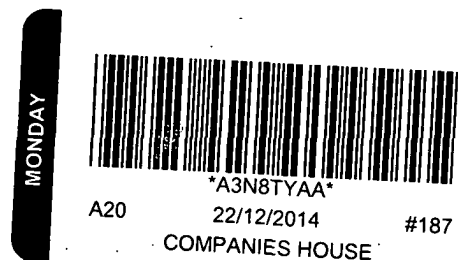


**ONE WORLD LEARNING TRUST**  
**(A COMPANY LIMITED BY GUARANTEE)**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**YEAR ENDED 31 AUGUST 2014**



**Company Registration Number: 04537464 (England and Wales)**

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**LEGAL AND ADMINISTRATIVE DETAILS**

One World Learning Trust Trustees who are registered as Directors for the purposes of company law are the charity trustees of One World Learning Trust and have all served in office throughout the period and to the date of this report except where indicated. They are:

**MEMBERS**

John Laycock  
William John Marshall  
Martin Willey

**TRUSTEES (REGISTERED AS DIRECTORS)**

John Laycock - Chairman  
William John Marshall  
Martin Willey  
Michael David Innes  
John Harper Kane  
Gillian Kelly (resigned 31 August 2014)  
Paula Shore  
Robert Acheson  
John Deacon (resigned 5 October 2013)

**SECRETARY**

Linda Corbidge (appointed 31 August 2014)  
Christopher Sims (resigned 31 August 2014)

**KEY APPOINTEES AND OFFICERS**

Paula Shore	Headteacher, Bannerman Road Community Academy
Caroline Down	Senior Vice Principal City Academy, Bristol
Paul Skipp	Senior Vice Principal City Academy, Bristol

**REGISTERED OFFICE**

Russell Town Avenue  
Bristol  
BS5 9JH

**ACADEMIES WITHIN THE TRUST**

The City Academy, Bristol  
Russell Town Avenue  
Bristol  
BS5 9JH

Bannerman Road Community Academy  
All Hallows Road  
Bristol  
BS5 0HR

**LEGAL AND ADMINISTRATIVE DETAILS (Continued)**

**AUDITORS**

Nexia Smith & Williamson  
Portwall Place  
Portwall Lane  
Bristol  
BS1 6NA

**BANKERS**

National Westminster Bank Plc  
Commercial Banking  
PO Box No 2702  
3 Temple Back East  
Temple Quay  
Bristol  
BS1 9BW

**SOLICITORS**

Veale Wasbrough Vizards  
Orchard Court  
Orchard Lane  
Bristol  
BS1 5WS

**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2014**

The trustees present their annual report together with the financial statements and auditor's report of the charitable company for the year ended 31 August 2014.

The financial statements have been prepared in accordance with the accounting policies on pages 19-22 of the financial statements, and comply with the Company's Memorandum and Articles of Association, the Companies Act 2006, and the requirements of the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005), and the Academies Accounts Direction (August 2014).

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Constitution**

One World Learning Trust is a company limited by guarantee and is an exempt charity. The Charitable Company's Memorandum and Articles of Association and Master Funding Agreement are the primary governing documents of the Trust. The Charitable Company was incorporated on 17 September 2002, changed its name from The City Academy, Bristol to One World Learning Trust on 14 December 2012, and became a Multi Academy Trust on 14 December 2012.

The trustees act as the trustees for the charitable activities of One World Learning Trust and, as set out on page 1, are directors of the Charitable Company for the purposes of company law. The Charitable Company is incorporated as One World Learning Trust.

Details of the trustees who served One World Learning Trust throughout 2013/14 are included in the Legal and Administrative Details on page 1.

**Members' and Trustees' 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.

**Principal Activity**

The company's principal activities as set out in the Articles of Association are:

- a) to advance for the public benefit education in the United Kingdom, in particular but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing schools ("the Academies") offering a broad and balanced curriculum;
- b) to promote for the benefit of the inhabitants of the areas served by the Academies the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances or for the public at large in the interests of social welfare and with the object of improving the condition of said inhabitants.

**Method of Recruitment and Appointment or Election of Trustees**

The trust's governing body is subject to retirement by rotation. Trustees are eligible for re-election at the meeting at which they retire. The trustees to retire are those who have served the longest in office since their appointment or re-election.

Trustees tend to be people with considerable experience in either the business or educational sectors. Nominations are made by the Chair and voted on at the next available trustees' meeting. New trustees are recruited in accordance with the Articles of Association and 'A Guide to the Law for School Trustees'.

The term of office for any trustee is four years, although this time limit does not apply to the principal.

The trustees who were in office on 31 August 2014 and served throughout the year are listed on page 1.

**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2014 (continued)**

**Policies and Procedures Adopted for the Induction and Training of Trustees**

Suitable training and induction is provided for new trustees depending on their depth of knowledge and experience; this may comprise of discussions with the principal, senior leadership, existing trustees and appropriate courses.

**Organisation Structure**

The structure of the trust consists of the board of trustees that considers the results and progress of the trust as a whole, and local governing bodies that consider the affairs of each academy. The trustees consider all relevant matters at trustee meetings, therefore deeming it unnecessary to establish trustee sub-committees other than an audit committee, which meets twice a year.

The trustees are responsible for setting the trust's policies, monitoring performance and making major decisions about the direction of the trust including its constitution, membership and progress.

Local governing bodies are responsible for standards and performance for individual academies. The trustees' policy is that local governing bodies should establish such sub-committees as are appropriate to their needs and resources.

**Risk Management**

The trustees have considered the major risks to which they are exposed, in particular those relating to governance, finance, insurance, attainment, attendance, behaviour, health and safety, organisation, operations, safeguarding, reputation, HR and ICT.

The trustees have implemented a number of systems to assess and reduce risks that the trust faces, especially in operational areas in relation to teaching, health and safety (including school trips and the school's minibus), behaviour management and in relation to the control of finances. They have introduced policies and systems for the recruitment, selection and vetting of new staff, continual professional development of staff, child protection, supervision of students around the school sites and internal financial controls to minimise financial risk. Adequate insurance has been arranged where significant financial risk remains. The trust has an effective system of internal financial control as explained in the Statement on Internal Control.

**Connected Organisations, Including Related Party Relationships**

John Laycock and University of West of England are sponsors. Bath Spa University is a member of the Advisory Body.

**OBJECTIVES AND ACTIVITIES**

**Objects and Aims**

The main aims of the trust are summarised below:

- to raise the standard of educational achievement of all pupils;
- to ensure that every child enjoys the same high quality of education in terms of resourcing, tuition and care;
- to provide facilities and opportunities to the local community;
- to improve the effectiveness of the Trust by keeping the curriculum and organizational structure under continual review;
- to provide value for money;
- to comply with all appropriate statutory and curriculum requirements;
- to maintain close links with industry and commerce; and
- to conduct business in accordance with the highest standards of integrity, probity and openness.

**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**Objectives, Strategies and Activities**

The main objectives for the year are:

- to make further improvements in the key performance indicator ('KPI') of the proportion of GCSE students that achieve 5 or more passes at A\*-C grade including English and Mathematics ("5 GCSE passes");
- to further improve performance at Key stage 2 assessments with special focus on numbers of pupils increasing level 5 and above;
- to improve performance in A1 and A2 examinations;
- to increase the numbers on roll; and
- to maintain sound financial performance.

**Public Benefit**

In addition to the above educational benefits for children and young people, the trust has been a leader in promoting wider education, for example by providing adult education to promote the life chances of parents and others in the local community, and supporting Muslim educational classes at the weekends. It has a number of sports activities aimed at the local community, for example providing education to Football Trust players and provision of the Whitehall facilities for athletics activities. The Trust welcomes use by the community of all its facilities.

