

MCE Academy Trust
(A Company Limited by Guarantee)

Report and Financial Statements

5 Months Ended 31 August 2011

Company Limited by Guarantee
Registration Number
7559537 (England and Wales)

MCE Academy Trust

Contents

	Page
Reference and administrative information	2
Report of the Governors	4
Statement on Internal Control	9
Statement of Governors' Responsibilities	11
Independent Auditor's Report	12
Statement of financial activities incorporating income and expenditure account	14
Balance sheet	15
Cash flow statement	16
Notes to the financial statements	17

MCE Academy Trust

Reference and administrative information

Governors

Chair

Mrs R Somerville #

Foundation Governors

Mr C Anelay (parent) – Vice Chair * #

The Reverend C Coates *

Rev T Hand (representing Deanery of York) *

Mr A Moorcroft *

Mrs F Long *

Mr S Naish (parent) *

Mr S Quartermaine, Diocesan Board of Education (ex-officio)#

Mrs W Robinson (parent) *

Rt Rev M Wallace, Bishop of Selby (ex-officio) *

Rev Canon Peter Moger *

LEA Governors appointed by City of York Council

Mrs J Hopton *

Miss J Wright * #

Staff Governors

Mrs R Snowden *

Mr A Fyfe * #

Mr D Hosier *

Parent Governors

Dr J Adams *

Mrs S Duxbury * #

Mr D Judson * #

The Headteacher

Mr B Crosby #

* Represents Governors in the process of being reinstated formally into their position post academy conversion.

Represents members of the Finance Committee

Secretary

Prima Secretary Limited

Senior management

Brian Crosby, David Crane, Mike Thunder
Nathan Bulley, Andy Crisp, Sue Counter

Registered Office

Manor CE School, Millfield Lane
Nether Poppleton
York, North Yorkshire
YO26 6PA

Company Registration Number

7559537

Auditor

Barron & Barron, Bathurst House
86 Micklegate
York
YO1 6LQ

MCE Academy Trust

**Reference and administrative information
(Continued)**

Bankers	Lloyds Banking Group 14 Church Street Sheffield S1 1HP
Solicitors	Dickinson Dees LLP, St Ann's Wharf 112 Quayside Newcastle upon Tyne NE1 3DX
Surveyors	Valuation Office Agency Eastgate House Eastgate Leeds LS2 7JL

MCE Academy Trust

Report of the Governors for the 5 Months ended 31 August 2011

The governors (who are also the directors for the purposes of the company law) submit their annual report together with the audited financial statements for the 5 month period ended 31 August 2011.

The financial statements have been prepared in accordance with the accounting policies set out therein, and comply with the academy's memorandum and articles of association, the Companies Act 2006, and the requirements of the Statement of Recommended Practice "Accounting and Reporting by Charities" as issued in March 2005.

Reference and administrative details of the academy, its governors and advisers

Further to the Governors listed in the reference and administrative information which were included in the formation documentation a written resolution will be agreed to appoint the majority of the governing body from the former Manor CE School. This complies with the appointment of Governors as laid out in the Articles of Association.

Once this is completed the elected parent and Staff Governor elections will take place.

Structure, Governance and Management

Constitution

The MCE Academy is a company limited by guarantee with no share capital (registration no. 7559537) and an exempt charity within the meaning of Schedule 2 of the Charities Act 1993. It is not required to be registered with the Charity Commission but is, however, subject to the Charity Commissioner's regulatory powers which are monitored by the Secretary of State for Education. The academy's memorandum and articles of association are the primary governing documents of the academy. Members of the academy are nominated by the Secretary of State for Education. The articles of association require the members of the academy to appoint at least three governors to be responsible for the statutory and constitutional affairs of the academy and its management. The governors act as trustees of the charitable activities of MCE Academy Trust.

Members' liability

Each member of the academy 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.

Principle Activities

Principal Activities of the school are to deliver education to children between the ages of 11 – 16 for which the school was set up and has been doing. In addition and in partnership with the formal education the Academy runs many trips, clubs and other opportunities to enhance and develop each child.

Governors Indemnity

In accordance with normal commercial practice the Academy has purchased insurance to protect governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on Academy business. The insurance provides cover up to £250,000.

MCE Academy Trust
Report of the Governors for the 5 Months ended 31 August 2011 (continued)

Governors

As laid out in the Articles of Association the number of Governors shall be not less than three but shall not be subject to a maximum.

The Academy Trust members shall appoint the following Governors –

- The Archbishop of York or such other person as he shall nominate.
- One person nominated by the Dean and Chapter of York.
- Seven persons nominated by the Diocesan Board of Education
- The Diocesan Director of Education ex officio or such person as he/she shall nominate.
- One person who is a parent of pupils at the Academy
- The LA may nominate persons to be the LA Governors – to be agreed by the members
- The Principle shall be treated for all purposes as being an ex officio Governor.

In addition to the above the Academy will appoint additional Governors to represent parents and staff by election.

MCE Academy Trust
Report of the Governors for the 5 Months ended 31 August 2011 (Continued)

New Governors are formally written to on appointment and invited to attend a "Welcome to Governance" course run by the local authority. Further training is made available specific to the relevant area of responsibility.

Organisational Structure

Overall responsibility lies with the governors who in turn delegate the day to day running of the school to the Head Teacher and the senior leadership team.

