and uncertainties in common with other academies. The Academy trust has in place procedures to identify and mitigate financial risks.

The Academy Trust and each school within it have in place a risk register with the main items of risk being reviewed at LGB and trust board meeting.

The Academy Trust has in place a risk management strategy and risk register. The CEO and Financial Director have lead responsibility for the risk management processes and Risk Register. The Risk Register is formally reviewed each term by the CEO and FD. The principal risks are as follows:

Section 1: Sustainability

- Lack of funding results in unsustainable Academy operation (national funding, numbers on roll, pension deficit, pupil numbers, inflation etc.)
- Critical Incidents
- Overall performance results

Section 2: Governance

- Reputational
- Succession Planning
- Finance
- Fraud & Data Security
- Employment laws risk; including pensions
- Health & Safety risk
- Facilities and adequacy of investment
- Governance structure and skills of Board/LGB

Section 3: New Academies

- Reputational
- Distance
- Resource: Team & Finance
- Contractual exposures
- Resource: IT
- Resource: Contracts - Catering, cleaning, grounds, facilities etc

PRINCE REGENT STREET TRUST
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GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

The principal risks and uncertainties are centered on changes in the level of funding from DfE & ESFA. In addition, the Academy Trust is a member of the Local Government Pension Scheme (LGPS), which results in the recognition of a significant deficit on the academy trust balance sheet.

Fundraising

All schools within the Academy Trust undertake both fundraising on behalf of other charitable organisations and for school specific purposes. Schools take part in many national charity events including, Red Nose Day and Children in Need and some schools also fundraise throughout the year for nominated charities. All income generated from these days are transferred direct to the individual charities.

As well as fundraising for external charities, most schools have active PTA organisations or "Friends of" organisations who actively fundraise through school based events. Money received for these events is managed by the individual organisations and schools apply to the independent organisations for contributions to specific school equipment or events to enhance the curriculum or children's learning experience in schools.

The Academy Trust is particularly aware of the need to protect vulnerable individuals in any fundraising we undertake. During the course of this accounting period, we received no complaints relating to our fundraising activities.

Plans for Future Periods

The priority for the Academy Trust in 2022/2023 is to expand the Academy Trust adding at least one new school and starting procedures to add at least one other additional School. We also remain committed to our core values and purposes that is to continue to improve levels of achievement for all students in line with our vision that all children reach their full potential and has specific KPI's in the strategic plan. The Academy Trust is committed to effective and sustainable school improvement and provides a broad and balance curriculum which prioritises the development of English and mathematics skills in order to give our children the best chance of succeeding in life.

Auditor

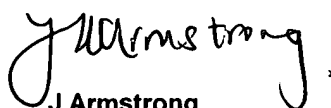
Insofar as the Trustees are aware:

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

The Governors' report, incorporating a strategic report, was approved by order of the Board of Governors, as the company directors, on 7 December 2022 and signed on its behalf by:



K Steven
Chair



J Armstrong
Accounting Officer

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

GOVERNANCE STATEMENT

Scope of responsibility

As Trustees, we acknowledge we have overall responsibility for ensuring that Prince Regent Street 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 Governors, we acknowledge we have overall responsibility for ensuring that Prince Regent Street 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 Governors has delegated the day-to-day responsibility to the Chief Executive Officer, 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 Prince Regent Street Trust and the Secretary of State for Education. They are also responsible for reporting to the Board of Governors any material weaknesses or breakdowns in internal control.

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

The Board of Governors has delegated the day-to-day responsibility to the CEO Julia Armstrong, 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 Prince Regent Street Trust and the Secretary of State for Education. They are also responsible for reporting to the Board of Governors any material weaknesses or breakdowns in internal control.

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

GOVERNANCE STATEMENT (CONTINUED)

Governance

The information on governance included here supplements that described in the Governors' report and in the Statement of governors' responsibilities. The Board of Governors has formally met 6 times during the year.

Attendance during the year at meetings of the Board of Governors was as follows:

Governor	Meetings attended	Out of a possible
K Steven, Chair	4	4
J Armstrong, CEO and Accounting Officer	4	4
J Irvine, Vice Chair	4	4
A McCulloch, Chair of Finance and Audit Committee	1	2
M Colley, Chair of Trust Improvement Committee	4	4
E Avison	0	4
H Beckwith	4	4
J Kirkbride	2	2
H Herron	0	0
J Hughes	0	0

Prince Regent Street Trust manages conflicts of interest by requesting declarations of interest from all Governors and SLT personnel at the beginning of the Academic year. Declaration of interests is also a standing agenda item at each governance meeting and all members are fully aware of the requirement to be transparent and open about any possible conflicts. Prince Regent Street Trust does not have ownership or control of any subsidiaries, joint ventures or associates.

The Finance and Audit Committee is a sub-committee of the main Board of Governors.

During the year A McCollough, who is a qualified auditor, joined the committee. Attendance at meetings in the year was as follows:

Governor	Meetings attended	Out of a possible
A McCulloch (chair)	2	2
K Steven	3	3
J Armstrong	3	3
J Irvine	2	3
H Beckwith	3	3

The Trust Improvement Committee is also a sub-committee of the main Board of Governors. Attendance at meetings in the year was as follows:

Governor	Meetings attended	Out of a possible
K Steven	3	3
J Armstrong	3	3
J Irvine	2	3
E Avison	1	3
H Beckwith	2	3
M Colley (chair)	2	3

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

GOVERNANCE STATEMENT (CONTINUED)

Review of value for money

The Accounting Officer considers how the Academy Trust's use of its resources has provided good value for money during each academic year, and reports to the Board of Governors where value for money can be improved, including the use of benchmarking data where appropriate. The Accounting Officer for the Academy Trust has delivered improved value for money during the year by:

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 the educational and wider societal outcomes achieved in return for the taxpayer resources received.

