

Wadebridge School

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 August 2016

Registration number: 07999988

Wadebridge School

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Wadebridge School

Reference and Administrative Details

Members	Mrs V Crabb Mr I Thurtle Mrs N Brooks Mrs K Holmes Miss T Yardley
Trustees	Mrs V Crabb, (Chairman) Mr P Bower Mrs N Brooks Mr D Constance Mrs R Franks Mrs K Holmes Mr I Thurtle Miss T Yardley Mr D Abbiss Mrs L Hanson Mr C Sims Mr H McCreddie (Appointed 10 February 2016) Dr A Phippen (Resigned 5 September 2016) Mr P Howard (Resigned 21 July 2016) Ms L Jones (Resigned 3 July 2016) Mrs B Lyle (Resigned 9 March 2016)
Company Secretary	Mr C Wilson
Senior Management Team	Miss T Yardley, Head Teacher Mr S Williams, Deputy Head Teacher Mr L Bateman, Assistant Head Teacher Mr P Glynn, Assistant Head Teacher Mrs K Roff, Assistant Head Teacher Mrs D Talling, Assistant Head Teacher Mr P Luke, Business Manager - Premises Mr C Wilson, Business Manager - Finance
Registered Office	Wadebridge School Gonvena Hill Wadebridge Cornwall PL27 6BU

Wadebridge School

Reference and Administrative Details (continued)

Bankers Lloyds Bank PLC
1 City Road East
Manchester
M15 4PU

Company 07999988
Registration Number

Auditors PKF Francis Clark
Statutory Auditor
Lowin House
Tregolls Road
Truro
TR1 2NA

Solicitors Browne Jacobson
1 Manor Court
Dix's Field
Exeter
EX1 1UP

Wadebridge School

Trustees' Report for the Year Ended 31 August 2016

The trustees present their annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 August 2016. The annual report serves the purposes of both a Trustees' report, and a Directors' report under company law.

The Trust operates an Academy for pupils aged 11 to 18 serving a catchment area in Wadebridge and Padstow and surrounding villages. It has a pupil capacity of 1229 and had a roll of 1172 in the school census on January 2016.

Structure, governance and management

Constitution

The Academy Trust is a company limited by guarantee and an exempt charity. The charitable company's memorandum and articles of association are the primary governing documents of the Academy Trust. The Trustees of Wadebridge School are also the Directors of the charitable company for the purposes of company law. The charitable company is known as Wadebridge School.

Details of the Trustees who served during the year are included in the Reference and Administrative Details on page 1.

Members' liability

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

Trustees' indemnities

The Academy Trust through its Articles has indemnified its Trustees to the fullest extent permissible by law. During the period the Academy Trust also purchased and maintained liability insurance for its Trustees.

Method of recruitment and appointment or election of trustees

The Governing body is made up of 12 trustees of which 7 are Member appointed, 2 parent trustees, 2 staff trustees and 1 co-opted trustee. There is also 1 associate governor. Parent and staff trustees are appointed by election. Member appointed and co-opted trustees either approach the governing body or are identified by other trustees before being appointed by the Members or the full governing body respectively.

Wadebridge School

Trustees' Report for the Year Ended 31 August 2016

Policies and procedures adopted for the induction and training of trustees

New trustees receive a welcome from the Chair of Trustees and a tour of the school. They receive and sign a Code of Practice which lays out their responsibilities and how they should act, together with a declaration of interests, a trustees' statement, a copy of the academy's Funding Agreement with the DfE plus a Governor's Handbook, Academies Financial Handbook and the Charity Commission Guide to being an academy school governor.

Trustees are allocated one or more curriculum or school areas as their Link trustee. They are expected to come into school at least twice a year; and meet with curriculum lead in both the autumn and spring terms. In addition they complete a short summary of each meeting and an annual summary.

The governing body regularly receives guidance and training via presentations from members of the Senior Leadership Team. Individual trustees regularly attend training sessions organised by Cornwall Learning or via the local governor's network. In the past year trustees have continued to receive the benefit of membership of the National Governors Association.

Organisational structure

The governing body's role in the school is, essentially a strategic one. Acting on the advice of the head teacher the governing body sets aims and objectives for the school and policies and targets which will achieve these aims and objectives. It also monitors the progress of the school towards achievement of the aims and objectives. The governing body reviews the strategic framework it has established in light of progress against the aims and objectives.

To facilitate the working of the governing body some of its functions are delegated to committees, the head teacher (as accounting officer) and the school leadership team. The committees are: Resource Committee (incorporating Buildings, Finance and Staffing) and Audit Committee.

Arrangements for setting pay and remuneration of key management personnel

The pay of the head teacher is set by the governors following annual performance management reviews by the chair and vice chair of governors together with an independent external school improvement advisor. The salary band applied to the head teacher is within the nationally agreed leadership scale and the specific pay range is relevant to the size and type of school. The remaining members of the leadership team are subject to annual performance management reviews undertaken by the head teacher with pay recommendations being submitted to the governing body for ratification. The members of the leadership team on the teachers' pay grade are also paid on the leadership scale against the specific pay range relevant for the size of school. The remaining members of the leadership team are on local government terms and conditions and the roles have been subject to evaluation by the schools human resources advisors. Both roles are also subject to annual performance management reviews by the head teacher with pay recommendations being submitted to the governing body for ratification.

Key management personnel are considered to be the trustees and senior management team. The total employee benefits of the key management personnel were £544,306 (2015: £530,645).

Related parties and other connected charities and organisations

There are no related parties or connections with other charities or organisations.

Wadebridge School

Trustees' Report for the Year Ended 31 August 2016

Objectives and activities

Objects and aims

The Academy Trust's object is specifically restricted to the following to advance for the public benefit education in the United Kingdom, in particular without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing a school offering a broad and balanced curriculum.

Wadebridge School aims to create a caring and stimulating environment in which high standards of learning and teaching are promoted and in which all students can achieve success.

We aim to develop in all students a sense of self-esteem, responsibility, enterprise and mutual respect. In a rapidly changing world we aim to equip each student with a range of adaptable skills and the ability to make informed decisions.

We aim to work innovatively with local business and community partners in a spirit of mutual need, support and benefit.

In order to achieve these aims we will:

- Work in partnership with parents, students and the wider community
- Encourage hard work, recognise achievement and celebrate success
- Promote the spiritual, moral, physical and cultural development of each student
- Develop in each student an enquiring mind and encourage a desire for life-long learning
- Enrich and extend learning by encouraging economic and business understanding throughout the curriculum, supported by genuine business and community links
- Imbue our students with real entrepreneurship through activities and events that promote problem solving, leadership, team working, decision-making, creativity and communication
- Offer equality of opportunity and access to all parts of a broad and balanced curriculum
- Offer a range of activities designed to educate our young people for leisure
- Develop a sense of pride in being part of our school community
- Create pleasant and secure surroundings in which purposeful work can be enjoyed

Wadebridge School

Trustees' Report for the Year Ended 31 August 2016

Objectives, strategies and activities

The staff of the school aim to produce not only success within traditional subject areas but also to develop transferable skills and positive attitudes to society.

The organisation of the school's curriculum follows on from the Objects and Aims of the school above. We are concerned with all aspects of our pupils' development and aim to provide a broad and balanced range of courses. The curriculum and timetable are constantly under review and are sensitive to change. Many changes have been made in recent years to ensure that courses offered not only match the demands of the National Curriculum but go beyond. Further innovations are now being made to ensure that the young people of this area benefit fully from the changes to the National Curriculum, gain vocational experiences, and develop important key skills such as those within Information and Communication Technology.