Risk management

The process of reviewing the risks to which the academy is subject to is underway. The initial financial review has been undertaken by the appointed Responsible Officer and internal audit provided. Other areas risks will be assessed will be considered within the next 6 months to give a more comprehensive picture. The Governors have recognised this as important area and are working through these issues.

Objects and aims

To advance for the public benefit education in the United Kingdom, in particular but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing a school with a designated Church of England religious character offering a broad and balanced curriculum conducted in accordance with the principles, practices and tenets of the Church of England both generally and particular in relation to arranging for religious education and daily acts of worship, and in having regard to the advice of the Diocesan Board of Education.

Objectives Strategies and Aims

The objectives are to provide outstanding education through teaching professionally and creatively.

Public Benefit

In setting our objectives and planning our activities the governors have given careful consideration to the Charity Commission's general guidance on public benefit.

Achievements and Performance

During the period 1 April to 31 August 2011 the students of MCE Academy Trust have achieved excellent examination results. As a target MCE uses two main indicators as can be seen in the table below. This highlights a continued outstanding performance in regard to results obtained.

Description	Target	Level Achieved
5 x A* - C	90%	92%
5 x A* - C with English and Maths	80%	79%

MCE maintains a detailed school development plan agreed and includes the following "Big themes";

- To celebrate the 200th Anniversary of the founding of Manor CE School
- To embed the main financial and governance operations of MCE Academy Trust
- To develop the Archbishop of York's Award and a programme of service throughout the school
- To develop the use of the new Creative Media Centre
- To continue "checking the foundations" so as to enjoy our teaching and learning
- To develop our role as the lead school in the new York Teaching School
- To prepare a new curriculum model for September 2012

MCE Academy Trust
Report of the Governors for the 5 Months ended 31 August 2011 (Continued)

Achievements and Performance (Continued)

In relation to the wider community MCE site was successful in applying and winning a bid in partnership with the LA and York schools to provide an "exemplar facility" (Creative Media Centre) for the provision of Diploma courses. While this was initiated as a voluntary aided school the building phase of this exciting project has been mainly completed under Academy Status. Changing status mid development has added additional complication to the project along with the withdrawal of funding and support of the Diploma qualifications. The development of this facility is included in the school development plan and MCE is engaging with the LA other York Schools and stakeholders to ensure the Creative Media Centre enriches the education of students across York without adding additional pressure to the financial situation.

MCE wholly owns a trading subsidiary which is currently dormant and has been for the entire period.

Going Concern

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

Key Financial Performance Indicators

During the 5 month period to 31 August 2011 MCE Academy Trust has controlled and managed its expenditure to ensure that it operated within the funding available through the General Annual Grant.

Financial Review

The Academy opened on the 1 April with a deficit of £111,747 none of which has been repaid during the initial period. The majority of this deficit can still be seen reflected on the Balance Sheet under Restricted funds (General funds). The other deficit balance on the balance sheet £501,000 reflects the Local Government Pension Scheme shortfall in relation to MCE staff. Repayment of the pension deficit is included in the budget on the basis of an additional percentage contribution.

The funding received by the Academy is almost entirely through the YPLA which makes up 95% of all funding received.

During the opening period in line with statutory accounting treatment and guidance the assets and liabilities that have been transferred to the school have been shown within the income and expenditure. This has significant one off effects on the Statement of Financial Activities.

Principle Risks and Uncertainties

The principle risks to the academy are identified as reductions to funding through the GAG. A comprehensive risk register has been commissioned to quantify the likelihood and impact of the risks the Academy may face.

Reserves Policy

MCE Academy trust is committed to establishing a working reserve. However having converted to academy status with a deficit on restricted GAG fund £111k 1 April 2011 we are currently working towards reducing this.

The currently level of unrestricted reserves is £16k. The current level of restricted GAG funds is a deficit of £81k

MCE Academy Trust
Report of the Governors for the 5 Months ended 31 August 2011 (Continued)

Plans for Future Periods

Many of the "Big Themes" included in the School Development Plan will continue to be implemented and this will form the basis for the plans going forward.

The opening of the Creative Media Centre and the development and implementation of a usage policy that enriches the education of the students will be a focus in the next twelve months.

Acquiring use of the land adjacent to the school for development including replacement of outdoor recreational area and teaching environments for the school and wider community in partnership with the local council is expected to be agreed in the next few months.

The draft budget for the year ending 31 August 2012 shows a reduction to this inherited deficit position. However at this time we have still to receive final notification of actual funding for the year ending 31 August 2012.

A review and implementation of changes to the curriculum will also work towards the target levels for examination results 5 x A* - C (90%) and 5 x A* - C including English and Maths (80%)

Statement of disclosure of information to auditor

We, the governors of the academy who held office as company directors at the date of approval of these Financial Statements as set out above each confirm, so far as we are aware, that:

- there is no relevant audit information of which the academy's auditor is unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the academy's auditor are aware of that information.

Auditor

The auditor, Barron & Barron has expressed a willingness to continue in office and a resolution to appoint them will be proposed at the annual general meeting.

This report was approved by the board on 9 November 2011 and signed on their behalf by

Ruth Somerville

Ruth Somerville (Chair)

MCE Academy Trust Statement on Internal Control

Scope of Responsibility

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

The Governing Body has 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 MCE Academy Trust and the Secretary of State for Education. They are also responsible for reporting to the Governing Body any material weaknesses or breakdowns in internal control.