The Trustees complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission.

**ACHIEVEMENTS AND PERFORMANCE**

The trust comprises two schools: Bannerman Road Community Academy ('BRCA'), and The City Academy, Bristol ('CAB').

BRCA's Key Stage 2 results were again outstanding: 70% of students achieved level four or higher for both maths and English, a similar result to the previous year, thus maintaining the large increase in pupils achieving well above the floor level of 65% that the school achieved in 2013. 88% of pupils achieved at least 2 levels of progress in English and 84% in Maths. 22% of pupils achieved L5 or higher in English and 22% achieved L5 or higher in Maths.

At CAB, 40.2% students achieved 5A\* to C including English and Mathematics. This is an increase on the previous year from 34.1%. This is above floor targets but remains below the national average.

There was a large increase in the number of students achieving both GCSE English and GCSE Mathematics from 36% to 45%.

The number of students achieving 1A\* to A increased from 29.2% to 32.5%.

100% of students achieved 1A\* to G.

The Academy also achieved improved results for Post 16. Year 13 A\*-C increased by 10% from 45% to 55%. The Year 13 Average Point Score rose from 185 to 202 with the percentage of students achieving 3 Academic A2 Levels up from 33% to 71%. The AS Pass rate increased from 57% to 81%. Over 95% of applicants have achieved their first choice university offer.

Community activities have reduced as a result of lower funding available.

**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**Going Concern**

After consideration of the trust's financial position, its financial plans, (including projected student numbers), the demand for places and the broader environment, the trustees have a reasonable expectation that the trust has and will continue to have adequate resources to enable it to be a sustainable going concern in 2014/15 and for the foreseeable future subject to ongoing support from the Education Funding Agency, including a manageable plan to repay GAG abatements and advances. For this reason the trust continues to adopt the going concern principle in preparing its financial statements. Further details regarding the adoption of the going concern basis can be found in the statement of accounting policies.

**Financial Review**

The trust received income into its Unrestricted Fund, Restricted General Funds and Fixed Asset Fund during 2013/14.

*Restricted General Fund*

The majority of the trust's income was received through Education Funding Agency (EFA) recurrent revenue grants into the Restricted General Fund, the use of which is restricted to the trust's charitable activities: its educational operations. These revenue grants, and the associated revenue expenditure made against them, are detailed in the SOFA. General Restricted Fund income for the year was £9,334,000; expenditure against the fund was £10,217,000, giving a restricted revenue fund carry forward of £(833,000) before transfers to the Restricted Fixed Asset Fund.

*Unrestricted Funds*

Income received into the Unrestricted Fund was £744,000. This was predominantly attributable to the charitable trading activities of providing extracurricular education for the local community, and letting of the facilities for community use. Expenditure against the fund was £696,000 for the year, giving an Unrestricted Fund carry forward of £48,000 before transfers to the Restricted Fixed Asset Fund.

*Restricted Fixed Asset Fund*

The Restricted Fixed Asset Fund balance is reduced by an annual depreciation charge over the expected useful life of the assets concerned in line with the Trust's depreciation policy.

Income received into the fund included a receipt of Formula Capital Funding of £47,000.

There is a £26,813,000 Restricted Fixed Asset Fund year end surplus after transfers between funds as detailed in note 16 to the accounts.

**Summary of Financial Performance**

Total fund balance as at 31<sup>st</sup> August 2014 was £23,862,000 comprised of £20,000 surplus, £2,971,000 deficit and £26,813,000 surplus in Unrestricted, Restricted General and Restricted Fixed Asset Funds respectively. These figures include the Restricted Pension Reserve deficit of £1,475,000.

The trust has one subsidiary: City Academy Bristol Trading Ltd ('CABTL'). CABTL owns one property occupied by the trust and receives rent from the trust and from an external source in respect of the property. CABTL pays interest and capital on a mortgage on the property, expiring in 2020. CABTL made a satisfactory surplus of £21,000 (2013: £16,000) that was contributed to the trust via gift aid.

**Balance Sheet**

The trust's assets were predominantly used for providing education to school students. Some assets were used by the local community, predominantly for sports, as part of the school's sports focus and strategic aims to promote health, pathways into the community and work, and community cohesion.

The net book value of the trust's tangible fixed assets was £26,813,000 as at 31<sup>st</sup> August 2014. The movement in this account is detailed in note 12.

The Reserves and Investment Policies are detailed overleaf.



**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**Financial and Risk Management Objectives and Policies**

The objective of the trust's risk management procedure is to identify the principal risks facing the trust so that existing controls may be considered and further action taken if required, including external insurance.

The trustees have a comprehensive risk management process to identify and monitor the risks faced by the trust.

The financial risks considered include: economic/financial uncertainty, liquidity and solvency, credit risk, the risk of fraud and compliance with financial/statutory requirements.

The valuation of the defined benefit pension scheme is a liability of £1,475,000. On the balance sheet, this is offset by trust's reserves.

**Principal Risks and Uncertainties**

The trustees have identified funding levels per student, student numbers and staffing levels as the principal risks facing the trust.

**Reserves Policy**

The trustees review annually the reserves policy and the level of reserves of the trust. This review encompassed the nature of income and expenditure streams, the need to match income with commitments and the nature of reserves. The trustees have determined that the appropriate level of reserves which are not invested in tangible fixed assets should be equivalent to four weeks expenditure, being estimated as £800,000.

The reason for this reserve is to provide sufficient working capital and to provide a cushion to deal with unexpected emergencies. In future years capital maintenance and development projects may be considered in the reserves policy review.

The trust identifies that the value of free reserves available for non-educational purposes is £20,000 (2013: £20,000).

The reserves include a pension deficit in respect of the Local Government Pension Scheme of £1,475,000. This would normally be eradicated by increased contributions over a number of years, although the trust is aware of an initiative to mitigate also by adjusting benefits payable. The amounts the trust is currently paying in respect of deficit recovery are set out in note 20 to the accounts.

**Investment Policy**

The trustees' investment powers are governed by the Memorandum and Articles of Association which permits the trust's funds to be held in whatever form of investment that trustees see fit, so long as they conform to the guidance of the Charity Commission.

During the year ended 31 August 2014, the trust needed to keep any surplus funds in a liquid form and therefore held them in a deposit account at NatWest.

**Plans for Future Periods**

Key priorities for the next 12 months will be:

- furthering the Multi Academy Trust in order to benefit local children from birth to age 19;
- improvement in key stage and in GCSE results for students achieving grade C or above in both English and Mathematics;
- appointing a principal for The City Academy, Bristol;
- increasing the numbers on roll;
- working towards a satisfactory financial situation; and
- managing the 6<sup>th</sup> form curriculum to be a sustainable offering in the future funding environment.

**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**Funds Held as Custodian Trustee on Behalf of Others**

Neither One World Learning Trust nor the trustees are acting as third party custodial trustees.

**Auditor**

In so far as each of the trustees are aware:

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

A resolution proposing that Nexia Smith & Williamson be reappointed as auditors of the Trust will be put to the Annual General Meeting.

Approved by order of the Directors of the Trust on 12 December 2014 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'J S Laycock', written in a cursive style.

John Laycock (Chairman)

**GOVERNANCE STATEMENT****Scope of Responsibility**

As trustees, we acknowledge we have overall responsibility for ensuring that One World Learning 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.

During the year to 31 August 2014, the board of trustees delegated the day-to-day responsibility to the principal, as accounting officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and in accordance with the requirements and responsibilities assigned to it in the funding agreement between One World Learning Trust and the Secretary of State for Education. With effect from 1 September this function is performed by the Chairman. Trustees are also responsible for reporting to the Secretary of State for Education any material weaknesses or breakdowns in internal control.