The schools ongoing self-evaluation continues to identify the following priorities. These were also the priorities identified following the 'Good' Ofsted Judgement arising from the full inspection that took place in December 2014:-

Priority 1: Improving the attainment and achievement of disadvantaged pupils compared to other pupils nationally.

Priority 2: Increase the proportion of teaching that is outstanding.

Full details of these priorities together with the action plan and strategies for delivering can be found in the School Improvement Plan 2016/17 available upon request.

Public benefit

Wadebridge School provides educational services to children in the local area. The Trustees confirm that they have complied with the duty in Section 4 of the Charities Act 2006 to have due regard to the public benefit guidance provided by the Charity Commission.

Wadebridge School

Trustees' Report for the Year Ended 31 August 2016

Strategic Report

Achievements and performance

Key performance indicators

The policies of the school ensure it is able to adequately monitor and measure financial and non-financial performance against key national and local indicators which also includes benchmark data. These key financial performance indicators (KFPIs) are framed around those currently provided by Cornwall Council, The Department for Education and the Audit Commission as well as ones devised by the school that look at the wider resources of the school comparing with results.

In the last accounting period both the Senior Leadership Team and Trustees have used KFPIs to help inform judgments and decisions on matters of value for money, employee remuneration, budget planning and strategic financial planning. The use of KFPIs continues to play an essential part of all forward resource planning within the school.

The Senior Leadership Team and Trustees receive and review monthly financial management reports which provide them with an accurate projection of the performance and management of the current financial budget, capital spending and forecast level of balances.

Students joining the school in Year 7 have Key Stage 2 results which are broadly in line with national averages, when they finish Year 11 their performance is consistently above national averages and pupils make good progress from their different starting points. The school uses a wide range of baseline data to judge its performance including RAISEonline, Fischer Family Trust, DfE performance tables, Advanced Level Performance System (ALPS) and Level 3 Value Added.

In 2016 the DfE introduced new Performance Indicators for schools: Attainment 8 and Progress 8.

Attainment 8: the average point score across 8 subjects that must include English, Maths, Science, Geog/History/Languages and three others (NB. English and Maths are double weighted). A pupil gaining 8 A* grades in the right subjects would have an Attainment 8 score of 80, a pupil gaining 8 C grades would score 50.

Progress 8: the average score in Attainment 8 compared to pupils' expected scores based on their KS2 prior attainment (0.00 means actual attainment = expected attainment).

Further details can be accessed via the Department for Education:

https://www.gov.uk/government/uploads/system/uploads/attachment_data/file/285990/P8_factsheet.pdf

A school's Attainment 8 and Progress 8 indicators take account of all pupils' performance across a broad range of subjects, placing equal importance on pupils who gain A* grades and those achieving lower grades.

Wadebridge School's Attainment 8, Progress 8 for 2015 and the provisional scores for 2016 are shown on page 8. The national figures for 2015 are included for comparison and the 2016 national scores will be included when they become available. As you will see pupils from Wadebridge School achieved Attainment 8 scores well above the national averages in 2015 and again in 2016. When the pupils' Key Stage 2 starting points are taken into account the resulting Progress 8 scores are virtually all positive and higher than the national averages for the respective pupil group. The school is especially pleased with the provisional 2016 Progress 8 score for disadvantaged pupils, this score shows a significant improvement from 2015 and significantly exceeds the 2015 national average for disadvantaged pupils.

Wadebridge School

Trustees' Report for the Year Ended 31 August 2016

Strategic Report

Key Performance Indicator	Pupil Group	2015 School	2015 National	2016 (provisional)	2016 National
Prior Attainment	KS2 APS	28.1	27.6	27.3	27.5
Attainment 8	All	53.00	48.06	51.2	48.2
	Boys	49.91	45.92	49.8	
	Girls	55.98	50.30	52.7	
	Disadvantaged	43.9		41.3	
	Other pupils	54.68	51.46	53.4	
	SEN(no EHCP)	42.75	48.06*	36.7	48.2*
	No SEN	53.81	51.56	54.7	
	Low PA	39.24	25.61	30.0	
	Middle PA	49.21	46.52	49.7	
	High PA	62.74	62.65	65.9	
Progress 8	All	+0.22	0.00	+0.14	0.00
	Boys	+0.02	-0.12	0.00	
	Girls	+0.43	+0.13	+0.29	
	Disadvantaged	-0.35	-0.36	-0.18	
	Other pupils	+0.34	+0.13	+0.22	
	SEN(no EHCP)	+0.04	-0.39	+0.01	
	No SEN	+0.25	+0.06	+0.17	
	Low PA	+0.84	0.00	+0.01	0.00
	Middle PA	+0.25	0.00	+0.13	0.00
	High PA	+0.02	0.00	+0.25	0.00

*National average for all pupils

A Level - Key attainment and achievement indicators over time:

Advanced Level Performance System (ALPS) analysis of A level performance over three years 2013-2016 gives the school 3 year T score of 3 (judged as 'excellent' by ALPS). In 2015 and 2016 the single year T scores were both 2 (judged as 'outstanding' by ALPS). Similar ALPS analysis of the schools post 16 vocational courses (BTEC) gives an overall 3 year T score of 4 (judged as 'very good' by ALPS). In both 2015 and 2016 the single year T scores were both 3 (judged as 'excellent' by ALPS).

The provisional DfE Value Added measures for 2016 are also positive at +0.17 for level 3 value added, +0.20 for academic value added.

Wadebridge School

Trustees' Report for the Year Ended 31 August 2016

Strategic Report

Going concern

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

Financial review

The main sources of funding for the school are the General Annual Grant from the EFA and payment from Cornwall Council in support of special educational needs, although recent changes to the local funding formula have seen the value of the special needs funding drop significantly as schools have to absorb more and more responsibilities into the base funding. The income the school receives is used to provide education for students as well as furthering its wider charitable aims. As a principle the trustees aim to operate within the resources received however in recent years it has been necessary to draw on reserves to meet known commitments. In considering the medium term financial strategy (2016/17) trustees have again decided to utilise reserves to support the financial plans of the school whilst it implements strategies to reduce expenditure. The target set by trustees is to operate within income received by 2017/18 recognising the need to retain a reserve to assist in the management of risk.

Financial and risk management objectives and policies

Wadebridge School has limited exposure to major financial risks given the funding arrangements for academy schools although there are risks associated with changes to the level of funding received. At any point in time exposure to trade debtors and creditors is relatively low as most of the school's expenditure is on staffing (70%). The school does now self-insure against staff sickness absence rather than buy into an insurance scheme. This change of policy followed steep rises in annual premiums. The experience from the last accounting period shows that this decision did deliver value for money compared to continuing with the insurance premiums.

The Trust has taken on the deficit of the Local Government Pension Scheme in respect of its non teaching staff on conversion. The deficit is incorporated within the Statement of Financial Activities and Balance Sheet with details in Note 24 to the financial statements.

Reserves policy

The Trustees have determined that the appropriate level of reserves is considered to be between 5% and 7% of income which is approximately £300k to £400k. This is considered a suitable level to allow for:

- Any unplanned unexpected financial pressure that may arise during the year.
- Any cash flow issues to fund large scale capital projects that may transcend financial years.

As at the 31 August 2016 the school's total funds as audited were £19,506,551, of which £759,023 were unrestricted funds. Refer to note 16 for more detail. This reserve is presently held at the school's bank that attracts interest at the base rate. In agreeing the medium term financial strategy trustees have set out the planned use of reserves in 2016/17.

Wadebridge School

Trustees' Report for the Year Ended 31 August 2016

Strategic Report

Investment policy

Wadebridge School presently has no investments other than the cash balances that are held at the school's bank which offer returns in line with the general market. The investments of the school are reviewed to ensure best returns are maintained.