The Purpose of the System of Internal Control

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives; it can therefore only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an ongoing process designed to identify and prioritise the risks to the achievement of Academy Trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in MCE Academy Trust for the 5 months ended 31 August 2011 and up to the date of approval of the annual report and financial statements.

Capacity to Handle Risk

The Governing Body is undergoing a review of 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 Governing Body is of the view that there is an ongoing process for identifying, evaluating and managing the Academy Trust's significant risks that has been in place for the year ending 31 August 2011 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the Governing Body.

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:

- financial reports which are reviewed and agreed by the Governing Body;
- comprehensive budgeting and monitoring systems with an annual budget and periodic regular reviews by the Finance Committee of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes;
- 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.

These controls have been previously established in the converter school and have been operating throughout the reporting period.

The Trustees have entered into a contract of services to provide both the role of responsible Officer as defined by the Academies Handbook and a rolling plan of internal audit checks to ensure adequate and robust controls are in place within the financial management processes. This contract was awarded to Veritau.

MCE Academy Trust
Statement on Internal Control (continued)

Review of Effectiveness

As Accounting Officer, the Principal 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 Responsible Officer;
- the work of the external auditor;
- the financial management and governance self assessment process;
- the work of the executive managers within the Academy Trust who have responsibility for the development and maintenance of the internal control framework.

Following the initial checks carried out, Veritau concluded:-

“Overall I am satisfied, based on the limited testing I have performed, that the school has a control system in place that affords the GB substantial assurance. A number of procedures are still in the process of being developed and many procedures need to be fully documented in order to give governors some assurance that contingency arrangements will be effective”

This report was approved by the board on 9 November 2011 and signed on their behalf by



Ruth Somerville (Chair)



Brian Crosby (Accounting officer)

MCE Academy Trust Statement of Governors' Responsibilities

The governors (who act as trustees for charitable activities of MCE Academy Trust and 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 Annual Accounts Requirements issued by the Young People's Learning 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 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 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 the YPLA/DfE have been applied for the purposes intended.

Approved by order of the members of the Governing Body on 9 November 2011 and signed on its behalf by:



Ruth Somerville (Chair)

MCE Academy Trust

Independent Auditor's Report to the members of MCE Academy Trust

5 Months ended 31 August 2011

We have audited the financial statements of MCE Academy Trust for the 5 months ended 31 August 2011 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and the Annual Accounts Direction 2010/11 issued by the Young People's Learning Agency.

This report is made solely to the academy'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's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the academy and its members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of governors and auditor

As explained more fully in the Statement of Governors' Responsibilities set out on page 11, the governors (who are also the directors of the academy 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.

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

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the academy's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the governors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Governors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the academy's affairs as at 31 August 2011 and of its incoming resources and application of resources, including its income and expenditure, for the 5 months then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Annual Accounts Direction 2010/11 issued by the Young People's Learning Agency.

Opinion on other matter prescribed by the Companies Act 2006

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

(Continued)

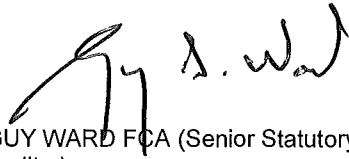
Opinion on other matter prescribed by the academy's funding agreement with the Secretary of State for Education

In our opinion grants made by the Young People's Learning Agency have been applied for the purposes intended.

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 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.



GUY WARD FCA (Senior Statutory Auditor)
For and on behalf of
BARRON & BARRON
Chartered Accountants
& Statutory Auditor

Bathurst House
86 Micklegate
York
YO1 6LQ

9 November 2011

Statement of Financial Activities for the 5 Months to 31 August 2011

7559537

(including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted Funds £000	Restricted General Funds £000	Restricted Other Funds £000	Restricted Fixed Asset Funds £000	Endowment Funds £000	Total 2011 £000
Incoming resources							
<i>Incoming resources from generated funds:</i>							
. Voluntary income	3	1	-	-	17,092	-	17,093
. Activities for generating funds	4	19	-	-	-	-	19
<i>Incoming resources from charitable activities:</i>							
. Funding for the Academy's educational operations	5	-	1,774	-	2,831	-	4,605
<i>Other incoming resources</i>	6	-	23	-	-	-	23
Total incoming resources		20	1,797	-	19,923	-	21,740
Resources expended							
<i>Cost of generating funds:</i>							
. Costs of generating voluntary income	7	4	-	-	-	-	4
. Fundraising trading		-	-	-	-	-	-
. Investment management costs		-	-	-	-	-	-
<i>Charitable activities:</i>							
. Academy's educational operations	8	-	1,859	-	191	-	2,050
. Development costs	8	-	-	-	-	-	-
<i>Governance costs</i>	9	-	35	-	-	-	35
Total resources expended	7	4	1,894	-	191	-	2,089
Net incoming (outgoing) resources before transfers		16	(97)	-	19,732	-	19,651
Transfers							
Gross transfers between funds	16	-	-	-	-	-	-
Net income / (expenditure) for the year		16	(97)	-	19,732	-	19,651
Other recognised gains and losses							
Gains (losses) on investment assets		-	-	-	-	-	-
Brought forward defined benefit pension scheme asset (liability)	24	-	(505)	-	-	-	(505)
Actuarial (losses) gains on defined benefit pension schemes	24	-	11	-	-	-	11
Net movement in funds		16	(591)	-	19,732	-	19,157
Reconciliation of funds							
Total funds brought forward at 1 April 2011	26	-	-	-	-	-	-
Total funds carried forward at 31 August 2011		16	(591)	-	19,732	-	19,157

All of the Academy's activities derive from continuing operations during the above opening financial period.

