

**TRURO & PENWITH ACADEMY TRUST**  
**(A COMPANY LIMITED BY GUARANTEE)**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2020**

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

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**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**REFERENCE AND ADMINISTRATIVE DETAILS**

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<b>Members</b>	Mr M Tucker (appointed 24 June 2020) Mr DAJ Walrond MA, MBA, PGCE Mrs ME Winser MBE, MA(Cantab), DL Mr P Callen FRCS, FRCOG (Corporate Member) Dr B Vann MA, PhD, DL (resigned 23 May 2020) Mrs C Mewton Cert Ed
<b>Trustees</b>	Dr J Blunden OBE, PhD, FCCT, Accounting Officer Mr R Crossland, Representative of Truro and Penwith College (Corporate Trustee) (resigned 1 October 2019) Mrs A Firth BA(Hons), PG Dip Ed Prof. AG Livingston CBE, FCSD, DL, Vice Chair Mr D J Austin CTA (appointed 1 November 2019) Mr D Williams JP, MA Mrs ME Winser MBE, MA(Cantab), Chair Mr S L Cryer (appointed 26 June 2020) Mr TA Lister BEd(Hons) Mr A Stittle BSc(Hons), PGCE, CMath, FIMA Mr J RJ Dunn BEng(Hons), CEng, MCIWEM, MAPM Mr J A Green BA(Hons) Ms J E Keyes BSc(Hons), PGCE
<b>Company registered number</b>	08880841
<b>Company name</b>	Truro and Penwith Academy Trust
<b>Principal and registered office</b>	Academy House Truro Business Park Threemilestone Truro Cornwall TR4 9LD
<b>Company secretary</b>	Mr E Burns BA (Hons), ACMA, MBA (resigned 26 January 2020) Mrs J Brinson BA (Hons), CPFA (appointed 29 January 2020)
<b>Accounting Officer</b>	Dr J Blunden OBE, PhD, FCCT
<b>Senior management team</b>	Dr J Blunden OBE, PhD, FCCT, Accounting and Chief Executive Officer Mrs J Brinson BA (Hons), CPFA, Chief Financial Officer & Director of Business & Finance Mrs C Fortey BEd (Hons), NPQH, PQSI, Director of Education Mrs H Andrew CIPD, Director of Human Resources
<b>Independent auditors</b>	Bishop Fleming LLP Chartered Accountants Statutory Auditors Chy Nyverow Newham Road Truro Cornwall TR1 2DP

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**REFERENCE AND ADMINISTRATIVE DETAILS (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**Bankers**

Lloyds Bank Plc  
7 Boscawen Street  
Truro  
Cornwall  
TR1 2QT

**Solicitors**

PHP Law  
6 Atlantic Building  
Queen Anne's Battery  
Plymouth  
Devon  
PL4 0LP

**TRURO & PENWITH ACADEMY TRUST  
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**LIST OF SCHOOLS**

<b>Academies Operated</b>	<b>Location</b>	<b>Principal</b>
Pendeen School	Pendeen	Mr C Wilson BSc, PGCE
St Ives School	St Ives	Executive Head Ms J Woodhouse BSc (Hons), PGCE, NPQH Head of School Mr J Butterworth ME
St Dennis Primary Academy	St Dennis	Mrs C Brokenshire Ed (Hons), PGCert, SEND
St Just Primary School	St Just	Mrs N Rogers BEd (Hons), NPQH
Kehelland Village School	Kehelland	Miss J Harvey BA, BEd (Hons)
Mithian School	Mithian	Mrs L Garbett BEd (Hons), NPQH
Blackwater Community Primary School	Blackwater	Mrs E Evison BA (Hons), PGCE, NPQH
Perranporth Community Primary School	Perranporth	Mr A Johnson BA (Hons), NPQH
Chacewater Community Primary School	Chacewater	Mr C Gould BA (Hons), NPQH
Threemilestone Primary School	Threemilestone	Ms S Teagle BMus (Hons)
Roche Community Primary School	Roche	Mr J Walden BA (Hons)
St Erth Community Primary School	St Erth	Mr W Coleman BA (Hons), NPQH
Nancladra Primary School	Nancladra	Mr R Gill BA (Hons), PGCE, NPQH
Kennall Vale School	Ponsanooth	Mr R Chirgwin BA (Hons)
Alverton Primary School	Penzance	Mr M Higgs BA (Hons), PGCE, NPQH
Pensans Primary School	Penzance	Mrs A Clay BA (Hons), QTS
Newlyn School	Newlyn	Mrs I Stephens BSc, PGCE, NPQH
Sennen Primary School	Sennen	Mrs N Smith BA (Hons), NPQSL
Mousehole CP School	Mousehole	Mr C Roynan BEng, PGCE, NPQH
Hayle Academy	Hayle	Executive Head Ms J Woodhouse BSc (Hons), PGCE, NPQH Head of School Mr A Martin BEd (Hons), NPQH to 18 October 2019 Mr D Mather BA (Hons), PGCE, 28 October 2019 to 31 August 2020
Cardinham School	Cardinham	Mrs I Bennet BA (Hons), PGCE, NPQH
Lanivet CP School	Lanivet	Mrs I Bennet BA (Hons) PGCE, NPQH
Berrycoombe CP School	Bodmin	Mr C Robertson BSc, PGCE, NPQH
Bodriggy Academy	Hayle	Mrs C Hannaford BA (Hons), PGCE
Cape Cornwall School	St Just	Executive Head Ms J Woodhouse BSc (Hons), PGCE, NPQH Head of School Mrs S Crawley BSc (Hons), PGCE, NPQH
Gulval School	Gulval	Mr P Baker BEd
Liskeard Hillfort Primary School	Liskeard	Dr T Cook EdD, PGCE, NPQH
Tywardreath School	Tywardreath	Mrs C McColville BEd

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES REPORT  
FOR THE YEAR ENDED 31 AUGUST 2020**

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The Trustees present their annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 August 2020. The annual report serves the purpose of both a Trustees' report, and a Directors' report under company law.

The Trust operates 25 primary and 3 secondary academies in Cornwall. Trust academies have a combined pupil capacity of 6,931 and had a roll of 5,973 in the school census for Autumn 2019.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Constitution**

The 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 Trust.

The Trustees of Truro & Penwith Academy Trust are also the directors of the charitable company for the purposes of company law. The Charitable Company operates as Truro and Penwith Academy Trust.

Details of the Trustees who served throughout the year, except as noted, are included in the Reference and Administrative Details on pages 1 to 2.

**Members' liability**

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

**Trustees' Indemnities**

Trustees benefit from indemnity insurance purchased at the Trust's expense to cover the liability of the Trustees which by virtue of any rule of law would otherwise attach to them in respect of any negligence, default or breach of trust or breach of duty of which they may be guilty in relation to the Trust, provided that any such insurance shall not extend to any claim arising from any act or omission which the Trustees knew to be a breach of trust or breach of duty or which was committed by the Trustees in reckless disregard to whether it was a breach of trust or breach of duty or not and provided also that any such insurance shall not extend to the costs of any unsuccessful defence to a criminal prosecution brought against the Trustees in their capacity as Directors of the Trust. The limit of this indemnity is £10,000,000.

**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

**TRUSTEES**

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

The Trust shall have the following Trustees as set out in its articles of association:

- At least 7 Trustees appointed by Truro and Penwith College;
- Up to two Local Governing Body Trustees appointed by the Trustees;
- The Chief Executive Officer;
- A minimum of 2 Parent Trustees (unless there are Local Governing Bodies which include at least two Parent members)
- The Trust may also have any co opted Trustee appointed by the Trustees. (A 'Co opted Trustee' means a person who is appointed to be a Trustee by being Co opted by Trustees who have not themselves been so appointed. The Trustees may not co opt an employee of the Trust as a Co opted Trustee if thereby the number of Trustees who are employees of the Trust would exceed one third of the total number of Trustees including the Chief Executive Officer).

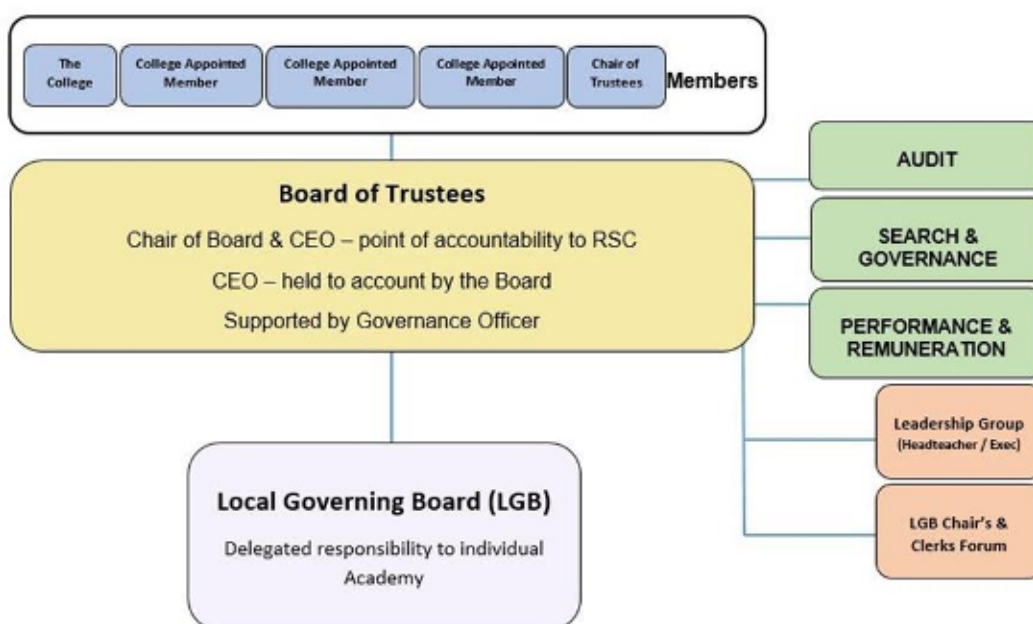
The term of office for any Trustee shall be four years except that this time limit shall not apply to the Chief Executive Officer. Subject to remaining eligible to be a particular type of Trustee, any Trustee may be re-appointed or re-elected.

When appointing new Trustees, the Board will give consideration to the skills and experience mix of existing Trustees in order to ensure that the Board has the necessary skills to contribute fully to the Trust's development.

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

The training and induction provided for new Trustees will depend on their existing experience. All Trustees are provided with copies of policies, procedures, minutes, accounts, budgets and other documents that they will need to undertake their role as Trustees.

**Organisational Structure**



**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

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The Trust is comprised of and governed by:

The Members who guarantee the liabilities of the Trust and review its strategic direction.

The Board of Trustees who are responsible for, and oversee, the management and administration of the Trust and the schools run by the Trust. The Board normally meets every six weeks.

The Board establishes an overall framework for the governance of the Trust and determines responsibilities, terms of reference and procedures for the Audit Committee, Performance and Remuneration Committee and the Search and Governance Committee. It receives reports from these committees for ratification. It monitors the activities of the committees through the minutes of their meetings.