Principal risks and uncertainties

Wadebridge School has a risk register that records and monitors the identified risks that it faces. The risk register is updated and reviewed by the school leadership team and is reported to the audit committee when it meets throughout the school year. The main risks facing the school are:-

- Falling number on role
- Reduction in academy funding
- Changing curriculum requirements
- Unforeseen staff absenteeism

Within the risk register are the mitigating actions that are being taken to reduce the risk to an acceptable level.

The net liability due to the Academy's participation in the Local Government Pension scheme (LGPS) amounts to £1,707,000. The impact of the deficit position of the pension scheme is that the Academy Trust is paying higher employer's pension contributions over a period of years. The higher employer's pension contributions currently stand at £23,900 per year and are being met by the Academy Trust's budgeted annual income.

Plans for future periods

The key driver for the whole of Wadebridge School is to enhance the educational experience and outcomes of the students. The head teacher, trustees and all staff at the school are dedicated to achieving this. The school leadership team constantly monitor its outcomes benchmarked against similar schools and looks to improve where improvement is needed. The aim is to continually increase the 'life chances' of all our young people. The school improvement plan is a key document that captures in one place all the improvement aims and objectives for the year ahead.

A key component to the success of the students is the relationship between the school and parents and carers. Education does not start and stop at the school gate. The amount of time a student spends in school is such a small proportion to the time spent out of school which means the relationship with parents and carers is critical to ensure learning continues outside of school. Learning outside of school is not just down to curriculum subjects. A broad extra-curricular programme is a key objective for the school as well. Duke of Edinburgh award, annual residential trips, field trips, overseas trips, work experience are all key activities that enrich the learning opportunities for all students. Such extra-curricular activities are only possible through the hard work and support provided by dedicated staff which Wadebridge School is very lucky to have.

On the curriculum side the focus remains on English and Maths to help ensure all students have the very best life opportunities and to play a far more active role in society.

All these key drivers combined with the success of the students contributed to the 'good' Ofsted grade that was achieved when the school was inspected in December 2014.

Wadebridge School

Trustees' Report for the Year Ended 31 August 2016

Strategic Report

Funds held as Custodian Trustee on behalf of others

There are no funds held as custodian trustee on behalf of others.

Auditor

In so far as the Trustees are aware:

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

Trustees' report, incorporating a strategic report, approved by order of the board of trustees on 14.12.16... and signed on its behalf by:



Mrs V Crabb
Chair of trustees

Wadebridge School

Governance Statement

Scope of responsibility

As trustees, we acknowledge we have overall responsibility for ensuring that Wadebridge School 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 Miss T Yardley (head teacher), 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 Wadebridge School 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.

Governance

The information on governance included here supplements that described in the Trustees' Report and in the Statement of Trustees' Responsibilities. The Governing Body has formally met 6 times during the year. Attendance during the year at meetings of the Governing Body was as follows:

Director	Meetings attended	Out of a possible
Mr D Abbiss	5	6
Mr P Bower	5	6
Mrs N Brooks	6	6
Mr D Constance	5	6
Mrs V Crabb	3	6
Mrs R Franks	6	6
Mrs L Hanson	6	6
Mrs K Holmes	6	6
Mr P Howard	4	6
Ms L Jones	5	6
Mrs B Lyle	2	4
Mr H McCreadie	2	2
Dr A Phippen	4	6
Mr C Sims	5	6
Mr I Thurtle	6	6
Miss T Yardley	6	6

Wadebridge School

Governance Statement (continued)

The resources committee monitor the buildings, staffing and finance issues relating to the school making recommendations to the governing body as appropriate. The resources committee report to the governing body and works through the Accounting Officer and other school staff.

Attendance at meetings during the year was as follows:

Members of the Committee	Meetings attended	Out of a possible
Mr D Abbiss	4	4
Mrs N Brooks	4	4
Mr D Constance	3	4
Mrs V Crabb	4	4
Mrs L Hanson	2	4
Mrs K Holmes	4	4
Ms L Jones	2	4

Review of value for money

As accounting officer Miss T Yardley has responsibility for ensuring that the Academy Trust delivers good value in the use of public resources. The accounting officer understands that value for money refers to the educational and wider societal outcomes achieved in return for the taxpayer resources received.

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

- Extending the practical life of 330 desk top computers in IT suites by installing solid state hard drives at a cost of £30 per machine. The performance improvement could only otherwise be achieved through replacement of the whole unit at a cost of around £325 a unit. The performance improvement also supports improvement to the teaching and learning of students by providing faster more reliable IT equipment.
- Creation of new classroom teaching space by converting rather than building new. Out of date surplus practical teaching space have been converted into usable maths classroom to meet growing demands from the curriculum for additional classroom space. A second classroom will be converted from the remaining space.
- Summer roofing project for which 'condition improvement funding' was secured originally was aimed at replacing 1,001 square metres but successfully tendered for 1,243 square metres hence enabling 25% more roof area to be replaced with the same guarantees and within approved funding.

Wadebridge School

Governance Statement (continued)

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 Wadebridge School for the year ended 31 August 2016 and up to the date of approval of the annual report and financial statements.

Capacity to handle risk

The Governing Body 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 Governing Body is of the view that there is a formal ongoing process for identifying, evaluating and managing the Academy Trust's significant risks that has been in place for the year ending 31 August 2016 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:

- comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the Governing Body;
- regular reviews by the Resource Committee of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes;
- setting targets to measure financial and other performance;
- clearly defined purchasing (asset purchase or capital investment) guidelines;
- delegation of authority and segregation of duties;
- identification and management of risks.

The Governing Body has considered the need for a specific internal audit function and has decided:

- not to appoint an internal auditor. However the Trustees have appointed County Local Finance Services as 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. In particular the checks carried out in the current period included:-

- Testing of payroll systems and processes
- Testing of purchase systems and processes
- Testing of control account and bank reconciliations
- Testing of compliance with the finance policy and scheme of delegation within the school
- Reviewing budget monitoring processes and reporting
- Testing tendering process for compliance with relevant legislation and testing value for money achieved

On a quarterly basis, the RO reports to the Governing Body on the operation of the systems of control and on the discharge of the Governing Body's financial responsibilities.

There were no material control or other issues reported by the Responsible Officer to date.

Wadebridge School

Governance Statement (continued)


Review of effectiveness

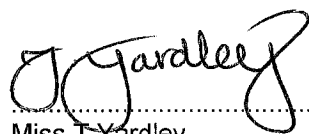
As Accounting Officer, Miss T Yardley (head teacher) has responsibility for reviewing the effectiveness of the system of internal control. During the year in question the review has been informed by:

- 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.

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

Approved by order of the members of the Governing Body on 14.12.16, and signed on its behalf by:


.....
Mrs V Crabb
Trustee


.....
Miss T Yardley
Accounting officer
Trustee

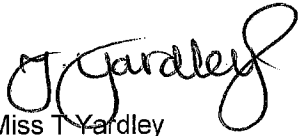
Wadebridge School

Statement on Regularity, Propriety and Compliance

As Accounting Officer of Wadebridge School I have considered my responsibility to notify the Governing Body 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 2015.

I confirm that I and the Governing Body are able to identify any material irregular or improper use of funds by the academy trust, or material non-compliance with the terms and conditions of funding under the academy trust's Funding Agreement and the Academies Financial Handbook 2015.

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 Governing Body and EFA.