**Governance**

The information on governance included here supplements that described in the Trustees' report and in the Statement of Trustees' responsibilities. The Trustees have met formally three times. Attendance during the year at these meetings of the Trustees was as follows:

	Meetings attended	Out of a possible
John Laycock	3	4
William Marshall	4	4
Martin Willey	2	4
Michael Innes	3	4
John Kane	3	4
Gillian Kelly	4	4
Paula Shore	1	4
Robert Acheson	3	4

The trustees have faced a number of challenges during the year, notably the financial deficit, and the resignation of the principal of The City Academy, Bristol. These have led to discussions concerning the future of the trust as a standalone entity.

The trustees consider finance matters as part of the main agenda. Consequently there is no finance and general purposes committee.

**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 their impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in One World Learning Trust for the year ended 31 August 2014 and up to the date of approval of the annual report and financial statements.

**Capacity to Handle Risk**

The board of trustees has reviewed the key risks to which the academy trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The board of trustees is of the view that there is a formal on-going process for identifying, evaluating and managing the academy trust's significant risks that has been in place for the year ending 31 August 2014 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the board of trustees.

**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 trustees;
- regular reviews by the board of trustees 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; and
- identification and management of risks.

The board of trustees has considered the need for a specific internal audit function and has decided not to appoint an internal auditor. However, the board of trustees has appointed Bristol City Council internal audit department in the role of Responsible Officer ('RO'). The RO's role includes giving advice on financial matters and performing a range of checks on the academy trust's financial systems. On at least an annual basis, the RO reports to the audit committee on the operation of the systems of control and on the discharge of the board of trustees' financial responsibilities. No material control issues have been raised during the year.

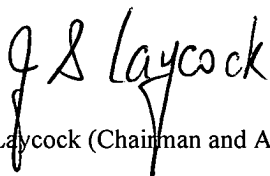
**Review of Effectiveness**

As Principal Accounting Officer, the principal/Chairman 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; and
- the work of the executive managers within One World Learning Trust who have responsibility for the development and maintenance of the internal control framework.

No significant issues have been highlighted by the above.

Approved by the Trustees of One World Learning Trust on 12 December 2014 and signed on its behalf by:



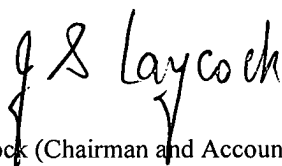
John Laycock (Chairman and Accounting Officer)

**STATEMENT ON REGULARITY, PROPRIETY AND COMPLIANCE**

As accounting officer of One World Learning Trust I have considered my responsibility to notify the board of trustees and the Education Funding Agency of material irregularity, impropriety and non-compliance with EFA terms and conditions of funding, under the funding agreement in place between the academy trust and the Secretary of State. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook.

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

I confirm that no instances of material irregularity, impropriety or funding non-compliance have been discovered to date. If any instances are identified after the date of this statement, these will be notified to the board of trustees and EFA.

A handwritten signature in black ink, appearing to read 'J S Laycock', with a stylized flourish at the end.

John Laycock (Chairman and Accounting Officer)

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who act as trustees for charitable activities of One World Learning Trust and are also the directors of the charitable company for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the Annual Accounts Direction published by the Education Funding Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

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

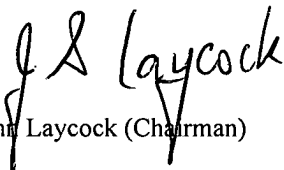
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures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

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

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

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

Approved by order of the members of the board of trustees on 12 December 2014 and signed on its behalf by:



John Laycock (Chairman)

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ONE WORLD LEARNING TRUST**

We have audited the financial statements of One World Learning Trust for the year ended 31 August 2014 which comprise the Group and Parent Statement of Financial Activities, the Group and Parent Charitable Company Balance Sheets, the Group Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Charitable Company's members as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and the charitable companies trustees, as a body, in accordance with Section 151 of the Charities Act 2011 and regulation made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the Charitable Company's members and trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charitable Company and the Charitable Company's members as a body and the Charitable Company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of trustees and auditor**

As explained more fully in the Statement of Trustees' Responsibilities set out on page 12, the trustees (who are also the directors of the charitable company 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.

We have been appointed as auditor under the Companies Act 2006 and Section 151 of the Charities Act 2011 and report to you in accordance with those Acts.

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

**Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the FRC's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

**Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent Charitable Company's affairs as at 31 August 2014 and of the total incoming resources of the parent Charitable Company and its subsidiaries and the movements in the total resources, including the income and expenditure, of the group for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the Accounts Direction 2014 issued by the EFA; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

**Emphasis of matter – going concern**

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure in note 1 of the financial statements concerning the Charitable Company's ability to continue as a going concern.

The Charitable Company has net current liabilities of £893,000 as at 31 August 2014 and cash flow forecasts prepared by management indicate that additional funding by the DFE above, or in advance of, normal grant funding may be required for the Charitable Company to continue as a going concern.

This indicates the existence of a material uncertainty which may cast significant doubt about the Charitable Company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the Charitable Company was unable to continue as a going concern.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ONE WORLD LEARNING TRUST  
(Continued)**

**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Act 2011 requires us to report to you if, in our opinion:

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



Ian Cooper  
Senior Statutory Auditor, for and on behalf of  
**Nexia Smith & Williamson**  
Bristol  
Statutory Auditor  
Chartered Accountants

Date: 16 December 2014

Nexia Smith & Williamson is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.



**INDEPENDENT ASSURANCE REPORT ON REGULARITY TO ONE WORLD LEARNING TRUST  
AND THE EDUCATION FUNDING AGENCY**

In accordance with the terms of our engagement letter dated 6 August 2013 and further to the requirements of the Education Funding Agency (EFA) as included in the Academies Accounts Direction 2014, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by One World Learning Trust during the period 1 September 2013 to 31 August 2014 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 One World Learning Trust and the EFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to One World Learning Trust and the EFA those matters we are required to state in a report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than One World Learning Trust and the EFA, for our work, for this report, or for the conclusion we have formed.

**Respective responsibilities of One World Learning Trust's accounting officer and the reporting auditor**

The accounting officer is responsible, under the requirements of One World Learning Trust's funding agreement with the Secretary of State for Education dated 20 December 2013 and the Academies Financial Handbook, extant from 1 September 2013, 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 2014. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the period 1 September 2013 to 31 August 2014 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

**Approach**

We conducted our engagement in accordance with the Academies: Accounts Direction 2014 issued by the EFA. We performed a limited assurance engagement as defined in our engagement letter.

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

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

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

**Conclusion**

In the course of our work, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the period 1 September 2013 to 31 August 2014 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.