As further detailed on page 14, the Board established an Audit Committee which meets three times a year. It monitors and advises the Board of Trustees on the adequacy and effectiveness of the Trusts systems of internal control and its arrangements for risk management. It reviews the key risks to which the Trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The Audit Committee receives and scrutinises the annual financial statements and the external auditor's management letter.

The Audit Committee recommends the approval of the annual financial statements and auditors' letter to the Board of Trustees.

The Performance and Remuneration Committee meets once a year to establish a pay policy which sets out clearly the basis on which decisions about pay progression for the Headteachers, senior employees and leaders in the Trust will be determined.

The Search and Governance Committee meets as needed on a cycle consistent with the activities and requirements of the Trust to advise the Board on the appointment of trustees to the Board and its committees, to determine the process whereby candidates are nominated, to gather, screen, shortlist and recommend appointments, to advise on governance arrangements and to make recommendations on the composition and balance of the Board.

Local Governing Bodies are in place for each school within the Trust who are responsible for, subject to the provisions of the Scheme of Delegation, the day to day management and administration of each respective school.

The Scheme of Delegation provides clarity to Local Governing Bodies on the extent of their rights, responsibilities, authority and powers and provides the framework within which they interact and work with the other governance aspects of the Trust.

The Trustees have devolved responsibility for the day to day management of the Trust to the Chief Executive, Senior Leadership Team of the Trust and Local Governing Bodies.

The Chief Executive is the Accounting Officer.



**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**Arrangements for Setting Pay and Remuneration of Key Management Personnel**

The Trust has established a Remuneration Committee which meets once a year and comprises the Vice Chair of the Board of Trustees, the Chair of the Audit Committee and a further Trustee. The key responsibility of this committee is:

To establish a pay policy which sets out clearly the basis on which decisions about pay progression for the Headteachers, senior employees and leaders in the Trust will be determined, including:

- Considering and determining the annual performance related pay progression increases and other terms and conditions of the Headteachers, taking account of budgetary implications
- Considering and determining the annual pay and other terms and conditions of the senior employees and leaders in the Trust, taking account of budgetary implications
- Establishing procedures for determining appeals against pay determinations
- Keeping the pay policy under regular review
- Dealing with any other matters referred to the Committee by the Board of Trustees relating to the remuneration, terms, and conditions of the Headteachers, senior employees and leaders
- Considering current guidance on the remuneration of senior staff

The Trustees consider the Board of Trustees and the senior leadership team comprise the key management personnel of the Academy in charge of directing and controlling, running and operating the Trust on a day to day basis. All Trustees give their time freely and no Trustee received remuneration in the year.

Details of Trustees' expenses and related party transactions are disclosed in the notes to the accounts.

The pay of key management personnel is reviewed annually and normally increased in accordance with average earnings.

The Trustees benchmark against pay levels in other Academies of a similar size.

**Trade union facility time**

There were no relevant union officials for the year ended 31 August 2020.

**Connected Organisations, including Related Party Relationships**

Truro and Penwith Academy Trust is sponsored by Truro and Penwith College. The role of the sponsor is to share its educational experience, develop the educational vision for the Trust and support and assist the Trust and its schools.

Truro and Penwith College is a designated Teaching School which provides, but not exclusively, improvement services and training to the Trust.

Related party transactions are detailed in Note 30 to the accounts.

**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**Engagement with employees (including disabled persons)**

Truro and Penwith Academy Trust is an Equal Opportunities employer and actively promotes equality across all groups within our workforce. The Trust works in conjunction with the Equality Act 2010 and supports disabled people, including those with long term health conditions, learning disabilities and those that become disabled. If the employee confirms that they have a disability, we make reasonable adjustments to ensure that any selection processes, including the interview, are fair and equitable. We also ensure that training and development opportunities and promotions are fair to all groups within the workforce including disabled persons.

The Trust engages with its employees through many means and methods, including

- Staff representatives on Local Governing Bodies
- Regular updates to all staff members, via newsletters
- Discussion with Trade Unions

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

The Trust engages with their suppliers, customers and stakeholders through many means and methods, including:

- Consideration was given to all suppliers under the procurement policy notes during Covid 19.
- Trustees discussed and agreed to continue to engage with contractors under these directives and that doing so was good value for money.
- To ensure best value quotations are obtained in line with the Financial Procedures.
- Deals for Schools and Crescent Purchasing Consortium are utilised as part of the procurement process to ensure best value.
- Where appropriate local suppliers are given the opportunity to quote or tender to ensure our carbon footprint is reduced.

**OBJECTIVES AND ACTIVITIES**

**Objects and Aims**

The principal object of the Trust is specifically restricted to the following:

- To advance for the public benefit education in the United Kingdom, in particular, but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing schools offering a broad and balanced curriculum appropriate to the needs of its pupils and students

The principal aim of the Trust is:

- To secure high standards in every school by developing and sustaining outstanding leadership and outcomes for children and young people through inspirational teaching and creative learning opportunities.

**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**Objectives, Strategies and Activities**

The Trust pursues fulfilment of its vision and mission by focusing on core strategic objectives measured consistently and annually against a set of core data baselines. These core objectives are:

- Expect outstanding academic achievement and success
- Set aspirational targets for all
- Every aspect of school life engages and inspires our children
- Consistently outstanding leadership with high expectations & rigorous challenge

These strategic objectives will be achieved through effective leadership across the Trust through the following:

- Trust development plan monitored and reported to the Board of Trustees
- Headteachers Group for geographic hub leaders and Headteachers with school clusters where the leaders in each school come together to share performance data, report on development objectives, discuss issues, plan strategies
- Executive team of school improvement leaders
- Specialist Lead Schools where leaders and teachers across the schools build key relationships and contacts to enhance their support and peer network
- Local Governing Body (LGB) Chairs and Clerks Forum where the chairs and clerks of each LGB meet together once a term to discuss a range of issues

The key priorities for 2020/21 are:

- A safe return to full time education for all pupils during the Covid-19 pandemic
- A broad, ambitious curriculum is reintroduced to all schools by April 2021
- Strategies for remote learning are effective for all pupils
- Staff wellbeing and pupil wellbeing
- Strategic growth and collaboration to build capacity for high quality education across all phases

**Public Benefit**

The Trustees confirm that they have complied with the duty in Section 17(5) of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit in exercising their powers or duties. They have referred to this guidance when reviewing the Trust's aims and objectives and in planning its future activities.

**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**STRATEGIC REPORT**

**Achievements and Performance**

The improvement priorities for schools within the Trust for the period were:

**Outcomes for children**

- 1a. Improve attainment, progress and attendance of disadvantaged students
- 1b. Improve progress in Reading and Phonics across Early Years, KS1 and KS2
- 1c. Improve outcomes in Key National KS4 Measures (Basics, P8, A8, EBACC, attendance)
- 1d. Embed curriculum development across all phases

**Leadership and management**

- 2a. Attendance and persistent absence to improve to be at least in line with national
- 2b. Exclusions and children educated off site to be below national
- 2c. All schools to participate in behaviour management practice sharing

**Teaching, Learning and Assessment**

- 3a. Curriculum planning to demonstrate clear articulation of citizenship, values & SMSC
- 3b. Learning environments to promote inclusivity and equality
- 3c. Shared practice for character, virtues, reflection and personal conduct and safety

**Personal development, behaviour and welfare**

- 4a. Leaders demonstrate high expectations and high ambitions for all pupils
- 4b. Effective CPD for teachers & leaders aligns to curriculum intent
- 4c. Trust governance reviewed and evaluated

**Growth and Capacity Building**

- 5a. Build capacity to improve secondary education provision across all Trust secondary schools
- 5b. Grow the Trust by at least one school
- 5c. Grow central team to meet demands on time through partnership and/or growth

**Operational effectiveness**

- 6a. To use RESOURCE more effectively and efficiently and embed ICFP and KPIs in budget setting and monitoring process
- 6b. To embed consistent HR systems and processes
- 6c. To improve communication and marketing of and in TPAT
- 6d. To develop small-school SLA for property maintenance and compliance

**School Performance 2019-20**

Performance measures for the 2019-20 academic year will not be published due to the cancellation of examinations and standard assessment tests due to the Covid-19 pandemic.

During 2019-20 the Trust consolidated the school improvement work and developed further capacity around core curriculum subjects and support for our most vulnerable schools. The Covid-19 pandemic resulted in considerable change to the operating model for our schools, with remote learning implemented effectively with use of on-line technology in parallel with traditional resource provision for families. Issues around deprivation and access to free school meals were priorities during the early lock down phase, with school leaders providing pivotal leadership within our most rural, isolated communities during this unprecedented time.

The Trust's school improvement model was implemented throughout the academic year during normal operation and during the Covid-19 pandemic from March 2020. All schools were supported with some schools receiving additional support in discrete subject areas and a small number of schools being targeted for a high level of whole school support.

**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**Primary Phase Summary**

The focus for school improvement support across the Trust was on curriculum development, ensuring all schools develop the intent, implementation and anticipated impact of their curriculum. A core theme for the Trust primary INSET was on the science curriculum with a multi-workshop professional development day supported by STEM Learning, the Royal Society of Chemistry and other science-curriculum specialists.

Hub Review Groups met regularly to monitor and evaluate all schools on a risk basis, with whole school analysis of improvement based on peer review, the school's own evaluation and Headteacher reporting, Trust senior leadership and external review, financial management support and the curriculum specialist school improvement support leaders in each Hub.

Specific support was provided to schools who had been judged as requires improvement by Ofsted including Roche School, Liskeard Hillfort School and Bodriggy Academy.

- Roche School was inspected in October 2018 and has made considerable progress in phonics, reading and mathematics. During the 2019-20 academic year, the school hosted Trust Headteachers to showcase good practice to support reading and writing.
- Liskeard Hillfort School joined the trust the previous year from a failed multi academy trust and while demonstrating considerable improvement in some areas is being supported as a targeted school within the Trust.
- Bodriggy Academy joined the Trust in September 2018 with very poor performance data and has been receiving high levels of support since joining. They remain a school targeted for school improvement support.

**Secondary Phase Summary**

The focus for school improvement support in the Trust secondary schools was on curriculum development and our most disadvantaged pupils. The Trust secondary INSET was led by a key national speaker on improving the outcomes for our pupil premium pupils, working in partnership with the Cornwall Teaching School and Cornwall Research School Hub.

Specific support was provided to schools considered vulnerable including Cape Cornwall School and Hayle Academy:

- Cape Cornwall School was judged inadequate by Ofsted in 2017 and joined the Trust in September 2018. The school has successfully improved the quality of education across the school with improved performance data evident in 2019 published performance and during the 2019-20 academic year through internal monitoring. The school continues to improve. Risks to the school are associated with the small number on role and vulnerability due to geographic isolation. No published data for end of Key Stage 4 is available.
- Hayle Academy joined the Trust with very poor performance data and has been receiving high levels of support since joining. During 2019-20 there was change to the leadership of the school. A new Head of School was appointed to start 1st September 2020. Hayle Academy remains a school targeted for school improvement support.

**Summary of Covid-19 Pandemic Impacts**

The unprecedented changes to the operating model for all schools during the Covid-19 pandemic impacted on all aspects of school life. All schools across the Trust offered education for our key worker families and our most vulnerable pupils throughout the initial pandemic lock down phase in 2020, either on site or at an alternative Trust school in the locality.