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

MCE Academy Trust
Balance Sheet as at 31 August 2011

Company Number
7559537

	Notes	2011 £000	2011 £000
Fixed assets			
Tangible assets	13		19,404
Investments			-
Total fixed assets			<u>19,404</u>
Current assets			
Stock			-
Debtors	14	994	
Cash at bank and in hand		347	
Total current assets		<u>1,341</u>	
Liabilities:			
Creditors: Amounts falling due within one year	15	<u>(1,087)</u>	
Net current assets			<u>254</u>
Total assets less current liabilities			19,658
Creditors: Amounts falling due after more than one year			-
Provisions for liabilities and charges			-
Net assets excluding pension liability			19,658
Pension scheme liability	24		<u>(501)</u>
Net assets including pension liability			<u>19,157</u>
Funds of the academy:			
Endowment funds	16		-
Restricted funds			
. Fixed asset funds	16		19,732
. General funds	16		(90)
. Pension reserve	16		(501)
. Other	16		-
Total restricted funds			<u>19,141</u>
Unrestricted funds			
. General fund	16		16
Total unrestricted funds			<u>16</u>
Total Funds			<u>19,157</u>

The financial statements on pages 14 to 35 were approved by the Governors, and authorised for issue on 9 November 2011 and signed on their behalf by:

Ruth Somerville

Ruth Somerville
Chair

MCE Academy Trust
Cash Flow Statement for the 5 months ended 31 August 2011

		2011 £000
Net cash inflow from operating activities	20	19
Returns on investments and servicing of finance		-
Capital expenditure	21	328
Management of liquid resources		-
(Decrease) / increase in cash in the year	22	<u>347</u>
Reconciliation of net cash flow to movement in net funds		
Net funds at 1 April 2011		-
Net funds at 31 August 2011		<u>347</u>

MCE Academy Trust
Notes to the Financial Statements for the 5 Months ended 31 August 2011

1 Principal Accounting Policies

Format of financial statements

The standard format for the financial statements as required by part 15 of the Companies Act 2006 has been adapted to provide more appropriate information which complies with the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 ('Charities SORP') and reflects the activities of the academy. In addition the financial statements have been prepared in accordance with the Academies Accounts Direction 2010/11 issued by the Young People's Learning Agency.

Basis of accounting

The financial statements are prepared under the historic cost convention and in accordance with applicable UK accounting standards (UK Generally Accepted Accounting Practice) and the Charities SORP. The principal accounting policies are set out below.

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 company to continue as a going concern. The governors make this assessment in respect of a period of one year from the date of approval of the financial statements.

Incoming resources

All incoming resources are recognised when the Academy 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 an accruals basis. The balance of income received for specific purposes but not matched to relevant expenditure during the period is shown in the relevant funds on the balance sheet. Where income received relates to future activities it is deferred to the period when the activity is taking place. Where entitlement occurs before income is received, the income is accrued.

Sponsorship income

Sponsorship income provided to the academy which amounts to a donation is recognised in the statement of financial activities in the period in which it is receivable.

Donations

Donations are included in the statement of financial activities on a cash received basis or on an accruals basis where they are assured with virtual certainty and are receivable at the balance sheet date.

Donated services and gifts in kind

The value of donated services and gifts in kind provided to the academy is recognised in the statement of financial activities as incoming resources and resources expended at their estimated value to the academy in the period in which they are receivable, and where the benefit is both quantifiable and material.

Interest receivable

Interest receivable is included within the statement of financial activities on an accruals basis.

Resources expended and the basis of apportioning costs

Resources expended are recognised in the period in which they are incurred and include irrecoverable VAT. They have been classified under headings that aggregate all costs relating to that activity.

MCE Academy Trust
Notes to the Financial Statements for the 5 months ended 31 August 2011

1 Principal Accounting Policies (continued)

Allocation of costs

It accordance with the Charities SORP, expenditure has been analysed between the cost of generating funds, the academy's charitable activities and governance. Items of expenditure which involve more than one cost category have been apportioned on a reasonable, justifiable and consistent basis for the cost category concerned. Central staff costs are allocated on the basis of time spent on each activity and depreciation charges on the basis of the proportion of the assets' use which is utilised by each activity.

Governance costs

Governance costs include the costs attributable to the academy's compliance with constitutional and statutory requirements, including audit, strategic management and governors' meetings and reimbursed expenses. Such costs include both direct and allocated support costs.

Fund accounting

General funds represent those resources which may be used towards meeting any of the objects of the academy at the discretion of the governors.

Restricted funds comprise grants from the YPLA and other donors which are to be used for specific purposes as explained in note 16.

Tangible fixed assets

Tangible fixed assets costing in excess of £2000 are capitalised at cost and held in the accounts at cost net of depreciation and impairment.

Tangible fixed assets acquired since the academy was established are included in the accounts at cost. 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. The depreciation on such assets is charged in the statement of financial activities over the expected useful economic life of the related asset on a basis consistent with the depreciation policy.