The Accounting Officer considers how the Academy Trust's use of its resources has provided good value for money during each academic year, and reports to the Board of Governors where value for money can be improved, including the use of benchmarking data where appropriate. The Academy Trust utilised its links to Partner and Associate members by being able to take a greater volume of demand to suppliers to drive efficiencies and lower costs. The Accounting Officer for the Academy Trust has delivered improved value for money during the year by:

- Management Information System – saved circa £2,000 per annum.
- Online Single Central Register – automatically updates to latest statutory requirements, reduces element of risk.
- Awarded over £1m Conditional Improvement Funding to complete Fire alarm, electrical and roofing works required across the Trust.

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 Prince Regent Street Trust for the period 1 September 2021 to 31 August 2022 and up to the date of approval of the annual report and financial statements.

Capacity to handle risk

The Board of Governors 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 Governors 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 2021 to 31 August 2022 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the Board of Governors.

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

GOVERNANCE STATEMENT (CONTINUED)

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 Governors
- 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

The Board of Governors has decided to buy-in an internal audit service from Azets.

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

- testing of payroll systems
- testing of purchase systems
- testing of control account/ bank reconciliations

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

Review of effectiveness

As Accounting Officer, the Chief Executive Officer has responsibility for reviewing the effectiveness of the system of internal control. During the year in question the review has been informed by:

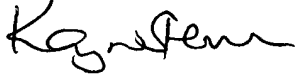
- the work of the internal auditor
- the work of the external auditor
- the financial management and governance self-assessment process or the school resources management self-assessment tool
- the work of the executive managers within the Academy Trust who have responsibility for the development and maintenance of the internal control framework.

The Accounting Officer has been advised of the implications of the result of their review of the system of internal control by the audit committee and a plan to address weaknesses and ensure continuous improvement of the system is in place.

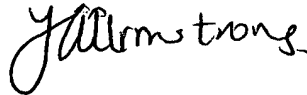
PRINCE REGENT STREET TRUST
(A company limited by guarantee)

GOVERNANCE STATEMENT (CONTINUED)

Approved by order of the members of the Board of Governors on 7 December 2022 and signed on their behalf by:



K Steven
Trustee



J Armstrong
Accounting Officer

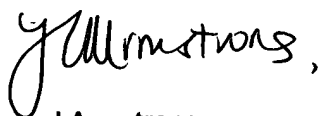
PRINCE REGENT STREET TRUST
(A company limited by guarantee)

STATEMENT ON REGULARITY, PROPRIETY AND COMPLIANCE

As Accounting Officer of Prince Regent Street Trust I have considered my responsibility to notify the Academy Trust Board of Governors and the Education & Skills Funding Agency (ESFA) of material irregularity, impropriety and non-compliance with terms and conditions of all funding received by the Academy Trust, under the funding agreement in place between the Academy Trust and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academy Trust Handbook 2021.

I confirm that I and the Academy Trust Board of Governors are able to identify any material irregular or improper use of all funds by the Academy Trust, or material non-compliance with the terms and conditions of funding under the Academy Trust's funding agreement and the Academy Trust Handbook 2021.

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 Governors and ESFA.



J Armstrong
Accounting Officer
Date: 7 December 2022

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

STATEMENT OF GOVERNORS' RESPONSIBILITIES
FOR THE YEAR ENDED 31 AUGUST 2022

The Governors (who are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Governors' report and the financial statements in accordance with the Academies Accounts Direction published by the Education and Skills Funding Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

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

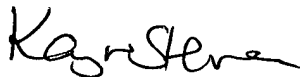
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

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

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

Approved by order of the members of the Board of Governors on 7 December 2022 and signed on its behalf by:



K Steven
Chair

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF
PRINCE REGENT STREET TRUST**

Opinion

We have audited the financial statements of Prince Regent Street Trust (the 'academy trust') for the year ended 31 August 2022 which comprise the Statement of financial activities, the Balance sheet, the Statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022 issued by the Education and Skills Funding Agency.

In our opinion the financial statements:

- give a true and fair view of the state of the Academy Trust's affairs as at 31 August 2022 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; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022 issued by the Education and Skills Funding Agency.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Academy Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Governors' 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 Governors with respect to going concern are described in the relevant sections of this report.

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF
PRINCE REGENT STREET TRUST (CONTINUED)**

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Governors are responsible for the other information contained within the Annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of 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 this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In the light of our 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 Governors' report including the Strategic report.

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

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

Responsibilities of Governors

As explained more fully in the Statement of governors' responsibilities, the Governors (who are also the directors of the Academy Trust for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Governors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Governors 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 Governors either intend to liquidate the Academy Trust or to cease operations, or have no realistic alternative but to do so.