Headteachers liaised with the Trust health and safety team and executive team to manage risk as per government guidelines. The Trust was praised by local and regional education organisations for the open sharing of materials produced to support school leaders during the pandemic, including guidance for opening schools in the summer term and for the recovery phase for the academic year 2020-21.

The priority for the Trust during the period March to August was the safe operation of our schools for pupils and staff and the provision of high quality education off site using the available technology and

**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

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resources and on site during the latter half of the summer term, while providing care for our key worker families and our most vulnerable pupils.

**Going Concern**

After making appropriate enquiries, the Board of Trustees has a reasonable expectation that the 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 going concern accounting policy in note 1.2 on page 34 of the accounts.

**Promoting the success of the company**

The Trust engages with stakeholders from a number of groups to ensure the development and ongoing success of the trust in meeting its key objectives. The main stakeholders being our pupils and students, parents, the wider community, employees, suppliers and Truro and Penwith College. Engagement takes place in a number of formats, i.e. social media, surveys, newsletters, union engagement and face to face meetings. The Trust also engages with other Trust leaders locally and regionally and the Local Authority in order to remain strategically connected to wider decision making, services for schools and developments in Trust organisation and response to our stakeholders.

In making key decisions the Trustees have due regard to outcomes and impact on stakeholders.

**FINANCIAL REVIEW**

The academy's accounting period is the year to 31 August 2020.

The majority of the Trust's income is derived from the Department for Education (DfE) via the Education Skills Funding Agency (ESFA) in the form of recurrent grants, the use of which is restricted to particular purposes. The grants received during the year to 31 August 2020, and the associated expenditure, are shown as restricted funds in the statement of financial activities.

The financial position is challenging as a result of changes in both local and national funding together with increasing costs relating to pay and general cost pressures. This year, in particular, due to the Covid 19 pandemic the schools have incurred additional costs to maintain safe provision. The Trusts schools are expected to set budgets within their annual funding and use of reserves is for agreed specific purposes rather than to use reserves to meet operational costs which is not sustainable in the long term. The schools make budget reductions to match funding levels; however, this is challenging as a large proportion of costs are staff related. The Trust have agreed a Reserves policy and receive monitoring reports at each Board meeting. Our current level of reserves is £3,378k which is 86% of our target sum.

Financial benchmarking is used to compare our schools' financial position with others and to provide challenge for financial management. The key measures considered are taken from Kreston Reeves Benchmarking were as follows:

Measure	TPAT	All MAT's Average
Total GAG income per pupil	£4,175	£4,450
Staff cost per pupil	£4,225	£4,813
Total costs per pupil	£5,774	£6,556
Pupil to teacher ratio	21.4	20.5
Surplus/Deficit ratio (as% of total income)	2.1%	1.0%
Cash Balances ratio (as a % total income)	15.3%	14.5%

**TRURO & PENWITH ACADEMY TRUST  
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**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

The Trust receives capital grants through the Schools Condition Allocation and Specific Capital Grants from the ESFA for improvement of Capital Assets. The Trust is also in receipt of Local Authority Grants for School Access, Backlog maintenance and agreed Basic Need projects. All such grants are shown in the statement of financial activities as restricted income in the Fixed Asset Fund. The Restricted Fixed Asset Fund is reduced by annual depreciation charges over the useful life of the assets concerned.

The Trust's results show revenue surplus carry forward balances for the year, excluding restricted fixed assets and before unrealised defined benefit pension scheme gains and losses and transfers, but including any surpluses transferred on conversion of: Restricted funds £202k and Unrestricted funds £3,176k.

	Total 2020 £	Total 2019 £
Pendeen School	46,206	15,570
St Ives School	3,335	(61,994)
St Dennis Primary Academy	432,148	378,932
Blackwater Community Primary School	57,175	44,963
Mithian School	124,501	155,688
St Just Primary School	(38,697)	(20,330)
Kehelland Village School	94,911	92,330
Perranporth Community Primary School	67,909	48,560
Chacewater Community Primary School	66,641	108,798
Threemilestone School	138,238	137,205
Roche Community Primary School	333,032	302,465
St Erth Community Primary	73,902	64,795
Nancludra School	56,694	49,721
Kennall Vale School	90,990	86,210
Alverton Primary School	174,472	154,217
Newlyn School	27,678	2,284
Pensans Primary School	(47,212)	35,208
Sennen Community Primary Academy	37,660	46,046
Hayle Academy	272,674	221,609
Mousehole Community Primary School	67,623	19,495
Berrycoombe School	36,771	8,575
Cardinham School	151,649	120,706
Lanivet Community Primary School	68,133	74,645
Cape Cornwall Secondary School	50,849	178,678
Bodriggy Academy	243,865	311,852
Gulval Primary School	68,047	32,125
Liskeard Hillfort Primary School	76,454	86,600
Tywardreath Primary School	101,016	77,274
Cape Cornwall School Improvement Grant	143,828	172,529
Central Services	357,711	357,411
Total	3,378,203	3,302,167

**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**Reserves Policy**

The Trustees review the reserve levels of the Trust annually. This review encompasses the nature of income and expenditure streams, the need to match income with commitments and to ensure sufficiency of resource to meet monthly outgoings. Reserves are held for reinvestment in individual schools, for specific capital projects, curriculum investment and to mitigate the impact of reductions to funding.

Schools maintain their existing level of Reserve from their point of conversion and the Trust allows any in-year surplus to be accrued to their individual reserves.

The Trustees have agreed that reserves should be maintained at or accrued to an individual schools' reserve with a view to achieve a level of at least the value of six weeks of the individual schools outgoing costs.

Pooling is currently in operation at Trust level where all Reserves are reported in total in order to balance the overall position, including two schools in overall deficit which have recovery plans agreed by Trustees in place.

The Trustees consider the financial period end position of £47,272k (2019: £50,122k) comprising £58,124k (2019: £57,313k) of restricted fixed asset funds, £(14,028k) (2019: £(10,320k)) of restricted funds and £3,176k (2019: £3,129k) of unrestricted funds to be satisfactory. The restricted funds consist of the pension reserve amounting to £(14,230k) (2019: £(10,493k)) and general restricted funds of £202k (2019: £173k).

The current level of free revenue reserves held by the Trust are £3,378k (2019: £3,302k).

The Local Government Pension Scheme (LGPS) fund is currently in deficit. The Trust has entered into an agreement with the LGPS Trustees to make additional annual contributions of £243,700 in addition to normal funding levels, over a period of 20 years, in order to bridge the scheme deficit.

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

**Investment Policy**

The cash balances held by the Trust are invested in interest earning bank accounts.

**Principal Risks and Uncertainties**

The principal risks affecting the Trust are:

- Performance of schools not improving sufficiently or quickly enough impacts on reputation of Trust and/or College
- The impact on the Trust reputation if Truro and Penwith College has a grade reducing Ofsted
- External agency decision (with no right of appeal) impacts on reputation of Trust and/or College
- Numbers on roll at Trust academies do not rise in line with expectations impacting on the ability to invest in improvements and sustainability
- Failure to meet forecast budget position reduces credibility with DfE and ability to provide additional Trust wide services to schools
- Failure to comply with ESFA Academies Financial Handbook
- Increasing pension costs at actuarial evaluation due to market conditions



**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

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- High unit costs per pupil due to small schools and associated overheads
- PFI Contractor vulnerability and impact on Trust if the contractor ceases to trade
- Transfer of schools from failing MAT's
- Capacity to support increasing number of schools is limited to a small core team which is kept under review
- Insufficient schools choose to convert to the Trust or become sponsored threatening the sustainability of the Trust
- Succession planning and cover for key staff
- Safeguarding incident that is not handled according to statutory requirements
- Health and Safety incident that is not handled according to statutory requirements
- Recruitment of staff to Trust schools, central team or volunteers including LGB/Trustees with a high safeguarding risk
- Reputational risk due to third party actions using legal instruments against the Trust e.g. Disability Discrimination Act
- Impact of Covid -19 on operational and financial management of schools due to risks to the workforce

Mitigating actions and risk owners have been identified to address these risks. The risk register is regularly reviewed by the Audit Committee and reported to the Board of Trustees.

**Financial and risk management objectives and policies:**

The financial risk register is set out in the Trust's financial procedures. These procedures examine the key risks and proposed actions to mitigate the impact of these risks. The financial risk register is part of the overall Risk Register reviewed by the Audit Committee.

**FUNDRAISING**

The Trust's schools participate in fundraising activities for specific charities where the income received is paid in full to the charity, for example Sport Relief and Children in Need. The recipient of the donations is made clear to parents in advance and all contributions are voluntary. Where a school has a friends or parent teacher association which actively raises funds on its behalf, the association's fundraising standards are defined in its constitution and it works closely with the head of school to ensure its approach is consistent with the school's values. Associations with an annual income of more than £5,000 are required to register as a charity with the Charity Commission. The Trust does not work with, or have any oversight of, any commercial participators or professional fundraisers. No complaints have been received in the year regarding fundraising activities.

**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

**STREAMLINED ENERGY AND CARBON REPORTING**

<b>UK Greenhouse gas emissions and energy use data for the year 1 September 2019 to 31 August 2020</b>	
Energy consumption used to calculate emissions (kWh)	4,074,076
Energy consumption break down (kWh) (optional)	
• gas,	1,824,985
• electricity,	2,093,745
• transport fuel	155,346
<u>Scope 1 emissions in metric tonnes CO2e</u>	
Gas consumption	335.56
Owned transport – mini-buses	11.99
<u>Total scope 1</u>	
<u>Scope 2 emissions in metric tonnes CO2e</u>	488.5
Purchased electricity	
<u>Scope 3 emissions in metric tonnes CO2e</u>	19.19
Business travel in employee owned vehicles	
Total gross emissions in metric tonnes CO2e	855.24
<u>Intensity ratio</u>	0.14
Tonnes CO2e per pupil	

**Quantification and Reporting Methodology**

We have followed the 2019 HM Government Environmental Reporting Guidelines. We have also used the GHG Reporting Protocol – Corporate Standard and have used the 2020 UK Government's Conversion Factors for Company Reporting.

**Intensity measurement**

The chosen intensity measurement ratio is total gross emissions in metric tonnes CO2e per pupil, the recommended ratio for the sector.

**Measures taken to improve energy efficiency**

We have installed smart meters across the majority of our sites, with plan to install in the near future on sites not yet covered and increased remote working technology for staff meetings, to reduce the need for travel between sites. All electricity supplied to our non-PFI schools is from 100% renewable sources. We have solar panels installed in a number of our sites together with LED lighting.

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**PLANS FOR FUTURE PERIODS**

The Trust has a considerable amount of Capital Investment expected for the forthcoming year to improve the condition of its estate. A number of these investment schemes were planned to start in 2019/20 but due to Covid 19 they have been delayed and are due to start in 2020/21. The schemes are as follows :-

- St Dennis Primary Academy which secured specific grant funding via the Local Authority for a new nursery building through the School Nurseries Capital Fund.
- Threemilestone Primary School was awarded £880,000 from the local authority towards investment in school facilities including a new hall.
- Our three re brokered schools Gulval, Tywardreath and Liskeard Hillfort Primary Schools were awarded a specific grant of £868,000 to improve the condition of their building fabric.