Ian Cooper  
Senior Statutory Auditor, for and on behalf of  
**Nexia Smith & Williamson**  
Bristol  
Statutory Auditor  
Chartered Accountants  
Date: 16 December 2014

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2014 (INCLUDING CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT AND STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES)**

		Unrestricted Funds	Restricted General Funds	Restricted Fixed Asset Funds	Total 2014	Total 2013
	Note	£000	£000	£000	£000	£000
<b>Incoming resources</b>						
<i>Incoming resources from generated funds</i>						
Voluntary income:						
Other donations	2	7	-	-	7	32
Transfer from local authority on conversion		-	-	-	-	3,246
Activities for generating funds	3	732	-	28	760	1,082
Investment income	4	5	-	-	5	7
<i>Incoming resources from charitable activities:</i>						
Funding for the Academy trust's educational operations	5	-	9,334	47	9,381	9,572
<b>Total incoming resources</b>		744	9,334	75	10,153	13,939
<b>Resources expended</b>						
<i>Cost of generating funds:</i>						
Fundraising trading	6	696	-	-	696	980
<i>Charitable activities:</i>						
Academy trust's educational operations	6	-	10,055	879	10,934	10,554
Governance costs	6	-	162	-	162	41
<b>Total resources expended</b>	6	696	10,217	879	11,792	11,575
<b>Net incoming/(outgoing) resources before transfers</b>		48	(883)	(804)	(1,639)	2,364
Gross transfers between funds	16	(48)	(1,536)	1,584	-	-
<b>Net expenditure for the year</b>		-	(2,419)	780	(1,639)	2,364
Actuarial gains (losses) on defined benefit pension schemes	16	-	115	-	115	356
<b>Net movement in funds</b>		-	(2,304)	780	(1,524)	2,720
<b>Reconciliation of funds</b>						
<b>Funds brought forward at 1 September</b>	16	20	(667)	26,033	25,386	22,666
<b>Funds carried forward at 31 August</b>	16	20	(2,971)	26,813	23,862	25,386

All of the Group's activities derive from continuing operations during the above two financial periods.

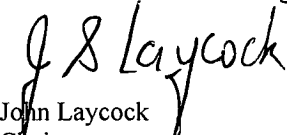
A Statement of Total Recognised Gains and Losses is not required as all gains and losses are included in the Statement of Financial Activities

# ONE WORLD LEARNING TRUST

## CONSOLIDATED BALANCE SHEET AS AT 31 AUGUST 2014

	Notes	2014 £000	2013 £000
<b>Fixed assets</b>			
Tangible assets	12	26,813	27,670
<b>Current assets</b>			
Stock	13	29	36
Debtors	14	225	421
Cash at bank and in hand		-	378
		254	835
Creditors: Amounts falling due within one year	15	(1,147)	(936)
<b>Net current liabilities</b>		(893)	(101)
<b>Total assets less current liabilities</b>		25,920	27,569
Creditors: Amounts falling due after more than one year	15	(583)	(700)
Net assets excluding pension liability		25,337	26,869
Pension scheme liability	20	(1,475)	(1,483)
<b>Net assets including pension liability</b>		23,862	25,386
<b>Consolidated Funds</b>			
Restricted funds			
Fixed asset funds	16	26,813	26,033
General funds	16	(1,496)	816
Pension reserve	16	(1,475)	(1,483)
Total restricted funds		23,842	25,366
Unrestricted funds			
General fund(s)	16	20	20
Total unrestricted funds		20	20
<b>Total funds</b>		23,862	25,386

The financial statements on pages 16 to 41 were approved by the Governors, and authorised for issue on 12 December 2014 and are signed on their behalf by:

  
John Laycock  
Chair

Registered company number: 04537464

The accompanying accounting policies and notes form an integral part of these financial statements.

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2014

	2014 £000	2013 £000
<b>Net cash inflow from operating activities</b>		
Net (loss)/income for the year	(1,639)	2,364
Buildings transferred from Local Authority on Conversion	-	(3,630)
Pension liability transferred from Local Authority on Conversion	-	388
Depreciation (note 12)	879	806
Capital grants from DfE and other capital income	(19)	(30)
Interest receivable (note 4)	(5)	(7)
Interest payable	13	19
FRS 17 operating charge less contributions payable (note 20)	95	90
FRS 17 pension finance costs (note 20)	12	34
Decrease/(Increase) in stocks	7	-
Decrease in debtors	196	(135)
Increase/(decrease) in creditors	122	175
	<u>(339)</u>	<u>74</u>
<b>Returns on investments and servicing of finance</b>		
Interest received	5	7
Interest paid	(13)	(19)
	<u>(8)</u>	<u>(12)</u>
<b>Capital expenditure</b>		
Purchase of tangible fixed assets	(37)	(123)
Disposal of tangible fixed assets	15	-
Capital grants from EFA	19	30
	<u>(3)</u>	<u>(93)</u>
<b>Management of liquid resources and financing</b>		
Loan repayments	(33)	(29)
	<u>(33)</u>	<u>(29)</u>
<b>Net decrease in cash</b>	<u>(383)</u>	<u>(60)</u>

ANALYSIS OF CHANGES IN NET FUNDS / (DEFECIT)

	1st Sept 2013	Cash flows	31st Aug 2014
Cash in hand and at bank / (overdraft)	378	(383)	(5)

The accompanying accounting policies and notes form an integral part of these financial statements.

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014**

**1 PRINCIPAL ACCOUNTING POLICIES**

**Basis of preparation**

The financial statements have been prepared under the historical cost convention in accordance with applicable United Kingdom Accounting Standards, the Charity Commission 'Statement of Recommended Practice: Accounting and Reporting by Charities' ('SORP 2005'), the Academies Accounts Direction 2013 to 2014 issued by the EFA and the Companies Act 2006. A summary of the principal accounting policies, which have been applied consistently, except where noted, is set out below.

**Basis of consolidation**

The financial statements consolidate those of the charitable company and of its subsidiary company (the charitable company owns 100% of the share capital of City Academy, Bristol Trading Limited) drawn up to 31 August 2014. Intra-group transactions are eliminated on consolidation and all figures relate only to external transactions. Subsidiaries are entities over which the charitable company has the power to control the financial and operating policies so as to obtain benefit from their activities.

**Going concern**

The Trust has net current liabilities of £893,000 (2013: £101,000) as at 31 August 2014 and is forecast to experience a shortfall of cash in 2015.

The Trustees have concluded that the combination of these circumstances represents a material uncertainty that may cast doubt upon the Trust's ability to continue as a going concern.

The Trustees have prepared the financial statements on the going concern basis, which assumes the intention of the DFE to provide additional financial support above, or in advance of, normal grant funding, to the Trust should the Trust require funding over and above the amount that the DFE would ordinarily provide.

After informing the DFE of the uncertainty described above, the Trustees have a reasonable expectation that the DFE would provide the required financial support and the Trust would have adequate resources to continue in operational existence for the foreseeable future, for at least 12 months from the approval of the financial statements. For this reason, they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Were the Trust no longer a going concern, adjustments may be required to the carrying value of assets, provision would also be required for the future liabilities arising as a consequence of the Trust ceasing business and assets and liabilities currently classified as non-current would be reclassified as current.

**Incoming resources**

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

- **Grants receivable**

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

General Annual Grant is recognised in full in the year for which it is receivable and any unspent amount is reflected as a balance in the restricted general fund.

Capital grants are recognised when receivable and are not deferred over the life of the asset on which they are expended. Unspent amounts of capital grant are reflected in the balance in the restricted fixed asset fund.

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**1 PRINCIPAL ACCOUNTING POLICIES (Continued)**

Grants received for specific purposes are matched with corresponding expenditure as far as possible and carried forward as restricted fund insofar as they are received before corresponding expenditure is incurred.

- **Sponsorship income**

Sponsorship income provided to the academy trust which amounts to a donation is recognised in the Statement of Financial Activities in the period in which it is receivable, where there is certainty of receipt and it is measurable.

- **Donations**

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

- **Other income**

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

- **Investment income and interest receivable**

Investment income and interest receivable are included in the Statement of Financial Activities on an accruals basis.

**Resources expended**

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

- **Cost of generating funds**

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

- **Charitable activities**

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

- **Governance costs**

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

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**1 PRINCIPAL ACCOUNTING POLICIES (Continued)**

**Tangible fixed assets**

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

Where tangible fixed assets have been acquired with the aid of specific grants, either from the government or from the private sector, they are included in the balance sheet at cost and depreciated over their expected useful economic life. The related grants are credited to a restricted fixed asset fund in the statement of financial activities and carried forward in the balance sheet. Depreciation on such assets is charged to the restricted fixed asset fund in the statement of financial activities so as to reduce the fund over the useful economic life of the related asset on a basis consistent with the trust's depreciation policy.