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF
PRINCE REGENT STREET TRUST (CONTINUED)**

Auditors' responsibilities for the audit of the financial statements

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

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:

We undertake the following procedures to identify and respond to these risks of non-compliance:

- Understanding the key legal and regulatory frameworks that are applicable to the Trust. We communicated identified laws and regulations throughout the audit team and remained alert to any indications of noncompliance throughout the audit. We determined the most significant of these to be the regulations set out by the DfE/ESFA. Our audit focuses on financial matters as set out in our regularity opinion. Other key laws and regulations included safeguarding, Health & Safety, GDPR and employment law
- Enquiry of trustees and management as to policies and procedures to ensure compliance and any known instances of non-compliance
- Review of board minutes and correspondence with regulators
- Enquiry of trustees and management as to areas of the financial statements susceptible to fraud and how these risks are managed
- Challenging management on key estimates, assumptions and judgements made in the preparation of the financial statements. These key areas of uncertainty are disclosed in the accounting policies
- Identifying and testing unusual journal entries, with a particular focus on manual journal entries.

Through these procedures, we did not become aware of actual or suspected non-compliance.

We planned and performed our audit in accordance with auditing standards but owing to the inherent limitations of procedures required in these areas, there is an unavoidable risk that we may not have detected a material misstatement in the accounts. The further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve concealment, collusion, forgery, misrepresentations, or override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

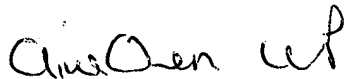
A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF
PRINCE REGENT STREET TRUST (CONTINUED)**

Use of our report

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



Kevin Shotton BA BFP FCA (Senior statutory auditor)
for and on behalf of
Clive Owen LLP
Chartered Accountants
Statutory Auditors

140 Coniscliffe Road
Darlington
Co Durham
DL3 7RT

Date: 7/7/22

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO PRINCE
REGENT STREET TRUST AND THE EDUCATION AND SKILLS FUNDING AGENCY**

In accordance with the terms of our engagement letter dated 16 September 2022 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2021 to 2022, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Prince Regent Street Trust during the year 1 September 2021 to 31 August 2022 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 Prince Regent Street Trust and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to Prince Regent Street 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 Prince Regent Street Trust and ESFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of Prince Regent Street Trust's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of Prince Regent Street Trust's funding agreement with the Secretary of State for Education dated 26 September 2018 and the Academy Trust Handbook, extant from 1 September 2021, 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 2021 to 2022. 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 year 1 September 2021 to 31 August 2022 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.

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO PRINCE
REGENT STREET TRUST AND THE EDUCATION & SKILLS FUNDING AGENCY (CONTINUED)**

The work undertaken to draw to our conclusion includes:

- Review of governing body and committee minutes;
- Review of termly Internal Assurance reports;
- Completion of self assessment questionnaire by Accounting Officer;
- Review documentation provided to Governors and Accounting Officer setting out responsibilities;
- Obtain formal letters of representation detailing the responsibilities of Governors;
- Review of payroll, purchases and expenses claims on a sample basis;
- Confirmation that the lines of delegation and limits set have been adhered to;
- Evaluation of internal control procedures and reporting lines;
- Review cash payments for unusual transactions;
- Review of credit card transactions;
- Review of registers of interests;
- Review related party transactions;
- Review of borrowing agreements;
- Review of land and building transactions;
- Review of potential and actual bad debts;
- Review an instance of gifts/hospitality to ensure in line with policy;
- Review whistleblowing procedures;
- Review pay policy and factors determining executive pay;
- Review of staff expenses;
- Review other income to ensure is in line with funding agreement;
- Review governance structure and number of meetings held; and
- Review whether there is a risk register in place.

Conclusion

In the course of our work, nothing has come to our attention which suggest in all material respects the expenditure disbursed and income received during the year 1 September 2021 to 31 August 2022 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

Clive Owen

Clive Owen LLP

Reporting Accountant

140 Coniscliffe Road
Darlington
Co Durham
DL3 7RT

Date: 7/12/22

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2022**

	Note	Unrestricted funds 2022 £000	Restricted funds 2022 £000	Restricted fixed asset funds 2022 £000	Total funds 2022 £000	Total funds 2021 £000
Income from:						
Donations and capital grants	3	13	-	1,074	1,087	39
Other trading activities	5	173	-	-	173	70
Investments		-	-	-	-	-
Charitable activities	4	140	4,595	-	4,735	4,551
Total income		326	4,595	1,074	5,995	4,660
Expenditure on:						
Charitable activities	7	543	4,859	362	5,764	5,169
Total expenditure		543	4,859	362	5,764	5,169
Net income/ (expenditure)		(217)	(264)	712	231	(509)
Transfers between funds	16	-	(187)	187	-	-
Net movement in funds before other recognised gains		(217)	(451)	899	231	(509)
Other recognised gains:						
Actuarial gains on defined benefit pension schemes	23	-	2,130	-	2,130	63
Net movement in funds		(217)	1,679	899	2,361	(446)
Reconciliation of funds:						
Total funds brought forward		465	(1,817)	9,636	8,284	8,730
Net movement in funds		(217)	1,679	899	2,361	(446)
Total funds carried forward		248	(138)	10,535	10,645	8,284

PRINCE REGENT STREET TRUST
(A company limited by guarantee)
REGISTERED NUMBER: 11474011