This is in addition to the annual funds received for School Condition Allocation and Devolved Formula Capital.

**FUNDS HELD AS CUSTODIAN TRUSTEE ON BEHALF OF OTHERS**

The Trust and its Trustees do not act as the Custodian Trustees of any other charity.

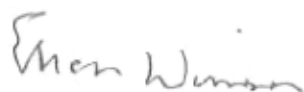
**AUDITORS**

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are 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 auditors are aware of that information.

The auditors, Bishop Fleming LLP, are willing to continue in office and a resolution to appoint them will be proposed at the annual general meeting.

Trustees' Report, incorporating a strategic report, was approved by order of the Board of Trustees, as company directors and signed on the board's behalf by:



**Mrs ME Winser MBE, MA(Cantab)**

Chair of Trustees

Date: 10th December 2020

## **GOVERNANCE STATEMENT**

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### **SCOPE OF RESPONSIBILITY**

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

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

The Board of Trustees has delegated the day-to-day responsibility to the Chief Executive, 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 Truro & Penwith Academy Trust and the Secretary of State for Education. They are also responsible for reporting to the Board of Trustees any material weaknesses or breakdowns in internal control.

**GOVERNANCE STATEMENT (CONTINUED)**

**GOVERNANCE**

The information on governance included here supplements that described in the Trustees' Report and in the Statement of Trustees' Responsibilities. The Board of Trustees has formally met 5 times during the year. One meeting was cancelled due to Covid-19.

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

Trustee	Meetings attended	Out of a possible
Dr J Blunden OBE, PhD, FCCT, Accounting Officer	5	5
Mr R Crossland, Representative of Truro and Penwith College (Corporate Trustee)	0	0
Mr J RJ Dunn BEng(Hons), CEng, MCIWEM, MAPM	2	5
Mrs A Firth BA(Hons), PG Dip Ed	5	5
Ms J E Keyes BSc(Hons), PGCE	4	5
Prof. AG Livingston CBE, FCSD, DL, Vice Chair	5	5
Mr TA Lister BEd(Hons)	5	5
Mr J A Green BA(Hons)	3	5
Mr A Stittle BSc(Hons), PGCE, CMath, FIMA	4	5
Mr D Williams JP, MA	2	5
Mrs ME Winser MBE, MA(Cantab), Chair	5	5
Mr D J Austin CTA	5	5
Mr S L Cryer	1	1

The trust operates a single committee structure with the Board meeting each half term merging the Board responsibilities with those of the two previous sub committees Curriculum and Standards and Finance, Audit and Employment. To recognise the need for separate scrutiny an Audit Committee was established from September 2017 in line with the governance review and Academies Financial Handbook.

The Audit Committee meets three times a year and its responsibilities are:

- To monitor and advise the Board on the adequacy and effectiveness of the Trust's systems of internal control and its arrangements for risk management including oversight of financial controls and risks at constituent academies.
- To advise the Board on appointment, reappointment, dismissal and remuneration of the external auditor and the internal audit service.
- To advise the Board on the scope and programme of work of the external auditor and internal audit service.
- To advise the Board on internal audit assignment reports and annual reports and on control issues included in the management letters of the external auditor and management's responses to these.
- To monitor, within an agreed timescale, the implementation of agreed recommendations arising from audit reports.
- To consider and advise the Board on relevant reports by external agencies and funding bodies and where appropriate, management's response to these.
- To establish, in conjunction with management, relevant performance measures and indicators, and to monitor the effectiveness of the internal audit service and external auditor through these measures and indicators, and decide based on this review, whether a competition for price and quality of the audit service is appropriate.
- To oversee the Trust's policies on fraud, irregularity and whistleblowing ensuring that all allegations of fraud and irregularity are independently investigated, properly followed up and that outcomes are reported to the committee, the external auditor and funding body, where appropriate.
- To provide assurance on the effectiveness of the Trust's audit arrangements, risk management, control and governance processes and recommend to the Board of Trustees for approval the annual financial statements for the Trust.

**GOVERNANCE STATEMENT (CONTINUED)**

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**GOVERNANCE (CONTINUED)**

Attendance during the year at meetings was as follows:

Trustee	Meetings attended	Out of a possible
Mr D Austin CTA - Chair	3	3
Mr TA Lister BEd (Hons)	3	3
Mr A Stittle BSc (Hons), PGCE, CMath, FIMA	3	3

**REVIEW OF VALUE FOR MONEY**

As Accounting Officer, the Chief Executive has responsibility for ensuring that the Trust delivers good value in the use of public resources. The Accounting Officer understands that value for money refers to the educational and wider societal outcomes achieved in return for the taxpayer resources received.

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

- Use of CPC framework and Deals for Schools for purchase of IT, photocopiers and minibuses
- Use of specialist energy procurement, invoice validation and contract management organisation for energy supplies
- Capital projects funded by School Condition Allocation awarded through competitive tendering processes in line with Financial Procedures
- Capital schemes managed centrally with competitive quotes in line with Financial Procedures obtained to ensure value for money
- Use of Risk Protection Arrangement for Trust main insurance
- Alignment of certain educational software products to provide trust wide savings
- Introduction of new VOIP telephone system which is generating significant savings to schools

**Improving Educational Results**

The Trust continues to ensure that resources are directed where they are most needed; supporting high quality teaching and leadership in all our schools. This is demonstrated by the strong performance against national measures in areas of priority school improvement support. Increased capacity in the Central Team for school improvement support, human resource management, business management support including finance, premises, facilities and ICT, is having a positive impact in schools.

**Financial Governance and Oversight**

Financial governance and oversight of TPAT is strong. The Director of Business and Finance is a qualified accountant and there are two accountants on the Board of Trustees. Financial assurance is further informed by termly reports from the internal auditors. The Board of Trustees approve the budget. The Board meets every half term where the management accounts and budget monitoring reports are reviewed and discussed. The Chair of Trustees receives monthly financial information including management accounts, cash flow and balance sheet. Trustees receive financial and non- financial benchmarking and performance indicators for their consideration. In addition, the Board considers and approves larger expenditure items in accordance with the Trust's Scheme of Delegated Authority and ensures compliance with the Trust's financial procedures. The Trustees set a reserves policy and measures schools against this.

The Audit Committee receives and scrutinises the annual financial statements and the external auditor's management letter. The Audit Committee recommends the approval of the annual financial statements and auditors' letter.

The Audit Committee reviews the key risks to which the Trust is exposed together with the operating, financial

## **GOVERNANCE STATEMENT (CONTINUED)**

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### **REVIEW OF VALUE FOR MONEY (CONTINUED)**

and compliance controls that have been implemented to mitigate those risks. The Board of Trustees is of the view that there is a formal ongoing process for identifying, evaluating and managing the Trust's significant risks. This process is regularly reviewed by the Board of Trustees.

#### **Better Purchasing**

The Trust promotes fair competition through quotations and tenders, in accordance with its Financial Procedures Manual, to ensure that goods and services are procured in the most economic and effective way.

The Trust reviews the main service contracts for each of its schools on an annual basis to ensure that they are still fit for purpose, effective and provide best value. This review has prompted the Trust to explore alternative service providers for some of the services previously purchased from the local authority. The Trust is able to ensure better purchasing through accessing tender arrangements, for example catering and cleaning took part in a large tender exercise with schools across Cornwall to ensure greater purchasing power and better prices.

The Trust is able to use its greater purchasing power to gain reductions across a number of supplies such as specialist software, books, computer supplies and support contracts and compliance contracts. The Trust is now in a better position to negotiate prices with existing and prospective suppliers.

#### **Maximising Income Generation**

The Trust explores every opportunity to generate income and seeks sponsorship and funding opportunities for specific projects. Schools apply for and receive funding from Sport England, National Lottery, local funding organisations and SITA Trust.

### **THE PURPOSE OF THE SYSTEM OF INTERNAL CONTROL**

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives. It can, therefore, only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an on-going process designed to identify and prioritise the risks to the achievement of 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 Truro & Penwith Academy Trust for the year 1 September 2019 to 31 August 2020 and up to the date of approval of the annual report and financial statements.

### **CAPACITY TO HANDLE RISK**

The Board of Trustees has reviewed the key risks to which the Trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The Board of Trustees is of the view that there is a formal ongoing process for identifying, evaluating and managing the Trust's significant risks that has been in place for the year 1 September 2019 to 31 August 2020 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the Board of Trustees.

### **THE RISK AND CONTROL FRAMEWORK**

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

- comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the Board of Trustees
- regular reviews by the Finance and General Purposes 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

**GOVERNANCE STATEMENT (CONTINUED)**

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**THE RISK AND CONTROL FRAMEWORK (CONTINUED)**

- clearly defined purchasing (asset purchase or capital investment) guidelines
- identification and management of risks

The Board of Trustees have considered the need for a specific internal audit function and has decided to appoint TIAA Limited as internal auditor.

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

- Testing of purchases and payment processes
- Management reporting
- Testing bank and control account reconciliations
- Testing income
- Testing payroll processes
- Testing of petty cash and Barclaycard use and processes
- Testing compliance with financial procedures
- Testing capital schemes procurement, monitoring and application of grant funding

On a termly basis, the internal auditor reports to the Board of Trustees through the audit committee on the operation of the systems of control and on the discharge of the Board of Trustees financial responsibilities..

The internal auditor has delivered their schedule of work as planned, and have reported no material issues arising as a result of the work undertaken. Work has carried out through the Covid 19 restrictions by use of remote technology.

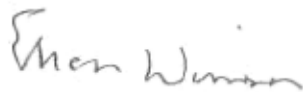
**REVIEW OF EFFECTIVENESS**

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

- on discharge of the Board of Trustees financial decisions to help the committee consider actions and assess year on year progress
- the work of the internal auditor;
- the work of the external auditors;
- the work of the executive managers within the Trust who have responsibility for the development and maintenance of the internal control framework.

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

Approved by order of the members of the Board of Trustees and signed on their behalf by:



**Mrs ME Winser MBE, MA(Cantab)**  
Chair of Trustees



**Dr J Blunden OBE, PhD, FCCT**  
Accounting Officer

Date: 10th December 2020



**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT ON REGULARITY, PROPRIETY AND COMPLIANCE**

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As Accounting Officer of Truro & Penwith Academy Trust I have considered my responsibility to notify the Trust Board of Trustees and the Education and Skills Funding Agency (ESFA) of material irregularity, impropriety and non-compliance with terms and conditions of all funding received by the Trust, under the funding agreement in place between the Trust and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook 2019.

I confirm that I and the Trust Board of Trustees are able to identify any material irregular or improper use of all funds by the Trust, or material non-compliance with the terms and conditions of funding under the Trust's funding agreement and the Academies Financial Handbook 2019.