Miss T. Yardley
Accounting officer

Date: 14/12/16

Wadebridge School

Statement of Trustees' Responsibilities

The Trustees (who act as governors of Wadebridge School and are 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 Academies Accounts Direction 2015 to 2016, 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 apply them consistently;
- observe the methods and principles in the Charities SORP and the Academy Accounts Direction 2015 to 2016;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 14.12.16... and signed on its behalf by:



Mrs V Crabb
Chair of trustees

Wadebridge School

Independent Auditor's Report on the Financial Statements to the members of Wadebridge School

We have audited the financial statements of Wadebridge School for the year ended 31 August 2016, which comprise the Statement of Financial Activities incorporating Income and Expenditure Account, Balance Sheet, Statement of Cash Flows 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The financial statements have been prepared under the Academies Accounts Direction 2015 to 2016 issued by the Education Funding Authority.

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

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 17), 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. 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 charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2016 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and the Academies Accounts Direction 2015 to 2016; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

Wadebridge School

Independent Auditor's Report on the Financial Statements to the members of Wadebridge School (continued)

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 Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

PKF Francis Clark

Darren Perry BA(Hons) ACA DChA (Senior Statutory Auditor)
PKF Francis Clark
Statutory Auditor

Lowin House
Tregolls Road
Truro
TR1 2NA

Date: *21/2/16*

Wadebridge School

Independent Reporting Accountant's Assurance Report on Regularity to Wadebridge School and the Education Funding Agency

In accordance with the terms of our engagement letter dated 24 October 2016 and further to the requirements of the Education Funding Authority (EFA) as included in the Academies Accounts Direction 2015 to 2016, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Wadebridge School during the year 1 September 2015 to 31 August 2016 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 Wadebridge School and EFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to Wadebridge School and 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 Wadebridge School and EFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of Wadebridge School's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of Wadebridge School's funding agreement with the Secretary of State for Education and the Academies Financial Handbook, extant from 1 September 2015, 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 2015 to 2016. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the year from 1 September 2015 to 31 August 2016 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 2015 to 2016 issued by 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 Academy Trust's income and expenditure.

The work undertaken to draw to our conclusion includes:

- Inspection and review of documentation providing evidence of governance procedures
- Evaluation of the system of internal controls for authorisation and approval
- Performing substantive tests on relevant transactions

Wadebridge School

Independent Reporting Accountant's Assurance Report on Regularity to Wadebridge School and the Education Funding Agency (continued)

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 year from 1 September 2015 to 31 August 2016 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

PCF Francis Clark

Darren Perry BA(Hons) ACA DChA
PKF Francis Clark
Chartered Accountants

Lowin House
Tregolls Road
Truro
TR1 2NA

Date: *21/12/16*.....

Wadebridge School

Statement of Financial Activities for the Year Ended 31 August 2016 (including Income and Expenditure Account)

	Note	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total 2016 £
Income and endowments from:					
Donations and capital grants	2	167	11,363	219,000	230,530
<i>Charitable activities:</i>					
Funding for the Academy Trust's educational operations	3	172,527	5,827,138	-	5,999,665
Other trading activities	4	164,821	13,765	-	178,586
Investment income	5	14,642	-	-	14,642
Total		352,157	5,852,266	219,000	6,423,423
Expenditure on:					
Raising funds	6	117,987	3,232	-	121,219
<i>Charitable activities:</i>					
Academy trust educational operations	7	172,527	6,057,373	467,785	6,697,685
Total		290,514	6,060,605	467,785	6,818,904
Net income/(expenditure)		61,643	(208,339)	(248,785)	(395,481)
Transfers between funds		-	(64,636)	64,636	-
Other recognised gains and losses					
Actuarial loss on defined benefit pension schemes	24	-	(916,000)	-	(916,000)
Net movement in funds		61,643	(1,188,975)	(184,149)	(1,311,481)
Reconciliation of funds					
Total funds brought forward at 1 September 2015		697,380	(33,595)	20,154,247	20,818,032
Total funds carried forward at 31 August 2016		759,023	(1,222,570)	19,970,098	19,506,551

Wadebridge School

Statement of Financial Activities for the Year Ended 31 August 2015 (including Income and Expenditure Account)

	Note	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total 2015 £
Income and endowments from:					
Donations and capital grants	2	4,484	7,965	468,614	481,063
<i>Charitable activities:</i>					
Funding for the Academy Trust's educational operations	3	137,097	5,843,957	-	5,981,054
Other trading activities	4	167,573	27,484	-	195,057
Investment income	5	14,032	-	-	14,032
Total		<u>323,186</u>	<u>5,879,406</u>	<u>468,614</u>	<u>6,671,206</u>
Expenditure on:					
Raising funds	6	128,594	30,648	-	159,242
<i>Charitable activities:</i>					
Academy trust educational operations	7	<u>137,097</u>	<u>5,908,234</u>	<u>558,376</u>	<u>6,603,707</u>
Total		<u>265,691</u>	<u>5,938,882</u>	<u>558,376</u>	<u>6,762,949</u>
Net income/(expenditure)		57,495	(59,476)	(89,762)	(91,743)
Transfers between funds		-	(29,723)	29,723	-
Other recognised gains and losses					
Actuarial loss on defined benefit pension schemes	24	<u>-</u>	<u>41,000</u>	<u>-</u>	<u>41,000</u>
Net movement in funds/(deficit)		57,495	(48,199)	(60,039)	(50,743)
Reconciliation of funds					
Total funds brought forward at 1 September 2014		<u>639,885</u>	<u>14,604</u>	<u>20,214,286</u>	<u>20,868,775</u>
Total funds carried forward at 31 August 2015		<u>697,380</u>	<u>(33,595)</u>	<u>20,154,247</u>	<u>20,818,032</u>

Wadebridge School

(Registration number: 07999988)

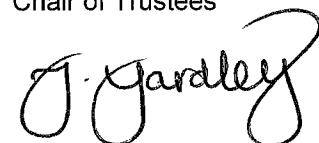
Balance Sheet as at 31 August 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	11	19,896,718	19,942,656
Current assets			
Debtors	12	95,791	129,576
Cash at bank and in hand		<u>1,590,899</u>	<u>1,952,090</u>
		1,686,690	2,081,666
Creditors: Amounts falling due within one year	13	<u>(266,045)</u>	<u>(384,352)</u>
Net current assets		<u>1,420,645</u>	<u>1,697,314</u>
Total assets less current liabilities		21,317,363	21,639,970
Creditors: Amounts falling due after more than one year	14	<u>(103,812)</u>	<u>(73,938)</u>
Net assets excluding pension liability		21,213,551	21,566,032
Pension scheme liability	24	<u>(1,707,000)</u>	<u>(748,000)</u>
Net assets including pension liability		<u>19,506,551</u>	<u>20,818,032</u>
Funds of the Academy:			
Restricted funds			
Restricted general fund		484,430	714,405
Restricted fixed asset fund		19,970,098	20,154,247
Restricted pension fund		<u>(1,707,000)</u>	<u>(748,000)</u>
		18,747,528	20,120,652
Unrestricted funds			
Unrestricted general fund		<u>759,023</u>	<u>697,380</u>
Total funds		<u>19,506,551</u>	<u>20,818,032</u>

The financial statements on pages 22 to 49 were approved by the Trustees, and authorised for issue on 14.12.16... and signed on their behalf by:

VA Crabb

Mrs V Crabb
Chair of Trustees



Miss T Yardley
Accounting Officer

Wadebridge School

Statement of Cash Flows for the Year Ended 31 August 2016

	Note	2016 £	2015 £
Cash flows from operating activities			
Net cash (used in)/provided by operating activities	19	(206,611)	100,676
Cash flows from investing activities	21	(202,847)	181,868
Cash flows from financing activities	20	<u>48,267</u>	<u>98,533</u>
Change in cash and cash equivalents in the year		(361,191)	381,077
Cash and cash equivalents at 1 September		<u>1,952,090</u>	<u>1,571,013</u>
Cash and cash equivalents at 31 August	22	<u><u>1,590,899</u></u>	<u><u>1,952,090</u></u>

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016

1 Accounting policies

Statement of accounting policies

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

Basis of preparation

The financial statements of the Academy Trust, which is a public benefit entity under FRS 102, have been prepared under the historical cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102), the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)), the Academies Accounts Direction 2015 to 2016 issued by EFA, the Charities Act 2011 and the Companies Act 2006.