BALANCE SHEET
AS AT 31 AUGUST 2022

	Note	2022 £000	2021 £000
Fixed assets			
Tangible assets	13	9,848	9,632
		<u>9,848</u>	<u>9,632</u>
Current assets			
Debtors	14	1,141	221
Cash at bank and in hand		796	620
		<u>1,937</u>	<u>841</u>
Creditors: amounts falling due within one year	15	(1,002)	(317)
		<u>935</u>	<u>524</u>
Net current assets			
		<u>10,783</u>	<u>10,156</u>
Total assets less current liabilities			
		<u>10,783</u>	<u>10,156</u>
Net assets excluding pension liability			
Defined benefit pension scheme liability	23	(138)	(1,872)
		<u>10,645</u>	<u>8,284</u>
Total net assets			
		<u>10,645</u>	<u>8,284</u>
Funds of the Academy Trust			
Restricted funds:			
Fixed asset funds	16	10,535	9,636
Restricted income funds	16	-	55
		<u>10,535</u>	<u>9,691</u>
Restricted funds excluding pension asset	16	10,535	9,691
Pension reserve	16	(138)	(1,872)
		<u>10,397</u>	<u>7,819</u>
Total restricted funds	16	10,397	7,819
Unrestricted income funds	16	248	465
		<u>10,645</u>	<u>8,284</u>
Total funds			
		<u>10,645</u>	<u>8,284</u>

The financial statements on pages 29 to 58 were approved by the Governors, and authorised for issue on 07 December 2022 and are signed on their behalf, by:



K Steven
Chair

PRINCE REGENT STREET TRUST
(A company limited by guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 AUGUST 2022

	Note	2022 £000	2021 £000
Cash flows from operating activities			
Net cash used in operating activities	18	(98)	(58)
Cash flows from investing activities	19	274	2
Change in cash and cash equivalents in the year		176	(56)
Cash and cash equivalents at the beginning of the year		620	676
Cash and cash equivalents at the end of the year	20, 21	<u>796</u>	<u>620</u>

PRINCE REGENT STREET TRUST
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

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 of financial statements

The financial statements of the Academy Trust, which is a public benefit entity under FRS 102, have been prepared under the historic 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 2021 to 2022 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

1.2 Going concern

The Governors assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the Academy Trust to continue as a going concern. The Governors make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the Academy Trust has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the Academy Trust's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Income

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

• **Grants**

General Annual Grant is recognised in full in the Statement of Financial Activities in the year for which it is receivable and any abatement in respect of the year 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.

• **Donated fixed assets (excluding transfers on conversion or into the Academy Trust)**

Where the donated good is a fixed asset it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as 'Income from Donations and Capital Grants' 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.

PRINCE REGENT STREET TRUST
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

1. Accounting policies (continued)

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 allocated on the portion of the asset's use.

• **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.

All resources expended are inclusive of irrecoverable VAT.

1.5 Tangible fixed assets

Assets costing £1,000 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 requiring the continued use of the asset, the related grants are credited to a restricted fixed asset fund in the Statement of financial activities and carried forward in the Balance sheet. Depreciation on the relevant assets is charged directly to the restricted fixed asset fund in the Statement of financial activities. Where tangible fixed assets have been acquired with unrestricted funds, depreciation on such assets is charged to the unrestricted fund.

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

Depreciation is provided on the following basis:

Freehold property	-	3% on cost
Long-term leasehold property	-	2% on cost
Furniture and equipment	-	14% on cost
Computer equipment	-	33% on cost

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 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

PRINCE REGENT STREET TRUST
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

1. Accounting policies (continued)

1.7 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.8 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.

1.9 Provisions

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

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

1.10 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 bases are as follows:

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost as detailed in note 14. 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 as detailed in note 15. 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.

1.11 Operating leases

Rentals paid under operating leases are charged to the Statement of financial activities on a straight line basis over the lease term.

PRINCE REGENT STREET TRUST
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

1. Accounting policies (continued)

1.12 Pensions

Retirement benefits to employees of the Academy Trust are provided by the Teachers' Pension Scheme ("TPS") and the Local Government Pension Scheme ("LGPS"). These are defined benefit schemes.

The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with the Academy Trust in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary on the basis of quadrennial valuations using a prospective unit credit method. TPS is an unfunded multi-employer scheme with no underlying assets to assign between employers. Consequently, the TPS is treated as a defined contribution scheme for accounting purposes and the contributions recognised in the period to which they relate.

The LGPS is a funded multi-employer scheme and the assets are held separately from those of the Academy Trust in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit credit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent term and currency to the liabilities. The actuarial valuations are obtained at least triennially and are updated at each Balance sheet date. The amounts charged to operating surplus are the current service costs and the costs of scheme introductions, benefit changes, settlements and curtailments. They are included as part of staff costs as incurred. Net interest on the net defined benefit liability/asset is also recognised in the Statement of financial activities and comprises the interest cost on the defined benefit obligation and interest income on the scheme assets, calculated by multiplying the fair value of the scheme assets at the beginning of the period by the rate used to discount the benefit obligations. The difference between the interest income on the scheme assets and the actual return on the scheme assets is recognised in other recognised gains and losses.

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

1.13 Fund accounting

Unrestricted income funds represent those resources which may be used towards meeting any of the charitable objects of the Academy Trust at the discretion of the Governors.

Restricted fixed asset funds are resources which are to be applied to specific capital purposes imposed by the 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.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

2. Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions:

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

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost or income for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 24, 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 2022. 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.

Goodwin

The case related to male spouse or civil partner of a female member is treated in the same way as a same-sex spouse or civil partner. Survivor benefits will be calculated using service from 1 April 1972, or 6 April 1978 if the marriage or civil partnership took place after the last day of pensionable service. This change will apply for deaths in respect of female members which occurred from 5 December 2005, which is the date that same-sex civil partnerships were introduced. This case was brought against the Teachers' Pension Scheme. Actuaries have estimated that the impact of Goodwin indexation to be less than 0.1% of total liabilities. Based on this estimate it would increase liabilities by £3,000 which has been assessed to be immaterial to the financial statements.