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



**Dr J Blunden OBE, PhD, FCCT**  
Accounting Officer

Date: 10th December 2020

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF TRUSTEES' RESPONSIBILITIES  
FOR THE YEAR ENDED 31 AUGUST 2020**

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

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


- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP 2019 and the Academies Accounts Direction 2019 to 2020 2019 to 2020;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the Going Concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The 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 ESFA/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 and signed on its behalf by:



**Mrs ME Winser MBE**  
(Chair of Trustees)

Date: 10th December 2020

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF TRURO & PENWITH ACADEMY TRUST**

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**OPINION**

We have audited the financial statements of Truro & Penwith Academy Trust (the 'Trust') for the year ended 31 August 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Charities SORP 2015 and the Academies Accounts Direction 2019 to 2020 issued by the Education and Skills Funding Agency.

In our opinion the financial statements:

- give a true and fair view of the state of the Trust's affairs as at 31 August 2020 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities SORP 2019 and the Academies Accounts Direction 2019 to 2020 issued by the Education and Skills Funding Agency.

**BASIS FOR OPINION**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**CONCLUSIONS RELATING TO GOING CONCERN**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the Going Concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Trust's ability to continue to adopt the Going Concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF TRURO & PENWITH ACADEMY TRUST (CONTINUED)**

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**OTHER INFORMATION**

The Trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' Report thereon. Other information includes the Reference and administrative details, the Trustees' report including the Strategic report, and the Governance statement. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006**

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

- the information given in the Trustees' Report (incorporating the Strategic Report and the Directors' Report) for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

**MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION**

In the light of our knowledge and understanding of the Trust and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

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

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

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF TRURO  
& PENWITH ACADEMY TRUST (CONTINUED)**

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**RESPONSIBILITIES OF TRUSTEES**

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

In preparing the financial statements, the Trustees are responsible for assessing the Trust's ability to continue as a Going Concern, disclosing, as applicable, matters related to Going Concern and using the Going Concern basis of accounting unless the Trustees either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

**AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS**

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

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

**USE OF OUR REPORT**

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



**Alison Oliver FCA (Senior statutory auditor)**

for and on behalf of

**Bishop Fleming LLP**

Chartered Accountants

Statutory Auditors

Chy Nyverow

Newham Road

Truro

Cornwall

TR1 2DP

Date: 14 December 2020

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO TRURO & PENWITH ACADEMY TRUST AND THE EDUCATION & SKILLS FUNDING AGENCY**

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In accordance with the terms of our engagement letter dated 13 August 2018 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2019 to 2020, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Truro & Penwith Academy Trust during the year 1 September 2019 to 31 August 2020 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 Truro & Penwith Academy Trust and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to Truro & Penwith Academy Trust and ESFA those matters we are required to state in a report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Truro & Penwith Academy Trust and ESFA, for our work, for this report, or for the conclusion we have formed.

**RESPECTIVE RESPONSIBILITIES OF TRURO & PENWITH ACADEMY TRUST'S ACCOUNTING OFFICER AND THE REPORTING ACCOUNTANT**

The accounting officer is responsible, under the requirements of Truro & Penwith Academy Trust's funding agreement with the Secretary of State for Education dated 26 March 2014 and the Academies Financial Handbook, extant from 1 September 2019, 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 2019 to 2020. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the year 1 September 2019 to 31 August 2020 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 2019 to 2020 issued by ESFA. We performed a limited assurance engagement as defined in our engagement letter.

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

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

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

Our work on regularity included a review of the internal controls policies and procedures that have been implemented and an assessment of their design and effectiveness to understand how the Academy complied with the framework of authorities. We also reviewed the reports commissioned by the Trustees to assess the internal controls throughout the year.

We performed detailed testing based on our assessment of the risk of material irregularity, impropriety and noncompliance. This work was integrated with our audit on the financial statements where appropriate and included analytical review and detailed substantive testing of transactions. [Enter date of the funding agreement]

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO TRURO &  
PENWITH ACADEMY TRUST AND THE EDUCATION & SKILLS FUNDING AGENCY (CONTINUED)**

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**CONCLUSION**

In the course of our work, nothing has come to our attention which suggest in all material respects the expenditure disbursed and income received during the year 1 September 2019 to 31 August 2020 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.



**Alison Oliver FCA (Reporting Accountant)**

**Bishop Fleming LLP**

Chartered Accountants

Statutory Auditors

Chy Nyverow

Newham Road

Truro

Cornwall

TR1 2DP

Date: 14 December 2020

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 AUGUST 2020**

	Note	Unrestricted funds 2020 £000	Restricted funds 2020 £000	Restricted fixed asset funds 2020 £000	Total funds 2020 £000	Total funds 2019 £000
<b>INCOME FROM:</b>						
Donations and capital grants:	3					
Donations - transfer from local authority on conversion		-	-	-	-	2,518
Donations - transfer of existing academy into the trust		-	-	-	-	7,708
Other donations and capital grants		165	-	2,167	2,332	1,771
Charitable activities	4	1,029	31,806	-	32,835	30,351
Other trading activities		506	-	-	506	613
Investments	7	9	-	-	9	10
<b>TOTAL INCOME</b>		<b>1,709</b>	<b>31,806</b>	<b>2,167</b>	<b>35,682</b>	<b>42,971</b>
<b>EXPENDITURE ON:</b>						
Raising funds		150	-	-	150	142
Charitable activities		482	34,587	1,455	36,524	32,964
<b>TOTAL EXPENDITURE</b>		<b>632</b>	<b>34,587</b>	<b>1,455</b>	<b>36,674</b>	<b>33,106</b>
<b>NET INCOME/ (EXPENDITURE)</b>		<b>1,077</b>	<b>(2,781)</b>	<b>712</b>	<b>(992)</b>	<b>9,865</b>
Transfers between funds	19	(1,030)	931	99	-	-
<b>NET MOVEMENT IN FUNDS BEFORE OTHER RECOGNISED GAINS/(LOSSES)</b>		<b>47</b>	<b>(1,850)</b>	<b>811</b>	<b>(992)</b>	<b>9,865</b>
<b>OTHER RECOGNISED GAINS/(LOSSES):</b>						
Actuarial losses on defined benefit pension schemes	26	-	(1,858)	-	(1,858)	(3,034)
<b>NET MOVEMENT IN FUNDS</b>		<b>47</b>	<b>(3,708)</b>	<b>811</b>	<b>(2,850)</b>	<b>6,831</b>
<b>RECONCILIATION OF FUNDS:</b>						



**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)  
(CONTINUED)  
FOR THE YEAR ENDED 31 AUGUST 2020**

	<b>Unrestricted funds 2020 £000</b>	<b>Restricted funds 2020 £000</b>	<b>Restricted fixed asset funds 2020 £000</b>	<b>Total funds 2020 £000</b>	<b>Total funds 2019 £000</b>
Total funds brought forward	3,129	(10,320)	57,313	50,122	43,291
Net movement in funds	47	(3,708)	811	(2,850)	6,831
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b>3,176</b>	<b>(14,028)</b>	<b>58,124</b>	<b>47,272</b>	<b>50,122</b>

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 35 to 68 form part of these financial statements.

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)  
REGISTERED NUMBER:08880841**

**BALANCE SHEET  
AS AT 31 AUGUST 2020**

	Note	2020 £000	2019 £000
<b>FIXED ASSETS</b>			
Tangible assets	15	56,889	56,777
<b>CURRENT ASSETS</b>			
Debtors	16	1,357	1,420
Cash at bank and in hand		5,591	5,016
		<u>6,948</u>	<u>6,436</u>
Creditors: amounts falling due within one year	17	(2,329)	(2,586)
<b>NET CURRENT ASSETS</b>		<u>4,619</u>	3,850
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>61,508</u>	<u>60,627</u>
Creditors: amounts falling due after more than one year	18	(6)	(12)
<b>NET ASSETS EXCLUDING PENSION LIABILITY</b>		<u>61,502</u>	60,615
Defined benefit pension scheme liability	26	(14,230)	(10,493)
<b>TOTAL NET ASSETS</b>		<u><u>47,272</u></u>	<u><u>50,122</u></u>
<b>FUNDS OF THE TRUST</b>			
<b>Restricted funds:</b>			
Fixed asset funds	19	58,124	57,313
Restricted income funds	19	202	173
		<u>58,326</u>	<u>57,486</u>
Restricted funds excluding pension liability	19	58,326	57,486
Pension reserve	19	(14,230)	(10,493)
<b>Total restricted funds</b>	19	<u>44,096</u>	46,993
<b>Unrestricted income funds</b>	19	<u>3,176</u>	3,129
<b>TOTAL FUNDS</b>		<u><u>47,272</u></u>	<u><u>50,122</u></u>

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)  
REGISTERED NUMBER:08880841**


**BALANCE SHEET (CONTINUED)  
AS AT 31 AUGUST 2020**

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The financial statements on pages 30 to 68 were approved and authorised for issue by the Trustees and are signed on their behalf, by:



**Dr J Blunden OBE**  
(Accounting Officer)



**Mrs ME Winser MBE**  
(Chair of Trustees)

Date: 10th December 2020

The notes on pages 35 to 68 form part of these financial statements.

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 AUGUST 2020**

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	<b>Note</b>	<b>2020 £000</b>	2019 £000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net cash provided by/(used in) operating activities	21	<b>628</b>	(1,355)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	22	<b>(53)</b>	2,014
		<hr/>	<hr/>
<b>CHANGE IN CASH AND CASH EQUIVALENTS IN THE YEAR</b>		<b>575</b>	659
Cash and cash equivalents at the beginning of the year		<b>5,016</b>	4,357
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	23, 24	<b>5,591</b>	5,016
		<hr/> <hr/>	<hr/> <hr/>

The notes on pages 35 to 68 form part of these financial statements

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**1. ACCOUNTING POLICIES**

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

**1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements of the Trust, which is a public benefit entity under FRS 102, have been prepared under the historic cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102), the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)), the Academies Accounts Direction 2019 to 2020 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

Truro & Penwith Academy Trust meets the definition of a public benefit entity under FRS 102.

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

**1.3 INCOME**

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

• **Grants**

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

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

Capital grants are recognised in full when there is an unconditional entitlement to the grant. Unspent amounts of capital grants are reflected in the Balance Sheet in the restricted fixed asset fund. Capital grants are recognised when there is entitlement and are not deferred over the life of the asset on which they are expended.

• **Sponsorship income**

Sponsorship income provided to the Trust which amounts to a donation is recognised in the Statement of Financial Activities in the year in which it is receivable (where there are no performance-related conditions), where 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.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020

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1. ACCOUNTING POLICIES (continued)

1.3 INCOME (CONTINUED)

- **Other income**

Other income, including the hire of facilities, is recognised in the year it is receivable and to the extent the 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 'Stocks' 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'.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.4 EXPENDITURE

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

- **Expenditure on raising funds**

This includes all expenditure incurred by the 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 Trust's educational operations, including support costs and costs relating to the governance of the Trust apportioned to charitable activities.

All resources expended are inclusive of irrecoverable VAT.

1.5 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Trust; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**1. ACCOUNTING POLICIES (continued)**

**1.6 TANGIBLE FIXED ASSETS**

Assets costing £1,000 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

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

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

Depreciation is provided on the following bases:

Freehold property	- 2% per annum on cost
Long-term leasehold property	- 2% per annum on cost
Fixtures and fittings	- 6.67% per annum on cost
Furniture and equipment	- 20% per annum on cost
Motor vehicles	- 20% per annum on cost
Computer equipment	- 33% per annum on cost

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

**1.7 DEBTORS**

Trade and other debtors with no stated interest rate and due within one year are recorded at the amount of the cash or other consideration expected to be received. Prepayments are valued at the amount paid.