**Depreciation**

Depreciation is provided on tangible fixed assets at rates calculated to write off the cost less estimated residual value over expected useful lives on a straight line basis as follows:

Buildings	2-10%
Furniture & equipment	20%
Minor building projects	10%
Computer equipment	25%
Motor vehicles	25%

Assets in the course of construction are included in tangible fixed assets on the basis of expenditure incurred at the balance sheet date. No depreciation is provided until these assets are fully commissioned. Depreciation on buildings is not provided in the year of acquisition.

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.

**Leased assets**

Operating lease rental are charged to the statement of financial activities on a straight line basis over the period of the lease.

**Stock**

Unsold uniforms and catering stocks are valued at the lower of cost and net realisable value.

**Taxation**

The Trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2012 and therefore it meets the definition of a Charitable Company for UK corporation tax purposes. Accordingly, the Trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2012 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**1 PRINCIPAL ACCOUNTING POLICIES (Continued)**

**Pensions benefits**

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

The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with the trust in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary on the basis of quinquennial valuations using a prospective benefit method. As stated in Note 20, the TPS is a multi-employer scheme and the trust is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis. The TPS is therefore treated as a defined contribution scheme and the contributions recognised as they are paid each year.

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

**Fund accounting**

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

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

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

**2 VOLUNTARY INCOME  
Consolidated and Academies**

	Unrestricted Funds £000	Restricted Funds £000	Total 2014 £000	Total 2013 £000
Other donations	7	-	7	32



**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**3 ACTIVITIES FOR GENERATING FUNDS**

	Unrestricted Funds £000	Restricted General Funds £000	Restricted Fixed Asst Funds £000	Total 2014 £000	Total 2013 £000
Hire of Facilities	235	-	-	235	199
Catering Income	148	-	-	148	150
Uniform sales	12	-	-	12	16
Facilities management income	1	-	-	1	10
Educational projects	171	-	-	171	109
Other income	165	-	28	193	598
	<u>732</u>	<u>-</u>	<u>28</u>	<u>760</u>	<u>1,082</u>

**4 INVESTMENT INCOME**

	Unrestricted Funds £000	Restricted Funds £000	Total 2014 £000	Total 2013 £000
Short term deposits	<u>5</u>	<u>-</u>	<u>5</u>	<u>7</u>

**5 FUNDING FOR ACADEMIES' EDUCATIONAL OPERATIONS**

	Unrestricted Funds £000	Restricted Funds £000	Total 2014 £000	Total 2013 £000
<b>DfE/EFA capital grant</b>				
Devolved Formula Capital allocations	-	28	28	30
Trust main building grants	-	19	19	30
	<u>-</u>	<u>47</u>	<u>47</u>	<u>60</u>
<b>DfE / EFA revenue grants</b>				
General Annual Grant (GAG)	-	8,948	8,948	8,925
Other DfE / EFA grants	-	30	30	142
	<u>-</u>	<u>8,978</u>	<u>8,978</u>	<u>9,067</u>
<b>Other Government grants</b>				
Local authority grants	-	356	356	445
	<u>-</u>	<u>356</u>	<u>356</u>	<u>445</u>

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**6 RESOURCES EXPENDED**

	Staff Costs	Non Pay Expenditure		Total	Total
		Premises	Other Costs	2014	2013
	£000	£000	£000	£000	£000
Costs of activities for generating funds	421	67	208	696	980
Academies' educational operations					
Direct costs	6,666	203	1,163	8,032	7,464
Allocated support costs	1,409	1,232	261	2,902	3,090
	8,496	1,502	1,632	11,630	11,534
Governance costs including allocated support costs	129	-	33	162	41
	8,625	1,502	1,665	11,792	11,575
Incoming/(outgoing) resources for the year include:				2014	2013
				£000	£000
Operating leases - IT hardware and software				144	132

Included within resources expended are the following transactions. Individual transactions exceeding £5,000 are identified separately:

	Total £	Individual items above £5,000	
		Amount £	Reason
Ex-gratia/compensation payments	51,149	30,000	ex gratia payments
		15,000	to employees on early
		6,149	termination of employment

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)

7 CHARITABLE ACTIVITIES – ACADEMIES' EDUCATIONAL OPERATIONS

	Total 2014 £000	Total 2013 £000
<b>Direct costs- educational operations</b>		
Teaching and educational support staff costs	6,666	5,981
Depreciation	203	147
Technology costs	224	247
Educational supplies	466	416
Examination fees	127	128
Staff development	91	63
Educational consultancy	31	31
Other direct costs	224	451
	<b>8,032</b>	<b>7,464</b>
<b>Support costs - educational operations</b>		
Support staff costs	1,409	1,547
Depreciation	676	659
Technology costs	26	38
Recruitment and support	22	26
Maintenance of premises and equipment	123	158
Cleaning	44	47
Rent & rates	108	86
Energy costs	206	178
Insurance	75	83
Security and transport	21	19
Catering	78	82
Bank interest and charges	22	28
Other support costs	92	139
<b>Total direct and support costs</b>	<b>2,902</b>	<b>3,090</b>
<b>Governance costs</b>		
Auditor's remuneration		
Audit of financial statements	23	19
Other audit costs	10	-
Support staff costs	129	22
	<b>162</b>	<b>41</b>

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)

8 STAFF

a. Staff costs

Staff costs during the period were:	2014	2013
	£000	£000
Wages and salaries	6,971	6,633
Social security costs	487	470
Pension costs	911	881
	8,369	7,984
Supply staff costs	178	145
Staff restructuring costs	120	176
Employee recharge	(42)	(66)
<b>Total staff costs</b>	<b>8,625</b>	<b>8,239</b>

b. Staff severance payments

Included in staff restructuring costs are non-statutory/non-contractual severance payments totalling £51,149 (2013: £14,200). The three non-statutory/non-contractual payments exceeded £5,000 individually, and these were for £30,000; £15,000; and £6,149.

c. Staff Numbers

The average number of persons employed by the trust during the period expressed as full time equivalents was:

	2014	2013
<b>Charitable Activities</b>	<b>Number</b>	<b>Number</b>
Teachers	113	118
Administration and support	131	116
Management	8	10
	252	244

d. Higher paid staff

The number of employees whose emoluments exceeded £60,000 was:

	2014	2013
	Number	Number
£60,001 to £70,000	7	6
£130,001 to £140,001	1	1

All of the above employees participated in the Teachers' Pension Scheme. During the year ended 31 August 2014 pension contributions for these staff amounted to £63,000 (2013: £69,000).

9 CENTRAL SERVICES

No central services were provided by the trust to its academies during the period and no central charges arose.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)

10 TRUSTEES' REMUNERATION AND EXPENSES

The principal and other staff trustees only receive remuneration in respect of services they provide undertaking the roles of Principal and staff, and not in respect of their services as trustees. Other trustees did not receive any payments, other than expenses, from the trust in respect of their role as trustees. The value of the trustees' remuneration was as follows:

G Kelly (staff trustee) £130,001 - £140,000\* (2013: £130,001 - £140,000)

P Shore (staff trustee) £60,001 - £70,000 (2013: £40,001 - £50,000).

\* G Kelly received also a non-statutory/non-contractual sum of £30,000.

No Trustee received expenses during the year (2013: £nil).