Depreciation - Depreciation is calculated so as to write off the cost of an asset, less its residual value, over the economic life of that asset. An estimate of the useful life of assets is detailed in the depreciation accounting policy. The value of depreciation charge during the year was £362,000.

Critical areas of judgement:

Land is held under a 125 year lease from Stockton Borough Council. These assets are included on the Balance Sheet of the Academy Trust due to the significant risks and rewards of ownership belonging to the academy, the lease term being the major part of the economic life of the assets and the assets being of such a specialised nature that only the Academy Trust could use them without major modification.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

3. Income from donations and capital grants

	Unrestricted funds 2022 £000	Restricted fixed asset funds 2022 £000	Total funds 2022 £000	Total funds 2021 £000
Donations	13	23	36	17
Capital Grants	-	1,051	1,051	22
	<u>13</u>	<u>1,074</u>	<u>1,087</u>	<u>39</u>
Total 2021	<u>4</u>	<u>35</u>	<u>39</u>	

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

4. Funding for the Academy Trust's charitable activities

	Unrestricted funds 2022 £000	Restricted funds 2022 £000	Total funds 2022 £000	Total funds 2021 £000
Academy's educational operations				
General Annual Grant (GAG)	-	3,636	3,636	3,350
Other DfE/ESFA grants				
Pupil Premium	-	210	210	210
PE and Sport Premium	-	55	55	55
UFSM	-	125	125	144
Rates	-	15	15	14
Teachers' pay grant	-	6	6	45
Teachers' pension grant	-	18	18	127
Other DfE Group grants	-	68	68	2
	-	4,133	4,133	3,947
Other Government grants				
SEN	-	73	73	88
Early Years Funding	-	351	351	343
Local Authority grants	-	12	12	9
Other Government grants	-	4	4	-
	-	440	440	440
Other income from the Academy Trust's academy's educational operations	140	2	142	98
COVID-19 additional funding (DfE/ESFA)				
Catch-up Premium	-	-	-	66
Other DfE/ESFA COVID-19 funding	-	20	20	-
	-	20	20	66
	140	4,595	4,735	4,551
	140	4,595	4,735	4,551
Total 2021	98	4,453	4,551	

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

5. Income from other trading activities

	Unrestricted funds 2022 £000	Total funds 2022 £000	Total funds 2021 £000
Income from facilities and services	34	34	-
Supply teacher insurance claims	55	55	15
Other income	84	84	55
	<u>173</u>	<u>173</u>	<u>70</u>
Total 2021	<u>70</u>	<u>70</u>	

6. Expenditure

	Staff Costs 2022 £000	Premises 2022 £000	Other 2022 £000	Total 2022 £000	Total 2021 £000
Academy's educational operations:					
Direct costs	3,270	-	353	3,623	3,558
Allocated support costs	963	577	601	2,141	1,611
	<u>4,233</u>	<u>577</u>	<u>954</u>	<u>5,764</u>	<u>5,169</u>
Total 2021	<u>3,795</u>	<u>513</u>	<u>861</u>	<u>5,169</u>	

In 2022 of the total expenditure, £543,000 (2021 : £113,000) was to unrestricted funds and £5,221,000 (2021 : £5,056,000) was to restricted funds.

There were no individual transaction exceeding £5,000 for:

- Compensation payments
- Gifts made by the trust
- Fixed assets losses
- Stock losses
- Cash losses
- Unrecoverable debts

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

7. Analysis of expenditure by activities

	Activities undertaken directly 2022 £000	Support costs 2022 £000	Total funds 2022 £000	Total funds 2021 £000
Academy's educational operations	3,623	2,141	5,764	5,169

Analysis of direct costs

	Total funds 2022 £000	Total funds 2021 £000
Staff costs	3,270	3,292
Educational supplies	115	67
Staff development	39	24
Technology costs	36	45
Educational consultancy	104	95
Staff expenses	3	1
Supply insurance	27	28
Transport	3	-
Other costs	26	6
	<u>3,623</u>	<u>3,558</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

7. Analysis of expenditure by activities (continued)

Analysis of support costs

	Total funds 2022 £000	Total funds 2021 £000
Net interest on pension scheme	35	27
Staff costs	963	503
Depreciation	362	349
Staff development	7	-
Technology costs	82	91
Staff expenses	7	3
Maintenance of premises	70	67
Cleaning	14	10
Other premises costs	44	36
Energy	65	42
Rent and rates	9	14
Insurance	18	17
Operating lease rentals	9	2
Catering	269	255
Security	3	3
Other costs	160	181
Governance costs	24	11
Total 2022	2,141	1,611

8. Net (expenditure)/income

Net (expenditure)/income for the year includes:

	2022 £000	2021 £000
Operating lease rentals	9	2
Depreciation of tangible fixed assets	362	349
Fees paid to auditors for:		
- audit	13	9
- other services	1	-

PRINCE REGENT STREET TRUST
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

9. Staff

a. Staff costs

Staff costs during the year were as follows:

	2022 £000	2021 £000
Wages and salaries	2,882	2,706
Social security costs	275	249
Pension costs	958	794
	<u>4,115</u>	<u>3,749</u>
Agency staff costs	118	46
	<u>4,233</u>	<u>3,795</u>

Included in operating costs of defined benefit pension schemes is a charge of £361,000 (2021 - £235,000) relating to the pension deficit actuarial adjustment.

b. Non-statutory/non-contractual staff severance payments

Included in staff costs are non-statutory/non-contractual severance payments totalling £Nil (2021: £Nil).