Depreciation

Depreciation is provided on a straight line basis on the cost of tangible fixed assets, to write them down to their estimated residual values over their expected useful lives. No depreciation is provided on freehold land. The principal annual rates used for other assets are:

Freehold buildings	50	Years
Long leasehold property	13-50	Years
Plant and machinery	5-10	Years
Furniture and equipment	5-10	Years
Computer equipment and software	3-5	Years

Assets in the course of construction are included at cost. Depreciation on these assets is not charged until they are brought into use. A full year is charged during the year of acquisition. (5 Months charged in the opening period)

MCE Academy Trust
Notes to the Financial Statements for the 5 months ended 31 August 2011

1 Principal Accounting Policies (continued)

Investments

The academy's share holding in the wholly owned subsidiary, MCE Enterprise Limited, is included in the balance sheet at the cost of the share capital owned. MCE Enterprise has been dormant for the whole accounting period.

Stocks

MCE Academy trust does not hold or recognise any stock items.

Leased assets

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial activities on a straight line basis over the lease term.

Assets subject to finance leases where substantially all of the benefits and risks of ownership have been transferred to the lessee are capitalised and written off over the life of the asset.

Taxation

The academy is an exempt charitable company and as such is exempt from corporation tax subject to the provisions of the Corporation Tax Act 2010. The cost of irrecoverable VAT incurred by the academy has been included in the statement of financial activities.

Pensions

Academy staff are members of one of two pension schemes. More details of the schemes are given in note 24.

Defined Benefit Schemes

Teachers' Pension Scheme

Full-time and part-time teaching staff employed under a contract of service are eligible to contribute to the Teachers' Pension Scheme (TPS). The TPS, a statutory, contributory, final salary scheme is administered by Capita Teachers' Pensions on behalf of the Department for Education. As the academy is unable to identify its share of the underlying (notional) assets and liabilities of the scheme, the academy has taken advantage of the exemption in Financial Reporting Standard (FRS) 17 and has accounted for its contributions to the scheme as if it were a defined contribution scheme. The pension costs for the scheme represent the contributions payable by the academy in the year.

Local Government Pension Scheme

Non teaching members of staff are offered membership of the Local Government Pension Scheme (LGPS) which is managed by North Yorkshire Pension Scheme (NYPS). The LGPS is a defined benefit pension scheme and is able to identify the academy's share of assets and liabilities and the requirements of FRS 17, Retirement Benefits, have therefore been followed.

The academy's share of the LGPS assets are measured at fair value at each balance sheet date. Liabilities are measured on an actuarial basis using the projected unit method. The net of these two figures is recognised as an asset or liability on the balance sheet. Any movement in the asset or liability between balance sheet dates is reflected in the statement of financial activities.

MCE Academy Trust

Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

2 General Annual Grant (GAG)

a. Results and Carry Forward for the Year

	2011 £000
GAG brought forward from previous year	-
GAG allocation for current year	1,701
Total GAG available to spend	1,701
Recurrent expenditure from GAG	(1,782)
Fixed assets purchased from GAG	-
Transfer from unrestricted fund	-
	<u>(81)</u>
Other restricted GAG funds	-
GAG carried forward to next year	(81)
Maximum permitted GAG carry forward at end of current year (12% of allocation for current year)	(204)
GAG to surrender to DfE (12% rule breached if result is positive)	(285) no breach

b. Use of GAG Brought Forward from Previous Year for Recurrent Purposes

(Of the amount carried forward each year, a maximum of 2% of GAG can be used for recurrent purposes. Any balance, up to a maximum of 12%, can only be used for capital purposes)

Recurrent expenditure from GAG in current year	1,782
GAG allocation for current year	(1,701)
GAG allocation for previous year x 2%	0
GAG b/fwd from previous year in excess of 2%, used on recurrent expenditure in current year (2% rule breached if result is positive)	81 in breach

3 Voluntary Income

	Unrestricted Funds £000	Restricted Funds £000	2011 Total £000
Donations - Capital	-	-	-
Private sponsorship	-	-	-
Gifts in Kind*	-	17,092	17,092
Other Donations	1	-	1
	<u>1</u>	<u>17,092</u>	<u>17,093</u>

* Gifts in Kind represents the transfer of assets already in situation and used by the school to provide education. These included buildings and IT hardware

4 Activities for Generating Funds

	Unrestricted Funds £000	Restricted Funds £000	2011 Total £000
Hire of Facilities	19	-	19
Catering Income	-	-	-
Uniform sales	-	-	-
	<u>19</u>	<u>-</u>	<u>19</u>

MCE Academy Trust

Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

5 Funding for Academy's educational operations

	Unrestricted Funds £000	Restricted Funds £000	Total 2011 £000
DfE/YPLA capital grant			
. Devolved Formula Capital allocations	-	17	17
. Academy main building grants	-	2,814	2,814
	<u>-</u>	<u>2,831</u>	<u>2,831</u>
DfE / YPLA revenue grants			
. General Annual Grant (GAG) (note 2)	-	1,701	1,701
. Other DfE / YPLA grants	-	34	34
	<u>-</u>	<u>1,735</u>	<u>1,735</u>
Other Government grants			
. SEN from LA	-	39	39
	<u>-</u>	<u>39</u>	<u>39</u>
	<u>-</u>	<u>4,605</u>	<u>4,605</u>