11 TRUSTEES' AND OFFICERS' INSURANCE

In accordance with normal commercial practice the Trust has purchased insurance to protect Trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on Trust business. The insurance provides cover up to £2,000,000 on any one claim. The cost is part of a larger premium and not identifiable separately.

12 TANGIBLE FIXED ASSETS

	Land & Buildings	Furniture & Equipment	Computer Equipment	Minor building projects	Motor Vehicles	Total
Cost	£000	£000	£000	£000	£000	£000
At 1st September 2013	31,837	979	1,443	1,032	17	35,308
Additions	-	21	-	16	-	37
Disposals	(15)	-	-	-	-	(15)
At 31st August 2014	31,822	1,000	1,443	1,048	17	35,330
<b>Depreciation</b>						
At 1st September 2013	4,897	898	1,408	423	12	7,638
Charged in year	734	23	13	104	5	879
At 31st August 2014	5,631	921	1,421	527	17	8,517
<b>Net Book Value</b>						
At 31st August 2014	26,191	79	22	521	-	26,813
At 31st August 2013	26,940	81	35	609	5	27,670

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**
**13 STOCK**

	2014 £000	2013 £000
School uniform	25	33
Catering	4	3
	<u>29</u>	<u>36</u>

**14 DEBTORS**

	2014 £000	2013 £000
Trade debtors	46	118
VAT recoverable	11	67
Other debtors	3	9
Prepayments and accrued income	165	227
	<u>225</u>	<u>421</u>

**15 CREDITORS**

	2014 £000	2013 £000
<b>Amounts falling due within 1 year</b>		
Bank overdraft	5	-
Trade creditors	42	267
Other taxation and social security	138	139
Bank loan	33	32
EFA creditor: abatement of GAG	670	110
Other creditors	196	190
Accruals and deferred income	63	198
	<u>1,147</u>	<u>936</u>

**Amounts falling due after more than 1 year**

Bank Loan	252	286
Other creditors	331	414
	<u>583</u>	<u>700</u>

**Deferred income**

	2014 £000
Deferred Income at 1 September 2013	99
Resources deferred in the year	(99)
Amounts released from previous years	-
Deferred Income at 31 August 2014	<u>-</u>

Deferred income represents income received in advance less expenses incurred in respect of projects undertaken by the Academies

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**16 FUNDS**

	Balance at 1 September 2013 £000	Incoming Resources £000	Resources Expended £000	Gains, Losses and Transfers £000	Balance at 31 August 2014 £000
<b>Restricted general funds</b>					
General Annual Grant (GAG)	745	8,948	(9,908)	(1,352)	(1,567)
Pension reserve	(1,483)	-	(107)	115	(1,475)
Other DfE/EFA grants	71	30	(30)	-	71
Other government grant	-	356	(356)	-	-
	(667)	9,334	(10,401)	(1,237)	(2,971)
<b>Restricted fixed asset funds</b>					
DfE/EFA capital grants	19,098	47	(676)	1,400	19,869
Capital expenditure from GAG	118	-	(19)	-	99
Other capital fund	6,817	28	-	-	6,845
	26,033	75	(695)	1,400	26,813
<b>Total restricted funds</b>	<b>25,366</b>	<b>9,409</b>	<b>(11,096)</b>	<b>163</b>	<b>23,842</b>
<b>Unrestricted funds</b>					
Unrestricted funds	20	744	(696)	(48)	20
<b>Total unrestricted funds</b>	<b>20</b>	<b>744</b>	<b>(696)</b>	<b>(48)</b>	<b>20</b>
<b>Total funds</b>	<b>25,386</b>	<b>10,153</b>	<b>(11,792)</b>	<b>115</b>	<b>23,862</b>

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

**Restricted general funds**

This fund represents grants received for the trust's operational activities and development. The General Annual Grant (GAG) represents the core educational funding for the trust from the EFA. Under the funding agreement with the Secretary of State, the trust was not subject to limits on the amount of GAG that it could carry forward at 31 August 2014. The pension reserve relates to the trust's share of the deficit to the Local Government Pension Scheme administered by Avon Pension Fund.

**Restricted other funds**

From time to time, additional funds are applied as set out above for specific purposes laid down by the grant provider and to be used in the short term.

**Fixed asset fund**

These grants relate to funding received from the DfE, EFA and private sponsors to carry out works of a capital nature as part of the school building project and fixed assets transferred on conversion to academy status.

DfE/EFA capital grants is capital funding for the construction of The City Academy, Bristol buildings, including fixtures and fittings, received from the DfE.

Other Capital Fund comprises grants received in respect of facilities, funded by other bodies such as the Football Foundation and the Lawn Tennis Association, and includes the land and buildings transferred from Bristol City Council in respect of Bannerman Road Community Academy.

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)****16 FUNDS (continued)****Unrestricted funds**

The unrestricted funds, all of which are attributable to The City Academy, Bristol, represent funds available to the trustees to apply for the general purposes of the trust.

**Analysis of academies by fund balance**

Fund balances at 31 August 2014 were allocated as follows:

	Total £000
The City Academy, Bristol	(1,415)
Bannerman Road Community Academy	(68)
One World Learning Trust	7
Total before fixed assets and pension reserve	(1,476)
Restricted fixed asset funds	26,813
Pension reserve	(1,475)
<b>Total</b>	<b>23,862</b>

The City Academy, Bristol ('CAB') is carrying a net deficit on these funds because of a combination of very significantly reduced funding in respect of its educational needs as the EFA's allocation formulae have changed in the last 2-3 years; falling rolls; the consequent impact in respect of termination payments in order to reduce staff numbers; and the need to maintain interventions in order to meet the DfE's floor criteria for GCSE passes.

Bannerman Road Community Academy ('BRCA') is carrying a net deficit on these funds principally because the amount transferred from Bristol City Council on conversion in 2013 was considerably less than had been expected. By the time this was realised, there was insufficient time to make appropriate expenditure level adjustments.

BRCA is forecast to be overall surplus by 31 August 2015 as a result of increased pupil numbers and expenditure reductions.

The trust has taken the following action to return CAB to surplus:

- Teaching posts reduced by a net of 12 as at 1 September 2014;
- Several non teaching redundancies, and a policy of non replacement of voluntary leavers as far as possible;
- Reductions in non staff costs;
- Application for Falling Rolls Grant

As a consequence, CAB is forecast to have a surplus during 2014/15.

The company's share of the gross income for the year ended 31 August 2014 was £10,170,000 (2013: 14,303,000). Gross expenditure was £11,809,000 (2013: 11,551,000). The company's results were identical to those in the consolidated Statement of Financial Activities.



**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**16 FUNDS (continued)**

**Analysis of academies by cost**

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 £000
The City Academy, Bristol	5,423	1,103	546	1,146	8,218
Bannerman Road Community Academy	1,243	199	144	300	1,886
One World Learning Trust	-	107	-	6	113
	<u>6,666</u>	<u>1,409</u>	<u>690</u>	<u>1,452</u>	<u>10,217</u>

**17 ANALYSIS OF NET ASSETS BETWEEN FUNDS**

Fund balances at 31st August 2014 are  
represented by:

	Unrestricted Funds £000	Restricted Funds £000	Restricted Fixed Asset Funds £000	Total Funds £000
Tangible fixed assets	-	-	26,813	26,813
Current assets	<u>46</u>	<u>203</u>	<u>-</u>	<u>249</u>
	46	203	26,813	27,062
Creditors: amounts falling due within one year	(26)	(1,116)	-	(1,142)
Creditors: amounts falling due after more than one year	-	(583)	-	(583)
Pension fund deficit	<u>-</u>	<u>(1,475)</u>	<u>-</u>	<u>(1,475)</u>
Total net assets	<u>20</u>	<u>(2,971)</u>	<u>26,813</u>	<u>23,862</u>

**18 FINANCIAL COMMITMENTS**

**Operating leases**

At 31 August 2014 the Trust had annual commitments under non-cancellable operating leases as follows:

	2014 £000	2013 £000
Other		
Expiring within one year	95	24
Expiring within two and five years inclusive	<u>23</u>	<u>108</u>
	<u>118</u>	<u>132</u>

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**19 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.