c. Staff numbers

The average number of persons employed by the Academy Trust during the year was as follows:

	2022 No.	2021 No.
Teachers	45	44
Administration and support	72	80
Management	6	6
	<u>123</u>	<u>130</u>

PRINCE REGENT STREET TRUST
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

9. Staff (continued)

d. Higher paid staff

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

	2022 No.	2021 No.
In the band £60,001 - £70,000	1	2
In the band £70,001 - £80,000	1	-
In the band £100,001 - £110,000	1	1

e. Key management personnel

The key management personnel of the Academy Trust comprise the Governors 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 £510,000 (2021 : £423,000). During the year the academy trust has restructured central services resulting in an increase in the Senior Leadership Team.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

10. Central services

The Academy Trust has provided the following central services to its academies during the year:

- Head Teacher / Trust Leader CPD
- CEO School Improvement Support to Head and School Leaders
- Annual School Improvement external review
- Chief Financial & Operations Officer
- Trust Data & Assessment Analyst
- HR services
- Payroll services
- Governance services
- RPA & Zurich insurance services
- Health & Safety SLA
- Data Protection Officer & GDPR SLA
- Budget & finance system
- Parent Pay income management system
- Audit services (internal, external & Teachers Pension)
- Attendance & Education Welfare SLA
- Website hosting & design services
- EVERY Compliance system
- National Education Group - Safeguarding & CPD subscriptions
- Perspective - SIP & PM subscription
- Target Tracker - Data & assessment manager
- School North East MAT partner

The Academy Trust charges for these services on the following basis:

Staff time or pupil numbers.

The actual amounts charged during the year were as follows:

	2022 £000	2021 £000
Hartburn Primary School	311	259
Village Primary School	74	58
Wolviston Primary School	39	29
Total	424	346

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

11. Governors' remuneration and expenses

One or more Governors has been paid remuneration or has received other benefits from an employment with the Academy Trust. The principal and other staff Governors only receive remuneration in respect of services they provide undertaking the roles of principal and staff members under their contracts of employment. The value of Governors' remuneration and other benefits was as follows:

		2022 £000	2021 £000
J Armstrong, Chief Executive	Remuneration	105 - 110	100 - 105
	Pension contributions paid	25 - 30	20 - 25

During the year ended 31 August 2022, no Governor expenses have been incurred (2021 - £NIL).

12. Governors' and Officers' insurance

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

13. Tangible fixed assets

	Freehold property £000	Long-term leasehold property £000	Furniture and equipment £000	Computer equipment £000	Total £000
Cost or valuation					
At 1 September 2021	-	9,579	974	64	10,617
Additions	138	10	396	34	578
At 31 August 2022	138	9,589	1,370	98	11,195
Depreciation					
At 1 September 2021	-	559	399	27	985
Charge for the year	-	191	145	26	362
At 31 August 2022	-	750	544	53	1,347
Net book value					
At 31 August 2022	138	8,839	826	45	9,848
At 31 August 2021	-	9,020	575	37	9,632

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

14. Debtors

	2022 £000	2021 £000
Due within one year		
Trade debtors	2	1
VAT recoverable	108	46
Prepayments and accrued income	1,031	174
	<u>1,141</u>	<u>221</u>

15. Creditors: Amounts falling due within one year

	2022 £000	2021 £000
Trade creditors	574	32
Other taxation and social security	65	60
Other creditors	68	64
Accruals and deferred income	295	161
	<u>1,002</u>	<u>317</u>

	2022 £000	2021 £000
Deferred income at 1 September 2021	81	96
Resources deferred during the year	104	81
Amounts released from previous periods	(81)	(96)
	<u>104</u>	<u>81</u>

At the Balance Sheet date the Academy Trust was holding funds of £104,000 received in advance relating to UIFSM and school trip income relating to 2022/23 academic year.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

16. Statement of funds

	Balance at 1 September 2021 £000	Income £000	Expenditure £000	Transfers in/out £000	Gains/ (Losses) £000	Balance at 31 August 2022 £000
Unrestricted funds						
Unrestricted Fund	465	326	(543)	-	-	248
Restricted general funds						
General Annual Grant (GAG)	42	3,636	(3,491)	(187)	-	-
Pupil Premium	-	210	(210)	-	-	-
Other DfE Group grants	-	287	(287)	-	-	-
SEN	-	73	(73)	-	-	-
Other Government grants	-	367	(367)	-	-	-
COVID-19 funding	13	20	(33)	-	-	-
Other income	-	2	(2)	-	-	-
Pension reserve	(1,872)	-	(396)	-	2,130	(138)
	<u>(1,817)</u>	<u>4,595</u>	<u>(4,859)</u>	<u>(187)</u>	<u>2,130</u>	<u>(138)</u>
Restricted fixed asset funds						
Legacy assets	9,555	-	(321)	-	-	9,234
Devolved Formula Capital	48	22	(17)	-	-	53
Capital expenditure from GAG	16	-	(10)	187	-	193
Donations	7	16	(4)	-	-	19
ESFA donated assets	10	7	(5)	-	-	12
LA capital grants	-	43	(1)	-	-	42
CIF	-	986	(4)	-	-	982
	<u>9,636</u>	<u>1,074</u>	<u>(362)</u>	<u>187</u>	<u>-</u>	<u>10,535</u>
Total Restricted funds	<u>7,819</u>	<u>5,669</u>	<u>(5,221)</u>	<u>-</u>	<u>2,130</u>	<u>10,397</u>
Total funds	<u><u>8,284</u></u>	<u><u>5,995</u></u>	<u><u>(5,764)</u></u>	<u><u>-</u></u>	<u><u>2,130</u></u>	<u><u>10,645</u></u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

16. Statement of funds (continued)

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

The General Annual Grant (GAG) must be used for the normal running of the academy including salaries and related costs, overheads, repairs and maintenance, and insurance.