In accordance with the Academies Accounts Direction 2015 to 2016 capital grants are now recognised in income from 'Donations and capital grants' instead of 'Charitable activities'. The prior year capital grants have also been reanalysed accordingly.

Wadebridge School meets the definition of a public benefit entity under FRS 102. These financial statements are the first financial statements of Wadebridge School prepared in accordance with FRS 102. Refer to note 26 for more details on the first time adoption and explanation of transition to FRS 102.

Going concern

The Trustees 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 Trustees make this assessment in respect of a period of one year from the date of approval of the financial statements. The Trustees have concluded that the Academy Trust has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the Academy Trust's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

Income

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

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

1 Accounting policies (continued)

Grants

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

General Annual Grant is recognised in full in the Statement of Financial Activities in the year for which it is receivable and any abatement in respect of the period is deducted from income and recognised as a liability.

Capital grants are recognised when there is entitlement 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.

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 the receipt is probable and it can be measured reliably.

Donations

Donations are recognised on a receivable basis (where there are no performance-related conditions) where the receipt is probable and the amount can be reliably measured.

Other income

Other income, including the hire of facilities, is recognised in the period it is receivable and to the extent the Academy Trust has provided the goods or services.

Donated goods, facilities and services

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

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

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

1 Accounting policies (continued)

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

All resources expended are inclusive of irrecoverable VAT.

Expenditure on raising funds

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

Charitable activities

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

Tangible fixed assets

Assets costing £1,000 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment. Where tangible fixed assets have been acquired with the aid of specific grants, either from the government or from the private sector, they are included in the Balance Sheet at cost and depreciated over their expected useful economic life. 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 Academy Trust's depreciation policy.

Depreciation is provided on all tangible fixed assets other than freehold land, at rates calculated to write off the cost of each asset over its expected useful lives, per the table below.

Assets in the course of construction are included at cost. Depreciation on these assets is not charged until they are brought into use.

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.

Asset class

Leasehold land & buildings
Furniture & equipment
Motor vehicles
Computer equipment

Depreciation method and rate

Straight line over 50 years
Straight line over 5 years
Straight line over 5 years
Straight line over 4 years

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

1 Accounting policies (continued)

Assets (other than leasehold land and buildings) transferred on conversion are depreciated based on the original cost as this charge best reflects the remaining useful life when transferred.

Liabilities

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

Leased assets

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

Taxation

The Academy Trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

Accordingly, the Academy Trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

1 Accounting policies (continued)

Pension benefits

Retirement benefits to employees of the Academy Trust are provided by the Teachers' Pension Scheme ('TPS') and the Local Government Pension Scheme ('LGPS'). These are defined benefit schemes and the assets are held separately from those of the Academy Trust. The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with the Academy Trust in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary on the basis of quadrennial valuations using a prospective unit credit method. As stated in the notes to the financial statements, the TPS is a multi-employer scheme and there is insufficient information available to use defined benefit accounting. The TPS is therefore treated as a defined contribution scheme for accounting purposes and the contributions recognised in the period to which they relate.

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

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

Agency accounting

The Academy Trust acts as an agent in distributing 16-19 bursary funds from the EFA. Payments received from the EFA and subsequent disbursements to students are excluded from the statement of financial activities as the Academy Trust does not have control over the charitable application of the funds. The Academy Trust has not used any of the allocation towards its own administration costs. The funds received and paid and any balances held are disclosed in note 27.

Critical accounting estimates and areas of judgement

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

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

1 Accounting policies (continued)

Critical accounting estimates and assumptions

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

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost (income) for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 24, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2013 has been used by the actuary in valuing the pensions liability at 31 August 2016. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

Fund accounting

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

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

Restricted general funds comprise all other restricted funds received with restrictions imposed by the funder/donor and include grants from the Education Funding Agency/Department for Education.

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

2 Donations and capital grants

	Unrestricted funds £	Restricted funds £	Restricted fixed asset funds £	Total 2016 £	Total 2015 £
Capital grants	-	-	219,000	219,000	468,614
Other donations	167	11,363	-	11,530	12,449
	<u>167</u>	<u>11,363</u>	<u>219,000</u>	<u>230,530</u>	<u>481,063</u>

3 Funding for Academy's educational operations

	Unrestricted funds £	Restricted funds £	Total 2016 £	Total 2015 £
DfE/EFA revenue grants				
General Annual Grant (GAG)	-	5,339,471	5,339,471	5,364,638
Year 7 catch up grant	-	17,500	17,500	19,500
Pupil premium funding	-	180,679	180,679	177,044
	<u>-</u>	<u>5,537,650</u>	<u>5,537,650</u>	<u>5,561,182</u>
Other government grants				
SEN funding	-	12,959	12,959	16,779
Nursery funding	-	32,583	32,583	37,265
Other revenue grants	-	500	500	8,603
	<u>-</u>	<u>46,042</u>	<u>46,042</u>	<u>62,647</u>
Non-government grants and other income				
Other income	-	1,133	1,133	1,959
Educational trips	-	242,313	242,313	218,169
Catering income	172,527	-	172,527	137,097
	<u>172,527</u>	<u>243,446</u>	<u>415,973</u>	<u>357,225</u>
Total grants	<u>172,527</u>	<u>5,827,138</u>	<u>5,999,665</u>	<u>5,981,054</u>

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

4 Other trading activities

	Unrestricted funds £	Restricted funds £	Total 2016 £	Total 2015 £
Hire of facilities	9,267	-	9,267	9,594
Nursery income	73,726	-	73,726	78,633
Recharges and reimbursements	216	-	216	5,388
Other sales	81,612	13,765	95,377	101,442
	<u>164,821</u>	<u>13,765</u>	<u>178,586</u>	<u>195,057</u>

5 Investment income

	Unrestricted funds £	Total 2016 £	2015 £
Bank Interest Receivable	<u>14,642</u>	<u>14,642</u>	<u>14,032</u>

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

6 Expenditure

	Staff costs £	Premises £	Other costs £	Total 2016 £	Total 2015 £
Expenditure on raising funds	61,106	920	59,193	121,219	159,242
Academy's educational operations					
Direct costs	4,007,313	-	708,566	4,715,879	4,487,424
Allocated support costs	826,397	824,828	330,581	1,981,806	2,116,283
	<u>4,833,710</u>	<u>824,828</u>	<u>1,039,147</u>	<u>6,697,685</u>	<u>6,603,707</u>
	<u>4,894,816</u>	<u>825,748</u>	<u>1,098,340</u>	<u>6,818,904</u>	<u>6,762,949</u>

Net incoming/outgoing resources for the year include:

	2016 £	2015 £
Fees payable to auditor - audit	3,200	3,200
- other audit services	5,270	6,040
Depreciation	<u>467,785</u>	<u>558,376</u>