**1.8 CASH AT BANK AND IN HAND**

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account and cash on deposit that has a notice period of less than 30 days.

**1.9 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 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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**1. ACCOUNTING POLICIES (continued)**

**1.10 OPERATING LEASES**

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

**1.11 PENSIONS**

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

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

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

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

**1.12 FUND ACCOUNTING**

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

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

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

Transfers are made between restricted funds and restricted fixed asset funds where restricted funds are used to purchase fixed assets.



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**2. CRITICAL ACCOUNTING ESTIMATES AND AREAS OF JUDGEMENT**

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

Critical accounting estimates and assumptions:

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

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost or income for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 26, 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 2019 has been used by the actuary in valuing the pensions liability at 31 August 2020. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

Critical areas of judgement:

The Trust obtains use of fixed assets as a lessee. The classification of such leases as operating or finance lease requires the Trust to determine, based on an evaluation of the terms and conditions of the arrangements, whether it retains or acquires the significant risks and rewards of ownership of these assets and accordingly whether the lease requires an asset and liability to be recognised in the Balance Sheet.

**3. INCOME FROM DONATIONS AND CAPITAL GRANTS**

	<b>Unrestricted funds 2020 £000</b>	<b>Restricted funds 2020 £000</b>	<b>Restricted fixed asset funds 2020 £000</b>	<b>Total funds 2020 £000</b>
Other grants & donations	165	-	479	<b>644</b>
Capital Grants	-	-	1,688	<b>1,688</b>
	<u>165</u>	<u>-</u>	<u>2,167</u>	<u><b>2,332</b></u>

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**3. INCOME FROM DONATIONS AND CAPITAL GRANTS (CONTINUED)**

	Unrestricted funds 2019 £000	Restricted funds 2019 £000	Restricted fixed asset funds 2019 £000	Total funds 2019 £000
<b>DONATIONS</b>				
Donations - transfer from local authority on conversion	224	(245)	2,539	2,518
Donations - transfer of existing academy into the trust	309	(1,474)	8,900	7,735
<b>SUBTOTAL DETAILED DISCLOSURE</b>	<b>533</b>	<b>(1,719)</b>	<b>11,439</b>	<b>10,253</b>
Donations	(19)	224	-	205
Capital Grants	-	-	1,539	1,539
<b>SUBTOTAL</b>	<b>(19)</b>	<b>224</b>	<b>1,539</b>	<b>1,744</b>
	<b>514</b>	<b>(1,495)</b>	<b>12,978</b>	<b>11,997</b>

**4. INCOME FROM CHARITABLE ACTIVITIES**

	Unrestricted funds 2020 £000	Restricted funds 2020 £000	Total funds 2020 £000
Income from charitable activities - Education	612	31,806	<b>32,418</b>
Income from charitable activities - Nursery	417	-	<b>417</b>
	<b>1,029</b>	<b>31,806</b>	<b>32,835</b>
	Unrestricted funds 2019 £000	Restricted funds 2019 £000	Total funds 2019 £000
Income from charitable activities - Education	1,226	28,691	29,917
Income from charitable activities - Nursery	434	-	434
	<b>1,660</b>	<b>28,691</b>	<b>30,351</b>

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**5. FUNDING FOR THE TRUST'S EDUCATIONAL OPERATIONS**

	<b>Unrestricted funds 2020 £000</b>	<b>Restricted funds 2020 £000</b>	<b>Total funds 2020 £000</b>
<b>DFE/ESFA GRANTS</b>			
General Annual Grant	-	25,813	<b>25,813</b>
Start up grants	-	23	<b>23</b>
Other DfE/ESFA grants	-	4,805	<b>4,805</b>
	-	30,641	<b>30,641</b>
<b>OTHER GOVERNMENT GRANTS</b>			
High Needs	-	791	<b>791</b>
Other government grants non capital	-	374	<b>374</b>
	-	1,165	<b>1,165</b>
<b>OTHER FUNDING</b>			
Internal catering income	202	-	<b>202</b>
Sales to students	31	-	<b>31</b>
Other	379	-	<b>379</b>
	612	-	<b>612</b>
	<b>612</b>	<b>31,806</b>	<b>32,418</b>

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**5. FUNDING FOR THE TRUST'S EDUCATIONAL OPERATIONS (CONTINUED)**

	Unrestricted funds 2019 £000	Restricted funds 2019 £000	Total funds 2019 £000
<b>DFE/ESFA GRANTS</b>			
General Annual Grant	-	23,810	23,810
Start up grants	-	315	315
Other DfE/ESFA grants	-	3,542	3,542
	-	27,667	27,667
<b>OTHER GOVERNMENT GRANTS</b>			
High Needs	-	739	739
Other government grants non capital	-	285	285
	-	1,024	1,024
<b>OTHER FUNDING</b>			
Internal catering income	290	-	290
Sales to students	29	-	29
Other	907	-	907
	1,226	28,691	29,917

**6. INCOME FROM OTHER TRADING ACTIVITIES**

	<b>Unrestricted funds 2020 £000</b>	<b>Total funds 2020 £000</b>	Total funds 2019 £000
Lettings	59	59	61
Other income	-	-	170
Insurance claims	271	271	149
Breakfast and after school club fees	176	176	233
	506	506	613

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020

7. INVESTMENT INCOME

	Unrestricted funds 2020 £000	Total funds 2020 £000	Total funds 2019 £000
Bank interest	9	9	10

8. EXPENDITURE

	Staff Costs 2020 £000	Premises 2020 £000	Other 2020 £000	Total 2020 £000
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**EXPENDITURE ON FUNDRAISING  
TRADING ACTIVITIES:**

Direct costs	150	-	-	150
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**EDUCATION:**

Direct costs	22,978	1,262	2,118	26,358
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Allocated support costs	4,754	2,039	2,974	9,767
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**NURSERY:**

Direct costs	338	13	18	369
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Allocated support costs	12	-	18	30
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	28,232	3,314	5,128	36,674
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	Staff Costs 2019 £000	Premises 2019 £000	Other 2019 £000	Total 2019 £000
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**EXPENDITURE ON FUNDRAISING  
TRADING ACTIVITIES:**

Direct costs	142	-	-	142
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**EDUCATION:**

Direct costs	20,337	762	2,937	24,036
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Allocated support costs	3,876	1,844	2,899	8,619
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**NURSERY:**

Direct costs	229	9	10	248
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Allocated support costs	24	1	36	61
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	24,608	2,616	5,882	33,106
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**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**9. ANALYSIS OF EXPENDITURE BY ACTIVITIES**

	<b>Activities undertaken directly 2020 £000</b>	<b>Support costs 2020 £000</b>	<b>Total funds 2020 £000</b>
Education	26,358	9,767	<b>36,125</b>
Nursery	369	30	<b>399</b>
	<u>26,727</u>	<u>9,797</u>	<u><b>36,524</b></u>

	<b>Activities undertaken directly 2019 £000</b>	<b>Support costs 2019 £000</b>	<b>Total funds 2019 £000</b>
Education	24,036	8,619	32,655
Nursery	248	61	309
	<u>24,284</u>	<u>8,680</u>	<u>32,964</u>

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020

9. ANALYSIS OF EXPENDITURE BY ACTIVITIES (CONTINUED)

Analysis of support costs

	Education 2020 £000	Nursery 2020 £000	Total funds 2020 £000
Pension finance cost	108	-	108
Staff costs	4,754	12	4,766
Depreciation	217	1	218
Other costs	74	-	74
Recruitment and support	66	-	66
Maintenance of premises and equipment	667	2	669
Cleaning	565	2	567
Rent and rates	269	1	270
Energy costs	357	1	358
Insurance	343	1	344
Security and transport	198	1	199
Catering	962	4	966
Technology costs	487	2	489
Office overheads	230	2	232
Legal and professional	320	1	321
Bank charges	1	-	1
PFI charges	72	-	72
Governance	77	-	77
	<u>9,767</u>	<u>30</u>	<u>9,797</u>

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020

9. ANALYSIS OF EXPENDITURE BY ACTIVITIES (CONTINUED)

Analysis of support costs (continued)

	Education 2019 £000	Nursery 2019 £000	Total funds 2019 £000
Pension income	60	-	60
Staff costs	3,876	24	3,900
Depreciation	187	1	188
Other costs	56	2	58
Recruitment and support	60	-	60
Maintenance of premises and equipment	613	4	617
Cleaning	353	3	356
Rent and rates	226	2	228
Energy costs	375	3	378
Insurance	265	2	267
Security and transport	178	1	179
Catering	927	9	936
Techology costs	695	5	700
Office overheads	228	2	230
Legal and professional	376	3	379
PFI charges	71	-	71
Governance	73	-	73
	8,619	61	8,680
	8,619	61	8,680

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) for the year includes:

	2020 £000	2019 £000
Operating lease rentals	159	159
Depreciation of tangible fixed assets	1,454	1,207
Fees paid to auditors for:		
- audit	22	19
- other services	6	7
	1,641	1,392



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**11. STAFF**

**a. STAFF COSTS**

Staff costs during the year were as follows:

	<b>2020</b>	2019
	<b>£000</b>	£000
Wages and salaries	<b>19,957</b>	18,372
Social security costs	<b>1,737</b>	1,587
Pension costs	<b>5,934</b>	4,071
	<b>27,628</b>	24,030
Agency staff costs	<b>447</b>	513
Staff restructuring costs	<b>157</b>	65
	<b>28,232</b>	24,608

Staff restructuring costs comprise:

	<b>2020</b>	2019
	<b>£000</b>	£000
Redundancy payments	<b>136</b>	65
Severance payments	<b>20</b>	-
Other costs	<b>1</b>	-
	<b>157</b>	65

**b. NON-STATUTORY/NON-CONTRACTUAL STAFF SEVERANCE PAYMENTS**

Included in staff restructuring costs are non-statutory/non contractual severance payments totalling £20,000 (2019: £NIL). This amount relates to one individual payment.

**c. STAFF NUMBERS**

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

	<b>2020</b>	2019
	<b>No.</b>	No.
Teachers	<b>318</b>	309
Administration and support	<b>602</b>	592
Management	<b>34</b>	24
	<b>954</b>	925

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020

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11. STAFF (CONTINUED)

d. HIGHER PAID STAFF

The number of employees whose employee benefits (excluding employer's National Insurance contributions and employer pension costs) exceeded £60,000 was:

	2020 No.	2019 No.
In the band £60,001 - £70,000	15	10
In the band £70,001 - £80,000	2	1
In the band £90,001 - £100,000	-	2
In the band £100,001 - £110,000	1	-
In the band £110,001 - £120,000	1	-
	<u>1</u>	<u>13</u>

e. KEY MANAGEMENT PERSONNEL

The key management personnel of the Trust comprise the Trustees (who do not receive remuneration for their role as Trustees) and the Senior Management Team as listed on page 1. The total amount of employee benefits (including employer pension contributions and employer National Insurance contributions) received by key management personnel for their services to the Trust was £401,515 (2019: £353,000).