Pupil Premium is additional funding to be spent as the school sees fit to support deprived students.

Teachers' pay and Teachers' pension grants received to fund increase in salaries and employers pension contribution.

Universal Infant Free School Meals funding to be spent on catering costs for eligible pupils.

PE Sports grant to be used for the delivery of PE curriculum provision.

SEN funding is used to provide additional support for additional needs pupils.

Other Government grants include Early Years funding for the provision of nursery services.

COVID Catch up Premium has been awarded to schools to assist in the recovery of education as a result of the pandemic.

The pension reserves is the liability due to the deficit on the Local Government Pension Scheme. Further details are shown in note 23.

The restricted fixed asset funds represent monies received to purchase fixed assets. Depreciation is charged against each fund over the useful economic life of the associated assets.

Unrestricted funds include the income from uniform sales, school trips and catering with the relevant costs allocated accordingly.

A transfer of £187,000 has been made to capital expenditure from GAG to reflect those items included within fixed assets which have been purchased using GAG monies.

Under the funding agreement with the Secretary of State, the Academy Trust was not subject to a limit on the amount of GAG it could carry forward at 31 August 2022.

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**NOTES TO THE FINANCIAL STATEMENTS
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16. Statement of funds (continued)

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

	Balance at 1 September 2020 £000	Income £000	Expenditure £000	Transfers in/out £000	Gains/ (Losses) £000	Balance at 31 August 2021 £000
Unrestricted funds						
Unrestricted Fund	441	137	(113)	-	-	465
Restricted general funds						
General Annual Grant (GAG)	1	3,350	(3,307)	(2)	-	42
Pupil Premium	-	210	(210)	-	-	-
Other DfE Group grants	13	387	(400)	-	-	-
SEN	-	88	(88)	-	-	-
Other Government grants	-	352	(352)	-	-	-
COVID-19 funding	-	66	(53)	-	-	13
Other income	-	35	(35)	-	-	-
Pension reserve	(1,673)	-	(262)	-	63	(1,872)
	<u>(1,659)</u>	<u>4,488</u>	<u>(4,707)</u>	<u>(2)</u>	<u>63</u>	<u>(1,817)</u>
Restricted fixed asset funds						
Legacy assets	9,878	-	(323)	-	-	9,555
Devolved Formula Capital	41	22	(15)	-	-	48
Capital expenditure from GAG	21	-	(7)	2	-	16
Donations	8	-	(1)	-	-	7
ESFA donated assets	-	13	(3)	-	-	10
	<u>9,948</u>	<u>35</u>	<u>(349)</u>	<u>2</u>	<u>-</u>	<u>9,636</u>
Total Restricted funds	<u>8,289</u>	<u>4,523</u>	<u>(5,056)</u>	<u>-</u>	<u>63</u>	<u>7,819</u>
Total funds	<u>8,730</u>	<u>4,660</u>	<u>(5,169)</u>	<u>-</u>	<u>63</u>	<u>8,284</u>

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16. Statement of funds (continued)

Total funds analysis by academy

Fund balances at 31 August 2022 were allocated as follows:

	2022 £000	2021 £000
Trust	67	110
Hartburn Primary School	70	200
Village Primary School	42	90
Wolviston Primary School	69	120
Total before fixed asset funds and pension reserve	248	520
Restricted fixed asset fund	10,535	9,636
Pension reserve	(138)	(1,872)
Total	10,645	8,284

Total cost analysis by academy

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

	Teaching and educational support staff costs £000	Other support staff costs £000	Educational supplies £000	Other costs excluding depreciation £000	Total 2022 £000	Total 2021 £000
Trust	398	251	-	305	954	559
Hartburn Primary School	1,640	331	55	425	2,451	2,297
Village Primary School	840	208	36	205	1,289	1,285
Wolviston Primary School	392	173	24	119	708	679
Academy Trust	3,270	963	115	1,054	5,402	4,820

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17. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £000	Restricted funds 2022 £000	Restricted fixed asset funds 2022 £000	Total funds 2022 £000
Tangible fixed assets	-	-	9,848	9,848
Current assets	268	519	1,150	1,937
Creditors due within one year	(20)	(519)	(463)	(1,002)
Provisions for liabilities and charges	-	(138)	-	(138)
Total	248	(138)	10,535	10,645

Analysis of net assets between funds - prior year

	Unrestricted funds 2021 £000	Restricted funds 2021 £000	Restricted fixed asset funds 2021 £000	Total funds 2021 £000
Tangible fixed assets	-	-	9,632	9,632
Current assets	465	372	4	841
Creditors due within one year	-	(317)	-	(317)
Provisions for liabilities and charges	-	(1,872)	-	(1,872)
Total	465	(1,817)	9,636	8,284

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

	2022 £000	2021 £000
Net income/(expenditure) for the year (as per Statement of financial activities)	231	(509)
Adjustments for:		
Depreciation	362	349
Capital grants from DfE and other capital income	(1,074)	(22)
Defined benefit pension scheme cost less contributions payable	361	235
Defined benefit pension scheme finance cost	35	27
Decrease/(Increase) in debtors	(235)	53
Increase/(decrease) in creditors	222	(178)
Donated assets	-	(13)
Net cash used in operating activities	(98)	(58)