6 Other incoming resources

	Unrestricted Funds £000	Restricted Funds £000	Total 2011 £000
Academy trips	-	23	23
	<u>-</u>	<u>23</u>	<u>23</u>

MCE Academy Trust

Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

7 Resources Expended

	Staff Costs £000	Non Pay expenditure Premises £000	Other Costs £000	Total 2011 £000
Costs of generating voluntary income	4	-	-	4
Academy's educational operations				
. Direct costs	1,152	191	127	1,470
. Allocated support costs	228	149	203	580
. Implementation costs	-	-	-	-
	1,380	340	330	2,050
Governance costs including allocated support costs	-	-	35	35
	1,384	340	365	2,089

Net Incoming/outgoing resources for the year include:

	2011 £000
Operating leases	12
Fees payable to auditor - external audit	4
Internal audit	1
Depreciation of owned assets	30
Profit/(loss) on disposal of fixed assets	-

MCE Academy Trust

Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

8 Charitable Activities - Academy's educational operations

	Unrestricted Funds £000	Restricted Funds £000	Total 2011 £000
Direct costs			
Teaching and educational support staff costs	-	1,152	1,152
Depreciation	-	191	191
Educational supplies	-	101	101
Examination fees	-	2	2
Staff development	-	5	5
Educational consultancy	-	19	19
Other direct costs	-	-	-
	-	1,470	1,470
Extended schools programme			-
Allocated support costs			
Support staff costs	-	228	228
Depreciation	-	-	-
Recruitment and support	-	9	9
Maintenance of premises and equipment	-	34	34
Heat & Light	-	29	29
Cleaning	-	45	45
Rent & rates	-	14	14
Insurance	-	17	17
Security and transport	-	38	38
Catering	-	5	5
Bank interest and charges	-	-	-
Other support costs	-	161	161
	-	580	580
Development costs			-
	-	2,050	2,050

9 Governance costs

	Unrestricted Funds £000	Restricted Funds £000	Total 2011 £000
Legal and professional fees	-	22	22
Auditors' remuneration			
. Audit of financial statements	-	4	4
Responsible officer audit	-	1	1
Support costs	-	8	8
Governors' reimbursed expenses	-	-	-
	-	35	35

MCE Academy Trust

Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

10 Staff costs

Staff costs during the period were:

	Total 2011 £000
Wages and salaries	1,124
Social security costs	86
Other pension costs	151
	<hr/> 1,361
Supply teacher costs	23
Compensation payments	-
	<hr/> 1,384

The average number of persons (including senior management team) employed by the Academy during the year expressed as full time equivalents was as follows:

	2011 No.
<i>Charitable Activities</i>	
Teachers	50
Administration and support	31
Management	3
	<hr/> 84

The number of employees whose emoluments fell within the following bands was:

	2011 No.
Annualised £70,001 - £80,000	<hr/> 1

The above employee participated in the Teachers' Pension Scheme. During the 5 months ending 31 August 2011, pension contributions for the staff member amounted to £4950

11 Governors' remuneration and expenses

Principal and staff governors only receive remuneration in respect of services they provide undertaking the roles of Principal and staff and not in respect of their services as governors. Other governors did not receive any payments, other than expenses, from the Academy in respect of their role as governors. The value of the Principal's remuneration was £35,113 during the 5 months. The value of the 3 staff governors' remuneration was £49,326

During the 5 months ended 31 August 2011 there has been no travel and subsistence expenses reimbursed to governors.

Related party transactions involving the trustees are set out in note 25

MCE Academy Trust
Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

12 Governors' and Officers' Insurance

In accordance with normal commercial practice the Academy has purchased insurance to protect governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on Academy business.
 The insurance provides cover up to £250,000 on any one claim and the cost for the period ended 31 August 2011 was £283.

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

13 Tangible Fixed Assets

	Freehold Land and Buildings	Leasehold Land and Buildings	Buildings Under Construction	Furniture and Equipment	Computer Equipment	Motor Vehicles	Total
	£000	£000		£000	£000	£000	£000
Cost							
At 1 April 2011	-	-	-	-	-	-	-
Additions	13	-	2,438	41	11	-	2,503
Transfers	-	-	-	-	-	-	-
Inherited assets	-	15,930	968	-	194	-	17,092
Disposals	-	-	-	-	-	-	-
At 31 August 2011	13	15,930	3,406	41	205	-	19,595
Depreciation							
At 1 April 2011	-	-	-	-	-	-	-
Charged in year	2	161	-	-	28	-	191
Disposals	-	-	-	-	-	-	-
At 31 August 2011	2	161	-	-	28	-	191
Net book values							
At 31 August 2011	11	15,769	3,406	41	177	-	19,404

MCE Academy Trust**Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)****14 Debtors**

	2011 £000
Trade debtors	113
Prepayments	76
Sundry debtors	-
Grant and other income	259
VAT recoverable	546
Amount due from subsidiary undertaking	-
	<u>994</u>

15 Creditors: amounts falling due within one year

	2011 £000
Trade creditors	336
Taxation and social security	-
Other creditors	112
Accruals and deferred income	124
Retention building costs	-
Capital expenditure	515
Amount due to subsidiary undertaking	-
	<u>1,087</u>