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

7 Charitable activities

	Unrestricted funds	Restricted funds	Restricted fixed asset funds	Total 2016	Total 2015
	£	£	£	£	£
Direct costs					
Teaching and educational support staff costs	-	4,007,313	-	4,007,313	3,772,200
Educational supplies	-	308,904	-	308,904	364,301
Examination fees	-	98,962	-	98,962	100,674
Staff development	-	34,399	-	34,399	32,109
Educational visits	-	259,427	-	259,427	218,060
Other direct costs	-	6,874	-	6,874	80
	-	<u>4,715,879</u>	-	<u>4,715,879</u>	<u>4,487,424</u>
Allocated support costs					
Support staff costs	-	812,397	-	812,397	830,440
Defined benefit pension scheme obligation inherited	-	14,000	-	14,000	19,000
Depreciation	-	-	467,785	467,785	558,376
Maintenance of premises and equipment	-	112,176	-	112,176	115,977
Cleaning	-	101,773	-	101,773	110,312
Rent and rates	-	34,973	-	34,973	37,242
Energy costs	-	69,795	-	69,795	71,046
Governance	-	8,919	-	8,919	9,315
Insurance	-	38,326	-	38,326	59,478
Recruitment and support	-	11,770	-	11,770	13,083
Security and transport	-	2,547	-	2,547	4,998
Catering	172,527	10,462	-	182,989	146,635
Bank interest and charges	-	158	-	158	209
Interest on defined benefit pension scheme	-	29,000	-	29,000	28,000
Professional fees	-	52,890	-	52,890	68,679
Other support costs	-	42,308	-	42,308	43,493
	<u>172,527</u>	<u>1,341,494</u>	<u>467,785</u>	<u>1,981,806</u>	<u>2,116,283</u>
	<u>172,527</u>	<u>6,057,373</u>	<u>467,785</u>	<u>6,697,685</u>	<u>6,603,707</u>

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

7 Charitable activities (continued)

	Educational operations £	Total 2016 £	Total 2015 £
Analysis of support costs			
Support staff costs	826,397	826,397	849,440
Depreciation	467,785	467,785	558,376
Premises costs	357,043	357,043	394,055
Other support costs	321,662	321,662	305,097
Governance costs	8,919	8,919	9,315
Total support costs	<u>1,981,806</u>	<u>1,981,806</u>	<u>2,116,283</u>

8 Staff

	2016 £	2015 £
Staff costs during the year were:		
Wages and salaries	3,857,368	3,812,925
Social security costs	309,283	270,449
Pension costs	647,449	571,625
Supply teacher costs	71,716	30,242
Staff restructuring costs	<u>9,000</u>	<u>12,500</u>
	<u>4,894,816</u>	<u>4,697,741</u>

Included in staff restructuring costs are non-statutory/non-contractual severance payments totalling £9,000 (2015: £12,500). Payments exceeding £5,000 individually are as follows:

There was one non-statutory payment during the year of £9,000.

Staff numbers

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

	2016 No	2015 No
Charitable Activities		
Teachers	115	118
Administration and support	56	52
Management	<u>8</u>	<u>8</u>
	<u>179</u>	<u>178</u>

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

8 Staff (continued)

Included within administration and support are 17 sixth form students (2015: 12) that assist with occasional lunchtime supervision of students.

The number of employees whose emoluments (excludes pension contributions) fell within the following bands was:

	2016 No	2015 No
£60,001 - £70,000	1	1
£80,001 - £90,000	1	1

The key management personnel of the Academy Trust comprise the trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the Academy Trust was £618,905 (2015: £632,650).

9 Related party transactions - trustees' remuneration and expenses

One or more Trustees has been paid remuneration or has received other benefits from an employment with the Academy Trust. The principal and other staff Trustees only receive remuneration in respect of services they provide undertaking the roles of principal and staff members under their contracts of employment, and not in respect of their role as Trustees. The value of Trustees' remuneration and other benefits was as follows:

Miss T Yardley (Head Teacher):

Remuneration: £85,000 - £90,000 (2015 - £85,000 - £90,000)
Employer's pension contributions: £10,000 - £15,000 (2015 - £10,000 - £15,000)

Mr D Abbiss (Staff Governor):

Remuneration: £40,000 - £45,000 (2015 - £40,000 - £45,000)
Employer's pension contributions: £5,000 - £10,000 (2015 - £5,000 - £10,000)

Mr M Gibbons (Staff Governor):

Remuneration: £Nil (2015 - £10,000 - £15,000)
Employer's pension contributions: £Nil (2015 - £Nil)

Mrs B Lyle (Staff Governor):

Remuneration: £15,000 - £20,000 (2015 - £35,000 - £40,000)
Employer's pension contributions: £0 - £5,000 (2015 - £5,000 - £10,000)

Mrs K Robinson (Casual Staff Governor):

Remuneration: £Nil (2015 - £0 - £5,000)
Employer's pension contributions: £Nil (2015 - £Nil)

During the year ended 31 August 2016, no expenses were reimbursed to trustees.

Other related party transactions involving the Trustees are set out in note 25.

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

10 Trustees' and officers' insurance

In accordance with normal commercial practice the Academy has purchased insurance to protect trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on Academy business. The insurance provides cover up to £25,000,000 on any one claim and the cost for the year ended 31 August 2016 was £920 (2015 - £1,528).

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

11 Tangible fixed assets

	Leasehold land and buildings £	Furniture and equipment £	Motor vehicles £	Computer equipment £	Total £
Cost					
At 1 September 2015	21,035,977	388,287	14,450	382,366	21,821,080
Additions	<u>357,214</u>	<u>7,396</u>	<u>-</u>	<u>57,237</u>	<u>421,847</u>
At 31 August 2016	<u>21,393,191</u>	<u>395,683</u>	<u>14,450</u>	<u>439,603</u>	<u>22,242,927</u>
Depreciation					
At 1 September 2015	1,262,881	371,598	6,984	236,961	1,878,424
Charge for the year	<u>380,654</u>	<u>7,302</u>	<u>2,890</u>	<u>76,939</u>	<u>467,785</u>
At 31 August 2016	<u>1,643,535</u>	<u>378,900</u>	<u>9,874</u>	<u>313,900</u>	<u>2,346,209</u>
Net book value					
At 31 August 2016	<u>19,749,656</u>	<u>16,783</u>	<u>4,576</u>	<u>125,703</u>	<u>19,896,718</u>
At 31 August 2015	<u>19,773,096</u>	<u>16,689</u>	<u>7,466</u>	<u>145,405</u>	<u>19,942,656</u>

12 Debtors

	2016 £	2015 £
Trade debtors	3,630	10,891
Prepayments	1,586	1,874
Accrued grant and other income	30,586	71,409
VAT recoverable	<u>59,989</u>	<u>45,402</u>
	<u>95,791</u>	<u>129,576</u>

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

13 Creditors: amounts falling due within one year

	2016 £	2015 £
Other taxation and social security	90,810	78,065
Salix Loan	14,313	10,563
Pension scheme creditor	80,280	74,260
Accruals	56,059	198,689
Deferred income	24,583	22,775
	<u>266,045</u>	<u>384,352</u>

Included above in deferred income is £20,112 (2015 - £22,233) in respect of monies held under what was previously known as the school's private fund when under local authority control.

	2016 £
Deferred income at 1 September 2015	22,775
Resources deferred in the period	24,583
Amounts released from previous periods	<u>(22,775)</u>
Deferred income at 31 August 2016	<u>24,583</u>

The deferred income above relates to monies received in advance for funded projects, trips and tuition occurring in the following accounting period.

Included within Salix Loan is a loan of £3,750 from Salix which is provided on the following terms: interest free and repayable over 5 years.

Included within Salix Loan is a loan of £7,750 from Salix which is provided on the following terms: interest free and repayable over 8 years.

Included within Salix Loan is a loan of £2,813 from Salix which is provided on the following terms: interest free and repayable over 8 years.