**20 PENSION AND SIMILAR OBLIGATIONS**

The 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 Avon Pension Fund. Both are defined-benefit schemes. The pension costs are assessed in accordance with the advice of independent qualified actuaries. The latest actuarial valuation of the TPS related to the period ended 31 March 2004 and of the LGPS 31 March 2014. Contributions amounting to £107,000 (2013: £91,000) were payable to the schemes at 31 August and are included within creditors.

**Teachers' Pension Scheme**

**Introduction**

The Teachers' Pension Scheme ('TPS') is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pensions Regulations (2010) and, from 1 April 2014, by the Teachers' Pension Scheme regulations 2014. Membership is automatic for full-time teachers in academies and, from 1 January 2007, automatic for teachers in part-time employment following appointment or a change of contract, although they are able to opt out.

The TPS is an unfunded scheme and members contribute on a "pay as you go" basis – these contributions along with those made by employers are credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

The Teachers' Pensions Regulations require an annual account to be kept of the receipts and expenditure (including the cost of pensions' increases). From 1 April 2001, the account has been credited with a real rate of return, which is equivalent to assuming that the balance in the account is invested in notional investments that produce a real rate of return.

**Valuation of the Teachers' Pension Scheme**

The latest actuarial valuation of the TPS was carried out as at 31 March 2012 and in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014. The valuation report was published by the Department for Education on 9 June 2014. The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 16.48% of pensionable pay (including a 0.08% employer administration charge (currently 14.1%);
- total scheme liabilities for service to the effective date of £191,500 million, and notional assets of £176,600 million, giving a notional past service deficit of £14,900 million; and
- an employer cost cap of 10.9% of pensionable pay will be applied to future valuations.

The new employer contribution rate is applicable from 1 April 2015 and will be implemented for the TPS from September 2015.

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

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**20 PENSION AND SIMILAR OBLIGATIONS (continued)**

**Teachers' Pension Scheme Changes**

Lord Hutton published his final report in March 2011 and made recommendations about how pensions can be made sustainable and affordable, whilst remaining fair to the workforce and the taxpayer. The Government accepted Lord Hutton's recommendations as the basis for consultation with trade unions and other representative bodies. In March 2013 the Department for Education published proposals for the design for a reformed TPS.

The key provisions of the reformed scheme include: a pension based on career average earnings; an accrual rate of  $\frac{1}{57}^{\text{th}}$ ; and a Normal Pension Age equal to State Pension Age, but with options to enable members to retire earlier or later than their Normal Pension Age. Pension benefits built up before 1 April 2015 will be fully protected.

In addition, the proposed final agreement includes a Government commitment that those within 10 years of normal pension age on 1 April 2013 will see no change to the age at which they can retire, and no decrease in the amount of pension they receive when they retire. There will also be further transitional protection, tapered over a three and a half year period, for people who would fall just outside of the 10 year protection.

In his interim report of October 2010, Lord Hutton recommended that short-term savings were also required, and that the only realistic way of achieving these was to increase member contributions. At the Spending Review 2010 the Government announced an average increase of 3.2 percentage points on the contribution rates by 2014-15. The increases have been phased in since April 2013 on a 40:80:100% basis.

The Department for Education has continued to work closely with trade unions and other representatives bodies to develop the reformatted Teachers' Pension Scheme and regulations giving effect to it came into force on 1 April 2014. Communications are being rolled out and the reformatted scheme will commence on 1 April 2015.

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

**Local Government Pension Scheme**

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2014 was £354,000, of which employer's contributions totalled £229,000 and employees' contributions totalled £125,000. The agreed contribution rates for future years increase from 10.7% to 13.1% for employers. Contribution rates currently range from 5.5% to 12.5% for employees depending on salary banding.

The scheme is in deficit and the trust is currently paying £37,100 per annum deficit recovery. From April 2015, the amount is £40,400 rising to £46,300 in 2017/18. For 2017/18 and beyond, contribution rates and deficit payments are subject to the outcome of the 2016 valuation.

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

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)

20 PENSION AND SIMILAR OBLIGATIONS (Continued)

Local Government Pension Scheme (continued)

Principal Actuarial Assumptions	BRCA %		CAB %	
	At 31 August	At 31 August	At 31 August	At 31 August
	2014	2013	2014	2013
Rate of increase in salaries	3.9	4.0	3.9	3.9
Rate of increase for pensions in payment / inflation	2.4	2.5	2.4	2.4
Discount rate for scheme liabilities	4.6	4.8	4.4	4.6
Inflation assumption (CPI)	2.4	2.5	2.4	2.4
Commutation of pensions to lump sums	50.0	50.0	50.0	50.0

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

	At 31 August	At 31 August
	2014	2013
	years	years
<i>Retiring today</i>		
Males	23.3	22.9
Females	25.8	25.9
<i>Retiring in 20 years</i>		
Males	25.7	25.2
Females	28.7	28.2

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**20 PENSION AND SIMILAR OBLIGATIONS (Continued)**

**Local Government Pension Scheme (continued)**

The trust's share of the assets and liabilities in the scheme and the expected rates of return were:

	Expected return at 31 August 2014	Fair value at 31 August 2014 £000	Expected return at 31 August 2013	Fair value at 31 August 2013 £000
Equities	7.0%	2,783	7.0%	2,840
Government bonds	2.9%	435	3.4%	471
Other bonds	3.8%	540	4.4%	387
Property	6.2%	384	5.7%	312
Cash/liquidity	0.5%	167	0.5%	79
Other assets	7.0%	743	7.0%	312
Investment expenses	0.4%	-	0.2%	-
Total market value of assets	5.99%	5,052	5.99%	4,401
Present value of scheme liabilities				
- Funded		(6,527)		(5,884)
(Deficit) in the scheme		<u>(1,475)</u>		<u>(1,483)</u>

The actual return on scheme assets was £513,000 (2013: £549,000).

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

	2014 £000	2013 £000
Current service cost (net of employee contributions)	324	293
Past service cost net of effects of curtailments or settlements	-	58
Total operating charge	<u>324</u>	<u>351</u>

**Analysis of pension finance income /(costs)**

	2014	2013
Expected return on pension scheme assets	267	205
Interest on pension liabilities	<u>(279)</u>	<u>(239)</u>
Pension finance income /(costs)	<u>(12)</u>	<u>(34)</u>

The actual gains and losses for the current year are recognised in the statement of financial activities. The cumulative amount of actuarial gains and losses recognised in the statement of financial activities since the adoption of FRS 17 is a £524,000 loss (2013: £639,000 loss).