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**12. CENTRAL SERVICES**

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

- finance including central payments system and budget and management accounts preparation;
- insurance;
- payroll and HR services;
- legal services;
- audit and accountancy;
- support from the Trust Chief Executive Officer;
- school improvement: assessment & support;
- estates: health and safety; and
- procurement advice

The Trust charges for these services on the following basis:

4.5% of GAG (2019: 4.5% of GAG)

The actual amounts charged during the year were as follows:

	<b>2020</b>	2019
	<b>£000</b>	£000
Pendeen School	21	19
St Ives School	120	122
St Dennis Primary Academy	34	36
Blackwater Community Primary School	20	21
Mithian School	19	19
St Just Primary School	32	29
Kehelland Village School	17	17
Perranporth Community Primary School	34	33
Chacewater Community Primary School	30	27
Threemilestone School	65	63
Roche Community Primary School	36	37
St Erth Community Primary School	21	19
Nancladra School	20	19
Kennall Vale School	23	21
Alverton Primary School	52	54
Newlyn School	31	32
Pensans Primary School	49	51
Sennen Community Primary School	16	17
Hayle Academy	133	129
Mousehole Community Primary School	20	20
Berrycombe School	44	41
Cardinham School	15	14
Lanivet Community Primary School	29	28
Bodriggy Academy	56	60
Cape Cornwall School	80	86
Gulval Primary School	30	14
Liskeard Hillfort Primary School	66	27

**TRURO & PENWITH ACADEMY TRUST  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**12. CENTRAL SERVICES (CONTINUED)**

Tywardreath Primary School	47	19
<b>TOTAL</b>	<u>1,160</u>	<u>1,074</u>

**13. TRUSTEES' REMUNERATION AND EXPENSES**

The CEO only receives remuneration in respect of services they provide undertaking the role of CEO under their contract of employment, and not in respect of their services as a Trustee. Other Trustees did not receive any payments, other than expenses, from the Trust in respect of their role as Trustees. The value of Trustees' remuneration and other benefits was as follows: Dr J Blunden (CEO): Remuneration £110,000 - £115,000 (2019: £95,000 - £100,000), Employer's pension contributions £25,000 - £30,000 (2019: £15,000 - £20,000).

Other related party transactions involving the Trustees are set out in note 30.

During the year ended 31 August 2020, expenses totalling £292 were reimbursed or paid directly to 3 Trustees (2019 - £740 to 2 Trustees). These expenses covered mileage, expenses and subsistence.

**14. TRUSTEES' AND OFFICERS' INSURANCE**

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

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**NOTES TO THE FINANCIAL STATEMENTS  
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**15. TANGIBLE FIXED ASSETS**

	Freehold property £000	Long-term leasehold property £000	Furniture and equipment £000	Computer equipment £000	Motor vehicles £000	Total £000
<b>COST</b>						
At 1 September 2019	18,643	37,371	3,429	566	72	60,081
Additions	569	-	845	141	12	1,567
At 31 August 2020	<u>19,212</u>	<u>37,371</u>	<u>4,274</u>	<u>707</u>	<u>84</u>	<u>61,648</u>
<b>DEPRECIATION</b>						
At 1 September 2019	632	1,972	322	350	28	3,304
Charge for the year	257	748	308	129	13	1,455
At 31 August 2020	<u>889</u>	<u>2,720</u>	<u>630</u>	<u>479</u>	<u>41</u>	<u>4,759</u>
<b>NET BOOK VALUE</b>						
At 31 August 2020	<u>18,323</u>	<u>34,651</u>	<u>3,644</u>	<u>228</u>	<u>43</u>	<u>56,889</u>
At 31 August 2019	<u>18,011</u>	<u>35,399</u>	<u>3,107</u>	<u>216</u>	<u>44</u>	<u>56,777</u>

Included in freehold property is land of £5,943,000 (2019: £5,943,000) that is not depreciated.

The Trust's transactions relating to land and buildings included the acquisition of the freehold on Academy House (formerly Ocean House) which was purchased by the Trust at a value of £421,000.

**16. DEBTORS**

	2020 £000	2019 £000
<b>DUE WITHIN ONE YEAR</b>		
Trade debtors	74	26
Other debtors	-	17
Prepayments and accrued income	998	966
Tax recoverable	285	411
	<u>1,357</u>	<u>1,420</u>

**TRURO & PENWITH ACADEMY TRUST  
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**17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2020</b>	2019
	<b>£000</b>	£000
Salix loans	<b>6</b>	13
Trade creditors	<b>611</b>	851
Other taxation and social security	<b>406</b>	396
Other creditors	<b>488</b>	414
Accruals and deferred income	<b>818</b>	912
	<u><b>2,329</b></u>	<u>2,586</u>
	<b>2020</b>	2019
	<b>£000</b>	£000
Deferred income at 1 September 2019	<b>438</b>	339
Resources deferred during the year	<b>493</b>	438
Amounts released from previous periods	<b>(438)</b>	(339)
<b>Deferred income at 31 August 2019</b>	<u><b>493</b></u>	<u>438</u>

At the Balance Sheet date the Academy was holding funds received in advance for Universal Infant Free School Meals, Rates Relief, funds received in advance for trips occurring in 2020/21 and nursery funding received in advance relating to the Autumn term.

**18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>2020</b>	2019
	<b>£000</b>	£000
Salix loans	<b>6</b>	12

Included within Salix loans are 4 individual Salix loans totalling £12,000 repayable in six-monthly installments over a period of 5 - 6 years, all loans are interest free.

**TRURO & PENWITH ACADEMY TRUST  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**19. STATEMENT OF FUNDS**

	Balance at 1 September 2019 £000	Income £000	Expenditure £000	Transfers in/out £000	Gains/ (Losses) £000	Balance at 31 August 2020 £000
<b>UNRESTRICTED FUNDS</b>						
General Funds	3,129	1,709	(632)	(1,030)	-	3,176
<b>RESTRICTED GENERAL FUNDS</b>						
General Annual Grant (GAG)	-	25,813	(26,757)	931	-	(13)
Other DfE/ESFA grants	-	4,810	(4,739)	-	-	71
Other Government grants	173	1,183	(1,212)	-	-	144
Pension reserve	(10,493)	-	(1,879)	-	(1,858)	(14,230)
	<u>(10,320)</u>	<u>31,806</u>	<u>(34,587)</u>	<u>931</u>	<u>(1,858)</u>	<u>(14,028)</u>
<b>RESTRICTED FIXED ASSET FUNDS</b>						
Fixed assets transferred on conversion	51,893	-	(1,297)	-	-	50,596
Fixed assets funded from GAG/DfE/ESFA funds	4,747	-	(144)	972	-	5,575
DfE/ESFA capital grants unspent	243	1,295	-	(611)	-	927
ESFA Specific Capital Grants	5	120	-	(1)	-	124
Devolved Formula Capital unspent	277	188	-	(261)	-	204
LA unspent capital grants	35	85	-	(90)	-	30
Sport England Capital grants	9	-	(5)	-	-	4
Other capital grants and donations	93	479	(8)	90	-	654
Big Lottery funded assets	11	-	(1)	-	-	10

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020

19. STATEMENT OF FUNDS (CONTINUED)

	Balance at 1 September 2019 £000	Income £000	Expenditure £000	Transfers in/out £000	Gains/ (Losses) £000	Balance at 31 August 2020 £000
	57,313	2,167	(1,455)	99	-	58,124
<b>TOTAL RESTRICTED FUNDS</b>	<b>46,993</b>	<b>33,973</b>	<b>(36,042)</b>	<b>1,030</b>	<b>(1,858)</b>	<b>44,096</b>
<b>TOTAL FUNDS</b>	<b>50,122</b>	<b>35,682</b>	<b>(36,674)</b>	<b>-</b>	<b>(1,858)</b>	<b>47,272</b>



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**19. STATEMENT OF FUNDS (CONTINUED)**

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

General Annual Grant - Income from the ESFA which is to be used for the normal running costs of the Academy, including education and support costs.

Other DfE/ESFA grants - Includes grants receivable from the Education and Skills Funding Agency and the Department of Education towards the principal activity of the Trust, being the provision of education.

Other government grants - Funding received by the Local Authority to fund further support for students with additional needs as well as other Local Authority grants.

Pension reserve – This represents the Academy's share of the assets and liabilities in the Local Government Pension Scheme. As with most pension schemes this is currently in deficit due to an excess of scheme liabilities over scheme assets which was inherited on conversion to an Academy.

Fixed assets transferred on conversion – This represent the buildings and equipment donated to the School from the Local Authority on conversion to an Academy.

DfE/ESFA Capital grants - This fund represents the net book value of assets funded from Devolved Formula Capital, Condition Improvement Funds and other DfE/ESFA capital funds and any unspent funding from these grants at the Balance Sheet date.

Big Lottery Grants - This fund represents the net book value of assets funded from Big Lottery grants.

Local Authority Capital grants - This fund represents the net book value of assets funded from Local Authority grants.

Sport England capital grants - This fund represents the net book value of assets funded from Sport England grants.

Other capital grants - This fund represents the net book value of assets funded from other capital grants.

**OTHER INFORMATION**

Under the funding agreement with the Secretary of State, the Trust was not subject to a limit on the amount of GAG it could carry forward at 31 August 2020.

**Total funds analysis by Academy**

Fund balances at 31 August 2020 were allocated as follows:

	<b>2020</b>	2019
	<b>£000</b>	£000
Alverton Primary School	<b>174</b>	154
Berrycoombe School	<b>37</b>	9
Blackwater Community Primary School	<b>57</b>	45
Bodriggy Academy	<b>244</b>	312
Cape Cornwall School	<b>51</b>	179
Cardinham School	<b>152</b>	121
Chacewater Community Primary School	<b>67</b>	109
Gulval Primary School	<b>68</b>	32
Hayle Academy	<b>273</b>	222

**TRURO & PENWITH ACADEMY TRUST  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**19. STATEMENT OF FUNDS (CONTINUED)**

	<b>2020</b>	2019
	<b>£000</b>	£000
Kehelland Village School	95	92
Kennall Vale School	91	86
Lanivet Community Primary School	68	75
Liskeard Hillfort Primary School	76	87
Mithian School	124	156
Mousehole Community Primary School	67	19
Nancledra School	57	50
Newlyn School	28	2
Pendeen School	46	16
Pensans Primary School	(47)	35
Perranporth Community Primary School	68	49
Roche Community Primary School	333	302
Sennen Community Primary School	38	46
St Dennis Primary Academy	432	379
St Erth Community Primary School	74	65
St Ives School	3	(62)
St Just Primary School	(39)	(20)
Threemilestone School	138	137
Tywardreath Primary School	101	77
Cape Cornwall School Improvement Grant	144	173
Central Services	358	355
	<hr/>	<hr/>
Total before fixed asset funds and pension reserve	3,378	3,302
Restricted fixed asset fund	58,124	57,313
Pension reserve	(14,230)	(10,493)
	<hr/>	<hr/>
<b>TOTAL</b>	<b>47,272</b>	<b>50,122</b>
	<hr/> <hr/>	<hr/> <hr/>

The following academies are carrying a net deficit on their portion of the funds as follows:

	<b>Deficit</b>
	<b>£000</b>
Pensans Primary School	47
St Just Primary School	39
	<hr/> <hr/>

Pensans Primary School is carrying a net deficit of £47k (2019: £35k surplus) and St Just Primary School is carrying a net deficit of £39k (2019: £20k) as a result of a drop in pupil numbers.