14 Creditors: amounts falling due after one year

	2016 £	2015 £
Salix Loan	<u>103,812</u>	<u>73,938</u>

Included within Salix Loan is a loan of £33,750 from Salix which is interest free and repayable over 5 years.

Included within Salix Loan is a loan of £50,375 from Salix which is interest free and repayable over 8 years.

Included within Salix Loan is a loan of £19,687 from Salix which is interest free and repayable over 8 years.

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

14 Creditors: amounts falling due after one year (continued)

	2016 £	2015 £
After more than five years by instalments		
Salix loan	<u>31,562</u>	<u>31,688</u>

15 Funds

	Balance at 1 September 2015 £	Incoming resources £	Resources expended £	Gains, losses and transfers £	Balance at 31 August 2016 £
Restricted general funds					
General Annual Grant (GAG)	612,715	5,339,471	(5,486,782)	(64,636)	400,768
Pupil Premium funding	53,577	180,679	(180,518)	-	53,738
SEN funding	-	12,959	(12,959)	-	-
Other restricted income including trips	10,187	260,602	(263,359)	-	7,430
Nursery funding	18,504	32,583	(51,087)	-	-
Other government grants	19,422	8,472	(5,400)	-	22,494
Year 7 catch up grant	-	17,500	(17,500)	-	-
	<u>714,405</u>	<u>5,852,266</u>	<u>(6,017,605)</u>	<u>(64,636)</u>	<u>484,430</u>
Restricted fixed asset funds					
DfE / EFA capital grants	869,061	219,000	(30,034)	-	1,058,027
Assets gifted from the local authority	19,040,954	-	(362,758)	-	18,678,196
Local authority capital grants	53,264	-	(11,696)	-	41,568
Capital expenditure from GAG	169,388	-	(52,093)	64,636	181,931
Other capital funding	13,496	-	(8,432)	-	5,064
Sixth form bursary	8,084	-	(2,772)	-	5,312
	<u>20,154,247</u>	<u>219,000</u>	<u>(467,785)</u>	<u>64,636</u>	<u>19,970,098</u>
Restricted pension funds					
Pension reserve	<u>(748,000)</u>	<u>-</u>	<u>(43,000)</u>	<u>(916,000)</u>	<u>(1,707,000)</u>
Total restricted funds	20,120,652	6,071,266	(6,528,390)	(916,000)	18,747,528
Unrestricted funds					
Unrestricted general funds	<u>697,380</u>	<u>352,157</u>	<u>(290,514)</u>	<u>-</u>	<u>759,023</u>
Total funds	<u>20,818,032</u>	<u>6,423,423</u>	<u>(6,818,904)</u>	<u>(916,000)</u>	<u>19,506,551</u>

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

15 Funds (continued)

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

- The General Annual Grant (GAG) restricted fund relates to the funding received from the EFA for the ongoing provision of education services to children from the age of eleven to eighteen.
- The Academy receives restricted Pupil Premium funding from the EFA for the provision of education and training services to children from low income families.
- The Academy receives restricted SEN funding from the LA for the provision of education and training services to children with special needs.
- The Year 7 catch up funding is designated to support year 7 pupils who did not achieve at least level 4 in reading and/or maths at the end of key stage 2 (KS2). Income received in the year was fully spent in line with purpose.
- Restricted nursery funding represents income received by the Local Authority. The funds carried forward at the end of the financial year will be spent on future improvements to the nursery.
- The defined benefit pension fund represents the current deficit on the Local Government Pension Scheme.
- The Academy operates restricted fixed asset funds. Income that is received by the Academy for the purchase of specific capital items or projects is allocated to these funds.
- Under the funding agreement with the Secretary of State, the Academy Trust was not subject to a limit on the amount of GAG that it could carry forwards at 31 August 2016.

16 Analysis of net assets between funds

Fund balances at 31 August 2016 are represented by:

	Unrestricted funds £	Restricted general funds £	Restricted fixed asset funds £	Total funds £
Tangible fixed assets	-	-	19,896,718	19,896,718
Current assets	759,023	736,162	191,505	1,686,690
Current liabilities	-	(251,732)	(14,313)	(266,045)
Creditors over 1 year	-	-	(103,812)	(103,812)
Pension scheme liability	-	(1,707,000)	-	(1,707,000)
Total net assets	<u>759,023</u>	<u>(1,222,570)</u>	<u>19,970,098</u>	<u>19,506,551</u>

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

17 Capital commitments

	2016 £	2015 £
Contracted for, but not provided in the financial statements	-	172,267

18 Financial commitments

Operating leases

At 31 August 2016 the total of the Academy Trust's future minimum lease payments under non-cancellable operating leases was:

	2016 £	2015 £
Amounts due within one year	22,656	23,435
Amounts due between one and five years	16,599	37,965
	<u>39,255</u>	<u>61,400</u>

19 Reconciliation of net expenditure to net cash inflow/(outflow) from operating activities

	2016 £	2015 £
Net expenditure	(395,481)	(91,743)
Depreciation	467,785	558,376
Capital grants from DfE and other capital income	(219,000)	(468,614)
Interest receivable	(14,642)	(14,032)
Defined benefit pension scheme obligation inherited	14,000	19,000
Defined benefit pension scheme finance cost	29,000	28,000
Decrease in debtors	33,785	21,913
(Decrease)/increase in creditors	<u>(122,058)</u>	<u>47,776</u>
Net cash (used in)/provided by Operating Activities	<u>(206,611)</u>	<u>100,676</u>

20 Cash flows from financing activities

	2016 £	2015 £
Interest received	14,642	14,032
Salix loan received	37,500	84,501
Salix loan repaid	<u>(3,875)</u>	<u>-</u>
Net cash inflow from returns on investments and servicing of finance	<u>48,267</u>	<u>98,533</u>

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

21 Cash flows from investing activities

	2016 £	2015 £
Purchase of tangible fixed assets	(421,847)	(286,746)
Capital grants from DfE/EFA	219,000	447,214
Capital funding received from sponsors and others	-	21,400
Net cash (used in)/provided by investing activities	<u>(202,847)</u>	<u>181,868</u>

22 Analysis of cash and cash equivalents

	At 31 August 2016 £	At 31 August 2015 £
Cash at bank and in hand	<u>1,590,899</u>	<u>1,952,090</u>
Total cash and cash equivalents	<u>1,590,899</u>	<u>1,952,090</u>

23 Members' liability

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

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 Cornwall Council. Both are multi-employer defined benefit schemes.

The pension costs are assessed in accordance with the advice of independent qualified actuaries. The latest actuarial valuation of the TPS was 31 March 2012 and of the LGPS 31 March 2013.

Contributions amounting to £80,280 (2015 - £74,260) 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.

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

24 Pension and similar obligations (continued)

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.

Valuation of the Teachers' Pension Scheme

Not less than every four years the Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TPS in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 published by HM Treasury. The aim of the review is to specify the level of future contributions. Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. The latest actuarial valuation of the TPS was carried out as at 31 March 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 (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £191,500 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £176,600 million giving a notional past service deficit of £14,900 million
- an employer cost cap of 10.9% of pensionable pay will be applied to future valuations
- the assumed real rate of return is 3.0% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.75%. The assumed nominal rate of return is 5.06%

During the year the employer contribution rate was 14.1%. The TPS valuation for 2012 determined an employer rate of 16.4% which was payable from September 2015. The next valuation of the TPS will be as at March 2016, whereupon the employer contribution rate is expected to be reassessed and will be payable from 1 April 2019.

The pension costs paid to TPS in the period amounted to £448,000 (2015: £354,000).