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)

20 PENSION AND SIMILAR OBLIGATIONS (Continued)

Local Government Pension Scheme (continued)

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

	2014	2013
	£000	£000
At 1 September	(5,884)	(4,880)
Current service cost	(324)	(293)
Interest cost	(279)	(239)
Employee contributions	(125)	(99)
Actuarial (loss)/gain	(13)	11
Benefits paid	98	62
Curtailments and settlements	-	(58)
Business contributions	-	(388)
At 31 August	(6,527)	(5,884)

Movements in the fair value of Academies' share of scheme assets:

	2014	2013
	£000	£000
At 1 September	4,401	3,553
Expected return on assets	267	205
Actuarial gain/(loss)	128	345
Employer contributions	229	261
Employee contributions	125	99
Benefits paid	(98)	(62)
At 31 August	5,052	4,401

The five-year history of experience adjustments is as follows:

	2014	2013	2012	2011	2010
	£000	£000	£000	£000	£000
Defined benefit obligation at end of year	(6,527)	(5,884)	(4,880)	(3,922)	(3,995)
Fair value of plan assets at end of year	5,052	4,401	3,553	3,034	2,658
Deficit	(1,475)	(1,483)	(1,327)	(888)	(1,337)
Experience adjustments on share of scheme assets	67	345	90	(47)	91
Experience adjustments on scheme liabilities	418	-	-	151	-

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2014 (Continued)**

**21 RELATED PARTY TRANSACTIONS**

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

Stage Electrics Limited, a company of which John Laycock is a minority shareholder:

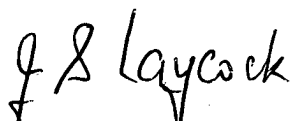
- The trust utilised the company for an annual periodic inspection of electrical equipment to the value of £1,086 net of VAT (2013: £1,089). There were no amounts outstanding at 31 August 2014 (2013 £1,308);
- The trust made the purchase at arm's length, the arrangement having been established prior to Mr. Laycock's involvement with Stage Electrics Limited;
- In entering into the transaction the trust has complied with the requirements of the EFA's Academies Financial Handbook.

# ONE WORLD LEARNING TRUST

## COMPANY BALANCE SHEET AS AT 31 AUGUST 2014

	Notes	2014 £000	2014 £000	2013 £000	2013 £000
<b>Fixed assets</b>					
Tangible assets	2		26,423		27,270
<b>Current assets</b>					
Stock	3	29		36	
Debtors	4	343		518	
Cash at bank and in hand		-		361	
		372		915	
<b>Creditors: amounts falling due within one year</b>	5	(1,127)		(902)	
<b>Net current (liabilities)/assets</b>			(755)		13
<b>Total assets less current liabilities</b>			25,668		27,283
<b>Creditors: amounts falling due after more than one year</b>	5		(331)		(414)
<b>Net assets excluding pension liability</b>			25,337		26,869
Pension scheme liability			(1,475)		(1,483)
<b>Net assets including pension liability</b>			23,862		25,386
<b>Funds of the Academies:</b>					
Restricted funds					
Fixed asset funds	6		26,813		26,033
General funds	6		(1,496)		816
Pension reserve	6		(1,475)		(1,483)
<b>Total restricted funds</b>			23,842		25,366
Unrestricted funds					
General fund(s)	6		20		20
<b>Total unrestricted funds</b>			20		20
<b>Total funds</b>			23,862		25,386

Approved by the Board of Trustees of One World Learning Trust on 12 December 2014 and signed on its behalf by:

  
John Laycock (Chair)

Registered company number: 04537464

The accompanying accounting policies form an integral part of these financial statements.



## NOTES FORMING PART OF THE COMPANY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2014

**1 PRINCIPAL ACCOUNTING POLICIES****Basis of preparation**

The financial statements have been prepared under the historical cost convention in accordance with applicable United Kingdom Accounting Standards, the Charity Commission 'Statement of Recommended Practice: Accounting and Reporting by Charities' ('SORP 2005'), the Academies Accounts Direction 2013 to 2014 issued by the EFA and the Companies Act 2006. A summary of the principal accounting policies that impact on the financial statements are as set out on pages 19 to 22.

**2 TANGIBLE FIXED ASSETS**

	Land & Buildings	Furniture & Equipment	Computer Equipment	Minor building projects	Motor Vehicles	Total
Cost	£000	£000	£000	£000	£000	£000
At 1st September 2013	31,397	996	1,443	1,033	17	34,886
Additions	-	4	-	15	-	19
At 31st August 2014	31,397	1,000	1,443	1,048	17	34,905
<b>Depreciation</b>						
At 1st September 2013	4,873	898	1,407	424	13	7,615
Charged in year	723	23	14	103	4	867
At 31st August 2014	5,596	921	1,421	527	17	8,482
<b>Net Book Value</b>						
At 1st September 2014	25,801	79	22	521	-	26,423
At 31st August 2013	26,524	98	36	609	13	27,271

**3 STOCK**

	2014 £000	2013 £000
Clothing	25	33
Catering	4	3
	<u>29</u>	<u>36</u>

**4 DEBTORS**

	2014 £000	2013 £000
Trade debtors	41	118
Prepayments	165	227
VAT recoverable	11	67
Due from subsidiary undertaking	123	97
Other debtors	3	9
	<u>343</u>	<u>518</u>

NOTES FORMING PART OF THE COMPANY FINANCIAL STATEMENTS FOR THE YEAR  
ENDED 31 AUGUST 2014 (continued)

5 CREDITORS

	2014 £000	2013 £000
<b>Amounts falling due within 1 year</b>		
Bank overdraft	21	-
Trade creditors	42	267
Other taxation and social security	138	139
EFA creditor: abatement of GAG	670	110
Other creditors	193	188
Accruals and deferred income	63	198
Totals	<u>1,127</u>	<u>902</u>
<b>Amounts falling due after more than 1 year</b>		
Other creditors	<u>331</u>	<u>414</u>

<b>Deferred income</b>	2014 £000
Deferred Income at 1 September 2013	99
Resources deferred in the year	(99)
Amounts released from previous years	-
Deferred Income at 31 August 2014	<u>-</u>

Deferred income represents income received in advance less expenses incurred in respect of projects undertaken by the trust.

## NOTES FORMING PART OF THE COMPANY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2014 (continued)

## 6 FUNDS

	Balance at 1 September 2013 £000	Incoming Resources £000	Resources Expended £000	Gains, Losses and Transfers £000	Balance at 31 August 2014 £000
<b>Restricted general funds</b>					
General Annual Grant (GAG)	745	8,948	(9,908)	(1,352)	(1,567)
Pension reserve	(1,483)	-	(107)	115	(1,475)
Other DfE/EFA grants	71	30	(30)	-	71
Other government grant	-	356	(356)	-	-
	(667)	9,334	(10,401)	(1,237)	(2,971)
<b>Restricted fixed asset funds</b>					
DfE/EFA capital grants	19,098	47	(676)	1,400	19,869
Capital expenditure from GAG	118	-	(19)	-	99
Other capital fund	6,817	28	-	-	6,845
	26,033	75	(695)	1,400	26,813
<b>Total restricted funds</b>	25,366	9,409	(11,096)	163	23,842
<b>Unrestricted funds</b>					
Unrestricted funds	20	761	(713)	(48)	20
<b>Total unrestricted funds</b>	20	761	(713)	(48)	20
<b>Total funds</b>	25,386	10,170	(11,809)	115	23,862

## 7 SUBSIDIARY COMPANY

The company owns 100% of the issued share capital of City Academy Bristol Trading Limited ('CABTL'). CABTL owns one property occupied by the trust and receives rent from the trust and from an external source in respect of the property. CABTL pays interest and capital on a mortgage on the property, expiring in 2020. CABTL made a satisfactory surplus of £21,000 (2013: £16,000) that was contributed to the trust via gift aid.

For the year ended 31 August 2014, CABTL's turnover was £52,000 (2013: £52,000), expenditure including gift aid contribution to One World Learning Trust was £52,000 (2013: £52,000), giving rise to a surplus of £nil (2013: £nil). CABTL has aggregate assets of £411,000 (2013: £425,000) and aggregate liabilities of £411,000 (2013: £425,000).

During the year £47,500 (2013: £47,500) was paid by One World Learning Trust to CABTL in respect of rent.