Deferred income

	2011 £000
Deferred Income at 1 April 2011	-
Resources deferred in the year	70
Amounts released from previous years	-
Deferred Income at 31 August 2011	<u>70</u>

Deferred income included:-

Payments received for trips not yet taken place	16
Grant received for Insurance remained of Year	25
Grant accrued for Rates remained of Year	20
Grants Received for Specific Projects	9
	<u>70</u>

MCE Academy Trust
Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

16 Funds

	Balance at 1 April 2011 £000	Incoming resources £000	Resources expended £000	Gains, losses and transfers £000	Balance at 31 August 2011 £000
Restricted general funds					
General Annual Grant (GAG)	-	1,701	(1,782)	-	(81)
Start Up Grant	-	-	-	-	-
Other DfE/YPLA grants	-	34	(34)	-	-
DfE project management grants	-	-	-	-	-
LEA and other grants	-	39	(39)	-	-
Other restricted - Educational Trips	-	23	(32)	-	(9)
Other restricted - Pension Fund	-	-	(7)	(494)	(501)
	-	1,797	(1,894)	(494)	(591)
Restricted other funds	-	-	-	-	-
Restricted fixed asset funds					
DfE/YPLA capital grants	-	2,584	-	-	2,584
DFC	-	17	(2)	-	15
LA Capital Funding	-	230	-	-	230
Capital Assets Received (GIK)	-	17,092	(189)	-	16,903
Sponsorship fixed assets fund	-	-	-	-	-
Capital expenditure from GAG	-	-	-	-	-
Private sector capital sponsorship	-	-	-	-	-
	-	19,923	(191)	-	19,732
Endowment funds	-	-	-	-	-
Total restricted funds	-	21,720	(2,085)	(494)	19,141
Unrestricted funds					
Unrestricted funds	-	20	(4)	-	16
Pension reserve	-	-	-	-	-
Total unrestricted funds	-	20	(4)	-	16
Total funds	-	21,740	(2,089)	(494)	19,157

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

Restricted general funds-

- GAG funds are restricted to providing education
- Other DfE/YPLA grants relate to reimbursement for specific services
- LEA grants relates to provision of Special Educational needs
- Educational Trip funds are held to provide trips for students
- Pension fund relates to Note24

Restricted fixed asset funds are held for purpose of acquiring fixed assets less depreciation.

17 Analysis of net assets between funds

Fund balances at 31 August 2011 are represented by:

	Unrestricted general fund £000	Restricted general fund £000	Restricted fixed asset fund £000	Restricted other fund £000	Endowment fund £000	Total 2011 £000
Tangible fixed assets	-	-	19,404	-	-	19,404
Current assets	16	482	843	-	-	1,341
Current liabilities	-	(572)	(515)	-	-	(1,087)
Pension scheme liability	-	(501)	-	-	-	(501)
Total net assets	16	(591)	19,732	-	-	19,157

MCE Academy Trust
Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

18 Capital commitments

	2011 £000
Contracted for, but not provided in the financial statements	<u>825</u>

19 Financial commitments

Operating leases

At 31 August 2011 the Academy had annual commitments under non-cancellable operating leases as follows:

	2011 £000
<u>Land and buildings</u>	
Expiring within one year	-
Expiring within two and five years inclusive	-
Expiring in over five years	-
	<u>-</u>
<u>Other</u>	
Expiring within one year	3
Expiring within two and five years inclusive	9
Expiring in over five years	-
	<u>12</u>

MCE Academy Trust

Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

	2011 £000
20 Reconciliation of consolidated operating (deficit)/surplus to net cash inflow from operating activities	
(Deficit)/surplus on continuing operations after depreciation of assets at valuation	19,651
Depreciation (note 13)	191
(Loss)/profit on disposal of tangible fixed assets	-
Capital grants from DfE and other capital income	(2,831)
Gifts in Kind	(17,092)
Interest receivable (note 5)	-
FRS 17 pension cost less contributions payable (note 27)	(4)
FRS 17 pension finance income (note 27)	11
(Increase)/decrease in stocks	-
(Increase)/decrease in debtors	(994)
Increase/(decrease) in creditors	1,087
Increase/(decrease) in provisions	-
Net cash inflow from operating activities	<u>19</u>
21 Capital expenditure and financial investment	
Purchase of tangible fixed assets	(2,503)
Capital grants from DfE/YPLA	2,601
Capital funding received from sponsors and others	230
Receipts from sale of tangible fixed assets	-
Net cash outflow from capital expenditure and financial investment	<u>328</u>

22 Analysis of changes in net funds	At 1 April 2011 £000	Cash flows £000	At 31 August 2011 £000
Cash in hand and at bank	-	347	347
	<u>-</u>	<u>347</u>	<u>347</u>

MCE Academy Trust
Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

23 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.

MCE Academy Trust

Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

24 Pension and similar obligations

The Academy'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 North Yorkshire Pension Fund (NYPF). 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 was 31 March 2004 and of the LGPS 31 March 2010.

Contributions amounting to £32,389 were payable to the schemes at 31 August and are included within creditors.

Teachers' Pension Scheme

The TPS is an unfunded defined benefit scheme. Contributions on a "pay-as-you-go" basis are credited to the Exchequer under arrangements governed by the Superannuation Act 1972. A notional asset value is ascribed to the scheme for the purpose of determining contribution rates.