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

Under the definitions set out in Financial Reporting Standard 102 (FRS 102), the TPS is a multi-employer pension scheme. The Academy Trust has accounted for its contributions to the scheme as if it were a defined contribution scheme. The Academy Trust has set out above the information available on the scheme.

Local government pension scheme

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2016 was £257,000 (2015 - £245,000), of which employer's contributions totalled £208,000 (2015 - £199,000) and employees' contributions totalled £49,000 (2015 - £46,000). The agreed contribution rates for future years are 22.8 per cent and £23,900 for employers and 5.5 - 10.5 per cent for employees.

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

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

24 Pension and similar obligations (continued)

Principal actuarial assumptions

	At 31 August 2016 %	At 31 August 2015 %
Rate of increase in salaries	4.10	4.60
Rate of increase for pensions in payment/inflation	2.10	2.70
Discount rate for scheme liabilities	2.10	3.80
Expected return on assets	<u>2.10</u>	<u>3.80</u>

Commutation - An allowance is included for future retirements to elect to take a 40% of the maximum additional tax-free cash up to HMRC limits for pre-April 2008 service and 70% of the maximum tax-free cash for post-April 2008 service.

Sensitivity analysis

A sensitivity analysis for the principal assumptions used to measure scheme liabilities is set out below:

	- 0.5%
Adjustment to discount rate	£
Present value of total obligation	<u>592,000</u>
	+ 0.5%
Adjustment to rate of salary growth	£
Present value of total obligation	<u>222,000</u>
	+ 1 Year
Adjustment to mortality age rating assumption	£
Present value of total obligation	<u>136,000</u>

The actual return on scheme assets was £259,000 (2015 - £71,000).

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

	At 31 August 2016	At 31 August 2015
Retiring today		
Males retiring today	22.20	22.20
Females retiring today	24.40	24.40
Retiring in 20 years		
Males retiring in 20 years	24.40	24.40
Females retiring in 20 years	<u>26.80</u>	<u>26.80</u>

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

24 Pension and similar obligations (continued)

The Trust's share of the assets and liabilities in the scheme were:

	At 31 August 2016 £	At 31 August 2015 £
Equities	1,354,000	958,000
Corporate bonds	1,213,000	1,168,000
Property	198,000	164,000
Cash	56,000	47,000
Total market value of assets	2,821,000	2,337,000
Present value of scheme liabilities - funded	(4,528,000)	(3,085,000)
Deficit in the scheme	(1,707,000)	(748,000)

Amounts recognised in the statement of financial activities

	2016 £	2015 £
Current service cost	222,000	218,000
Total operating charge	222,000	218,000

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

	2016 £	2015 £
At 1 September	3,085,000	2,800,000
Current service cost	222,000	218,000
Interest cost	122,000	108,000
Employee contributions	49,000	46,000
Actuarial losses/(gains)	1,082,000	(50,000)
Benefits paid	(32,000)	(37,000)
At 31 August	4,528,000	3,085,000

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

24 Pension and similar obligations (continued)

Movements in the fair value of Academy Trust's share of scheme assets

	2016 £	2015 £
At 1 September	2,337,000	2,058,000
Interest income	93,000	80,000
Return on plan assets (excluding net interest on the net defined pension liability)	166,000	(9,000)
Employer contributions	208,000	199,000
Employee contributions	49,000	46,000
Benefits paid	(32,000)	(37,000)
At 31 August	<u>2,821,000</u>	<u>2,337,000</u>

25 Related party transactions

Owing to the nature of the Academy Trust's operations and the composition of the Board of Trustees being drawn from local public and private sector organisations, transactions may take place with organisations in which a member of the Board of Trustees may have an interest. All transactions involving such organisations are conducted at arm's length and in accordance with the Academy Trust's financial regulations and normal procurement procedures.

During the year the academy made the following related party transactions:

Bridge Multi Academy Trust

(Valerie Crabb, a trustee of Wadebridge School, is also a trustee of Bridge Multi Academy Trust)
During the period the Academy paid £125 to Bridge Multi Academy Trust that had been credited to the Academy in error. During the period the Academy made sales to Bridge Multi Academy Trust of £Nil (2015: £8,464) in relation to grounds maintenance services
At the balance sheet date the amount due to Bridge Multi Academy Trust was £Nil (2015 - £Nil).

Acorn Academy Limited

(L Bateman, Assistant Head of Wadebridge School, is a trustee of Acorn Academy Limited.)
Acorn Academy Limited is a Pupil Referral Unit and during the period Wadebridge made transfers of £16,336 (2015: Nil) relating to the students referred there during the period
At the balance sheet date the amount due to Acorn Academy Limited was £Nil (2015 - £Nil).

Mrs F Abbiss

(Mrs F Abbiss is employed by the Academy as teacher and is the spouse of Mr D Abbiss, a Trustee of the Academy.)

Remuneration: £15,000 - £20,000 (2015: £20,000-£25,000)

Employer's pension contributions: £0 - £5,000 (2015: £0 - £5,000)

At the balance sheet date the amount due to Mrs F Abbiss was £Nil (2015 - £Nil).

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

26 Transition to FRS 102

First time adoption of FRS 102

These financial statements are the first financial statements of Wadebridge School prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (FRS 102) and the Charities SORP 2015 (SORP 2015). The financial statements of Wadebridge School for the year ended 31/08/2015 were prepared in accordance with previous Generally Accepted Accounting Practice ('UK GAAP') and SORP 2005.

Some of the FRS 102 recognition, measurement, presentation and disclosure requirements and accounting policy choices differ from previous UK GAAP. Consequently, the trustees have amended certain accounting policies to comply with FRS 102 and SORP 2015.

Explanation of transition to FRS 102

The last financial statements prepared under previous UK GAAP were for the year ended 31/08/2015 and the date of transition to FRS 102 and SORP 2015 was therefore 01/09/2014. As a consequence of adopting FRS 102 and SORP 2015, a number of accounting policies have changed to comply with those standards.

Comparative figures have been restated to reflect the adjustments made, except to the extent that the Trustees have taken advantage of exemptions to retrospective application of FRS 102 permitted by FRS 102 Chapter 35 'Transition to this FRS'.

Change in recognition of LGPS interest cost

Under previous UK GAAP the trust recognised an expected return on defined benefit plan assets in expense. Under FRS 102 a net interest expense, based on the net defined benefit liability, is recognised in expense. There has been no change in the defined benefit liability at either 1 September 2014 or 31 August 2015. The effect of the change has been to increase the debit to expense by £25,000 and decrease the debit in other recognised gains and losses in the SOFA by an equivalent amount.

Recognition of outstanding employee benefits

No provision for outstanding holiday pay was made under previous UK GAAP. Under FRS 102 the costs of short-term employee benefits are recognised as a liability and an expense. No employees are entitled to carry forward unused holiday entitlement at the reporting date. Therefore there is no unused holiday entitlement to adjust for in the financial statements.

Intangible computer software

Under FRS 102 computer software is classed as an intangible asset rather than a tangible asset under UK GAAP. The net book value of the computer software currently included in tangible fixed assets are not material to adjust in the accounts.

Wadebridge School

Notes to the Financial Statements for the Year Ended 31 August 2016 (continued)

26 Transition to FRS 102 (continued)

Other adjustments

Governance costs are now included within Academy trust educational operations costs in the Statement of financial activities, and are split out in note 7.

Lease commitments are now shown in total, rather than as the annual commitment in note 18.

27 Agency arrangements

The Academy Trust distributes 16-19 bursary funds to students as an agent for the EFA. In the accounting period ending 31 August 2016 the trust received £16,364 and disbursed £16,364 from the fund. An amount of £Nil is included in other creditors relating to undistributed funds that is repayable to EFA.