19. Cash flows from investing activities

	2022 £000	2021 £000
Purchase of tangible fixed assets	(116)	(20)
Capital grants from DfE Group	390	22
Net cash provided by investing activities	274	2

20. Analysis of cash and cash equivalents

	2022 £000	2021 £000
Cash in hand and at bank	796	620
Total cash and cash equivalents	796	620

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21. Analysis of changes in net debt

	At 1 September 2021 £000	Cash flows £000	At 31 August 2022 £000
Cash at bank and in hand	620	176	796
	<u>620</u>	<u>176</u>	<u>796</u>

22. Capital commitments

	2022 £000	2021 £000
Contracted for but not provided in these financial statements		
Acquisition of tangible fixed assets	482	-
	<u>482</u>	<u>-</u>

23. Pension commitments

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 Middlesbrough Borough Council.. Both are multi-employer defined benefit schemes.

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

Contributions amounting to £68,000 were payable to the schemes at 31 August 2022 (2021 - £64,000) and are included within creditors.

Teachers' Pension Scheme

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

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23. Pension commitments (continued)

Valuation of the Teachers' Pension Scheme

The Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TPS in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 published by HM Treasury every 4 years. The aim of the review is to specify the level of future contributions. Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. The latest actuarial valuation of the TPS was carried out as at 31 March 2016. The valuation report was published by the Department for Education on 5 March 2019. The key elements of the valuation and subsequent consultation are:

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

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

The employer's pension costs paid to TPS in the year amounted to £427,000 (2021 - £417,000).

A copy of the valuation report and supporting documentation is on the Teachers' Pensions website (<https://www.teacherspensions.co.uk/news/employers/2019/04/teachers-pensions-valuation-report.aspx>).

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 contribution made for the year ended 31 August 2022 was £226,000 (2021 - £188,000), of which employer's contributions totalled £170,000 (2021 - £142,000) and employees' contributions totalled £ 56,000 (2021 - £46,000). The agreed contribution rates for future years are 17.5% per cent for employers and 5.5% - 12.5% per cent 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.

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23. Pension commitments (continued)

Principal actuarial assumptions

	2022	2021
	%	%
Rate of increase in salaries	4.20	3.70
Rate of increase for pensions in payment/inflation	3.20	2.70
Discount rate for scheme liabilities	4.25	1.70
Inflation assumption (CPI)	3.20	2.70
Commutation of pensions to lump sums	80.00	80.00

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

	2022	2021
	Years	Years
Retiring today		
Males	21.7	21.9
Females	23.5	23.6
Retiring in 20 years		
Males	22.9	23.3
Females	25.3	25.4

Sensitivity analysis

	2022	2021
	£000	£000
Discount rate +0.1%	(76)	(104)
Discount rate -0.1%	76	109
Mortality assumption - 1 year increase	(135)	(180)
Mortality assumption - 1 year decrease	135	185
CPI rate +0.1%	69	85
CPI rate -0.1%	(69)	(80)

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23. Pension commitments (continued)

Share of scheme assets

The Academy Trust's share of the assets in the scheme was:

	At 31 August 2022 £000	At 31 August 2021 £000
Equities	2,207	2,262
Property	584	209
Cash and other liquid assets	454	237
Other	-	152
Total market value of assets	3,245	2,860

The actual return on scheme assets was £181,000 (2021 - £492,000).

The amounts recognised in the Statement of financial activities are as follows:

	2022 £000	2021 £000
Current service cost	(531)	(377)
Interest income	50	39
Interest cost	(85)	(66)
Total amount recognised in the Statement of financial activities	(566)	(404)

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

	2022 £000	2021 £000
At 1 September	4,732	3,913
Current service cost	531	377
Interest cost	85	66
Employee contributions	56	46
Actuarial (gains)/losses	(1,999)	390
Benefits paid	(22)	(60)
At 31 August	3,383	4,732

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23. Pension commitments (continued)

Changes in the fair value of the Academy Trust's share of scheme assets were as follows:

	2022 £000	2021 £000
At 1 September	2,860	2,240
Interest income	50	39
Actuarial gains	131	453
Employer contributions	170	142
Employee contributions	56	46
Benefits paid	(22)	(60)
At 31 August	<u>3,245</u>	<u>2,860</u>

24. Operating lease commitments

At 31 August 2022 the Academy Trust had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2022 £000	2021 £000
Not later than 1 year	4	2
Later than 1 year and not later than 5 years	12	-
	<u>16</u>	<u>2</u>

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/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £10 for the debts and liabilities contracted before he/she ceases to be a member.

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26. Related party transactions

Owing to the nature of the Academy Trust and the composition of the Board of Governors being drawn from local public and private sector organisations, transactions may take place with organisations in which the governors have an interest. All transactions involving such organisations are conducted in accordance with the requirements of the Academy Trust Handbook, including notifying the ESFA of all transactions made on or after 1 April 2019 and obtaining their approval where required, and with the Academy Trust's financial regulations and normal procurement procedures relating to connected and related party transactions.

Expenditure related party transactions

Wheatley Executive Services - a company in which C Wheatley (a Member) is a Director.

- The academy trust made purchases totalling £1,300 (2021: £Nil) during the period. There were no amounts outstanding at 31 August 2022 (2021: £Nil).
- In entering into the transaction, the academy trust has complied with the requirements of the Academy Trust Handbook.
- The total purchases was below the de minimis of £2,500, therefore the at cost requirement does not apply.