The pensions cost is normally assessed no less than every four years in accordance with the advice of the Government Actuary. The assumptions and other data that have the most significant effect on the determination of the contribution levels are as follows:

Latest actuarial valuation (under the new provisions)	31 March 2004
Actuarial method	Prospective benefits
Investment returns per annum	6.5 per cent per
Salary scale increases per annum	5.0 per cent per
Notional value of assets at date of last valuation	£163,240 million
Proportion of members' accrued benefits covered by the notional value of the assets	98.04%

Following the implementation of Teacher's Pension (Employers' Supplementary Contributions) Regulations 2000, the Government Actuary carried out a further review on the level of employer contributions. For the period from 1 April 2011 to 31 August 2011 the employer contribution was 14.1 per cent. The employee rate was 6.4 per cent for the same period.

Under the definitions set out in Financial Reporting Standard (FRS 17) Retirement Benefits, the TPS is a multi-employer pension scheme. The Academy is unable to identify its share of the underlying assets and liabilities of the scheme.

Accordingly, the Academy 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 Academy has set out above the information available on the scheme and the implications for the Academy in terms of the anticipated contribution rates.

MCE Academy Trust

Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

24 Pension and similar obligations (continued)

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 5 months ended 31 August 2011 was £52,368, of which employer's contributions totalled £39,270 and employees' contributions totalled £13,098. The agreed contribution rates for future years are 14.1 per cent for employers and 11.1 per cent for employees.

An agreement has been reached to contribute annually towards the fund deficit on the following basis.

FY 2011/12 £19,400

FY 2012/13 £20,300

FY 2013/14 £21,300

Principal Actuarial Assumptions

	At 31 August 2011	At 31 March 2011
Rate of increase in salaries	4.45%	4.75%
Rate of increase for pensions in payment / inflation	2.70%	3.00%
Discount rate for scheme liabilities	5.30%	5.50%
Inflation assumption (CPI)	2.70%	3.00%
Commutation of pensions to lump sums	50.00%	50.00%

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 2011	At 31 March 2011
<i>Retiring today</i>		
Males	22.1	22.1
Females	24.7	24.7
<i>Retiring in 20 years</i>		
Males	23.5	23.5
Females	26.3	26.3

MCE Academy Trust

Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

24 Pension and similar obligations (continued)

Local Government Pension Scheme (Continued)

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

	Expected return at 31 August 2011	Fair value at 31 August 2011
	%	£000
Equities	7.00%	38
Government bonds	3.70%	6
Other bonds	4.80%	6
Property	N/A	-
Cash/liquidity	0.50%	-
Total market value of assets		50
Present value of scheme liabilities - Funded		(551)
Surplus/(deficit) in the scheme		(501)

None of the fair values of the assets shown above include any of the Academy's own financial instruments or any property occupied by, or other assets used by, the Academy.

The expected return on assets is based on the long term future expected investment return for each asset class as at the beginning of the period (i.e. As at 1 April 2011 for the year to 31 August 2011). The return on gilts and other bonds are assumed to be the gilt yield and corporate bond yield (with an adjustment to reflect default risk) respectively at the relevant date. The return on equities and property is then assumed to be a margin above gilt yields.

The actual return on the scheme assets was a deficit of £2,000 (2010: N/A)

Total expenditure recognised in the Statement of Financial Activities

	2011 £000
Current service cost (net of employee contributions)	35
Past service cost	0
Total operating charge	35

Analysis of pension finance income / (costs)

Expected return on pension scheme assets	(1)
Interest on pension liabilities	12
Pension finance income / (costs)	11

MCE Academy Trust

Notes to the Financial Statements for the 5 months ended 31 August 2011 (continued)

24 Pension and similar obligations (continued)

Local Government Pension Scheme (Continued)

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 £11,000 loss.

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

	2011 £000
Opening defined benefit liabilities at 01/04/2011	-
Current service cost	35
Interest cost	12
Employee contributions	13
Actuarial (gain)/loss	(14)
Benefits paid	-
Past Service cost	-
Curtailments and settlements	-
Liabilities assumed in a business combination	505
At 31 August 2011	<u>551</u>

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

	2011 £000
Opening fair value of plans' assets at 01/04/2011	-
Expected return on assets	1
Actuarial gains / (losses)	(3)
Employer contributions	39
Employee contributions	13
Benefits paid	-
Assets acquired in a business combination	-
At 31 August 2011	<u>50</u>

MCE Academy Trust

Notes to the Financial Statements for the 5 months ended 31 August 2011

24 Pension and similar obligations (continued)

Local Government Pension Scheme (Continued)

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

	2011 £000	2010 £000	2009 £000	2008 £000	2007 £000
Defined benefit obligation at end of year	(551)	-	-	-	-
Fair value of plan assets at end of year	50	-	-	-	-
Deficit	(501)	-	-	-	-

Experience adjustments on share of scheme assets

Amount £'000* (3) -

Experience adjustments on scheme liabilities:

Amount £'000* -

The figures for earlier years are not shown as the Academy commenced on 1 April 2011

25 Related Party Transactions

Owing to the nature of the Academy'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 Academy's financial regulations and normal procurement procedures.

Transactions totalling £11,000 relating to the maintenance of equipment took place in the year with DBE Services Limited – a company in which Mr Simon Quartermaine (a Governor) is employed by one of the stakeholder companies.

There were no amounts outstanding as at 31 August 2011