The Trust is taking the following action to return the academies to surplus:

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**19. STATEMENT OF FUNDS (CONTINUED)**

Action plans have been implemented at both schools in order to return them both to a surplus position. This includes carefully monitoring future forecasts and budgets and monitoring expenditure throughout the year.

**Total cost analysis by Academy**

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

	Teaching and educational support staff costs £000	Other support staff costs £000	Educational supplies £000	Other costs excluding depreciation and pension £000	Total 2020 £000
Alverton Primary School	1,070	125	49	189	1,433
Berrycoombe School	1,179	203	84	196	1,662
Blackwater Community Primary School	415	38	30	131	614
Bodriggy Academy	885	94	47	161	1,187
Cape Cornwall School	1,448	260	155	343	2,206
Cardinham School	260	32	22	75	389
Chacewater Community Primary School	643	70	37	203	953
Gulval Primary School	600	100	47	125	872
Hayle Academy	2,431	299	139	451	3,320
Kehelland Village School	358	43	27	91	519
Kennall Vale School	420	22	41	141	624
Lanivet Community Primary School	572	58	52	109	791
Liskeard Hillfort Primary School	1,263	196	82	252	1,793
Mithian School	390	42	25	115	572
Mousehole Community Primary School	362	44	23	103	532
Nancladra School	390	35	28	81	534
Newlyn School	582	86	43	138	849
Pendeen School	340	50	33	106	529
Pensans Primary School	1,082	256	48	182	1,568
Perranporth Community Primary School	630	100	36	119	885
Roche Community Primary School	717	113	47	109	986
Sennen Community Primary School	311	28	21	77	437
St Dennis Primary Academy	670	117	43	152	982
St Erth Community Primary School	428	43	27	84	582

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**19. STATEMENT OF FUNDS (CONTINUED)**

	Teaching and educational support staff costs £000	Other support staff costs £000	Educational supplies £000	Other costs excluding depreciation and pension £000	Total 2020 £000
St Ives School	2,290	259	161	406	3,116
St Just Primary School	657	67	29	123	876
Threemilestone School	1,354	151	85	343	1,933
Tywardreath Primary School	880	165	37	158	1,240
Central Services	40	1,011	15	288	1,354
<b>TRUST</b>	<b>22,667</b>	<b>4,107</b>	<b>1,513</b>	<b>5,051</b>	<b>33,338</b>

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

	Teaching and educational support staff costs £000	Other support staff costs £000	Educational supplies £000	Other costs excluding depreciation and pension £000	Total 2019 £000
Alverton Primary School	1,003	123	97	267	1,490
Berrycombe School	798	97	71	187	1,153
Blackwater Community Primary School	380	38	81	133	632
Bodriggy Academy	1,091	310	103	202	1,706
Cape Cornwall School	1,310	321	203	383	2,217
Cardinham School	268	28	29	89	414
Chacewater Community Primary School	525	61	42	189	817
Gulval Primary School	232	31	37	46	346
Hayle Academy	1,935	479	324	573	3,311
Kehelland Village School	333	40	27	62	462
Kennall Vale School	395	29	57	146	627
Lanivet Community Primary School	517	44	84	128	773
Liskeard Hillfort Primary School	446	77	79	85	687
Mithian School	351	43	29	120	543
Mousehole Community Primary School	335	42	39	90	506
Nancledra School	372	40	41	87	540
Newlyn School	563	86	95	153	897

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**NOTES TO THE FINANCIAL STATEMENTS  
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**19. STATEMENT OF FUNDS (CONTINUED)**

	Teaching and educational support staff costs £000	Other support staff costs £000	Educational supplies £000	Other costs excluding depreciation and pension £000	<b>Total 2019 £000</b>
Pendeen School	324	45	52	109	530
Pensans Primary School	1,088	244	68	238	1,638
Perranporth Community Primary School	567	100	116	157	940
Roche Community Primary School	647	109	104	117	977
Sennen Community Primary School	305	30	35	89	459
St Dennis Primary Academy	639	129	32	213	1,013
St Erth Community Primary School	342	38	52	103	535
St Ives School	1,938	565	246	377	3,126
St Just Primary School	596	102	62	107	867
Threemilestone School	1,245	161	135	353	1,894
Tywardreath Primary School	305	57	33	51	446
Central Services	9	810	22	383	1,224
<b>TRUST</b>	<b>18,859</b>	<b>4,279</b>	<b>2,395</b>	<b>5,237</b>	<b>30,770</b>

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**19. STATEMENT OF FUNDS (CONTINUED)**

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

	Balance at 1 September 2018 £000	Income £000	Expenditure £000	Transfers in/out £000	Gains/ (Losses) £000	Balance at 31 August 2019 £000
<b>UNRESTRICTED FUNDS</b>						
General Funds	2,436	2,797	(948)	(1,156)	-	3,129
<b>RESTRICTED GENERAL FUNDS</b>						
General Annual Grant (GAG)	-	23,810	(24,666)	856	-	-
Other DfE/ESFA grants	-	3,542	(3,542)	-	-	-
Start up Grant	17	315	(332)	-	-	-
Other Government grants	8	1,248	(1,256)	173	-	173
Pension reserve	(4,585)	(1,719)	(1,155)	-	(3,034)	(10,493)
	<u>(4,560)</u>	<u>27,196</u>	<u>(30,951)</u>	<u>1,029</u>	<u>(3,034)</u>	<u>(10,320)</u>
<b>RESTRICTED FIXED ASSET FUNDS</b>						
Fixed assets transferred on conversion	41,556	11,439	(1,102)	-	-	51,893
Fixed assets funded from GAG/DfE/ESFA funds	3,469	1,238	(103)	143	-	4,747
DfE/ESFA capital grants unspent	-	-	-	243	-	243
ESFA Specific Capital Grants	-	80	-	(75)	-	5
Devolved Formula Capital unspent	56	221	-	-	-	277
LA unspent capital grants	258	-	-	(223)	-	35
Sport England Capital grants	9	-	-	-	-	9

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**19. STATEMENT OF FUNDS (CONTINUED)**

	Balance at 1 September 2018 £000	Income £000	Expenditure £000	Transfers in/out £000	Gains/ (Losses) £000	Balance at 31 August 2019 £000
Other capital grants	55	-	(1)	39	-	93
Big Lottery funded assets	12	-	(1)	-	-	11
	<u>45,415</u>	<u>12,978</u>	<u>(1,207)</u>	<u>127</u>	<u>-</u>	<u>57,313</u>
<b>TOTAL RESTRICTED FUNDS</b>	<u>40,855</u>	<u>40,174</u>	<u>(32,158)</u>	<u>1,156</u>	<u>(3,034)</u>	<u>46,993</u>
<b>TOTAL FUNDS</b>	<u><u>43,291</u></u>	<u><u>42,971</u></u>	<u><u>(33,106)</u></u>	<u><u>-</u></u>	<u><u>(3,034)</u></u>	<u><u>50,122</u></u>

**20. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

**ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT PERIOD**

	Unrestricted funds 2020 £000	Restricted funds 2020 £000	Restricted fixed asset funds 2020 £000	Total funds 2020 £000
Tangible fixed assets	-	-	56,889	<b>56,889</b>
Current assets	5,040	660	1,247	<b>6,947</b>
Creditors due within one year	(1,864)	(458)	(6)	<b>(2,328)</b>
Creditors due in more than one year	-	-	(6)	<b>(6)</b>
Provisions for liabilities and charges	-	(14,230)	-	<b>(14,230)</b>
<b>TOTAL</b>	<u><u>3,176</u></u>	<u><u>(14,028)</u></u>	<u><u>58,124</u></u>	<u><u>47,272</u></u>

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS (CONTINUED)

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR PERIOD

	Unrestricted funds 2019 £000	Restricted funds 2019 £000	Restricted fixed asset funds 2019 £000	Total funds 2019 £000
Tangible fixed assets	-	-	56,777	56,777
Current assets	5,715	173	548	6,436
Creditors due within one year	(2,586)	-	-	(2,586)
Creditors due in more than one year	-	-	(12)	(12)
Provisions for liabilities and charges	-	(10,493)	-	(10,493)
<b>TOTAL</b>	<b>3,129</b>	<b>(10,320)</b>	<b>57,313</b>	<b>50,122</b>

21. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING  
ACTIVITIES

	2020 £000	2019 £000
Net (expenditure)/income for the period (as per Statement of Financial Activities)	(992)	9,865
<b>ADJUSTMENTS FOR:</b>		
Depreciation	1,455	1,208
Capital grants from DfE and other capital income	(1,688)	(3,542)
Interest receivable	(9)	(10)
Defined benefit pension scheme cost less contributions payable	1,663	952
Defined benefit pension scheme finance cost	216	179
Decrease/(increase) in debtors	79	149
(Decrease)/increase in creditors	(96)	70
Net assets and liabilities from local authority on conversion	-	(10,226)
<b>NET CASH PROVIDED BY/(USED IN) OPERATING ACTIVITIES</b>	<b>628</b>	<b>(1,355)</b>



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020

22. CASH FLOWS FROM INVESTING ACTIVITIES

	2020 £000	2019 £000
Dividends, interest and rents from investments	9	10
Purchase of tangible fixed assets	(1,567)	(2,095)
Capital grants from DfE Group	1,505	3,542
Cash transferred on conversion	-	224
Cash transferred from joining Academies	-	333
<b>NET CASH (USED IN)/PROVIDED BY INVESTING ACTIVITIES</b>	<b>(53)</b>	<b>2,014</b>

23. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2020 £000	2019 £000
Cash in hand	5,591	5,016
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>5,591</b>	<b>5,016</b>

24. ANALYSIS OF CHANGES IN NET DEBT

	At 1 September 2019 £000	Cash flows £000	At 31 August 2020 £000
Cash at bank and in hand	5,017	574	5,591
Debt due within 1 year	(13)	7	(6)
Debt due after 1 year	(12)	6	(6)
	<b>4,992</b>	<b>587</b>	<b>5,579</b>

25. CAPITAL COMMITMENTS

	2020 £000	2019 £000
Contracted but not provided for in these financial statements	389	61

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

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**26. PENSION COMMITMENTS**

The Trust's employees belong to two principal pension schemes: the Teachers' Pension Scheme England and Wales (TPS) for academic and related staff; and the Local Government Pension Scheme (LGPS) for non-teaching staff, which is managed by Cornwall Council. Both are multi-employer defined benefit schemes.

The latest actuarial valuation of the TPS related to the period ended 31 March 2016 and of the LGPS 31 March 2019.

Contributions amounting to £485,479 were payable to the schemes at 31 August 2020 (2019 - £399,256) and are included within creditors.

**TEACHERS' PENSION SCHEME**

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pension Scheme Regulations 2014. Membership is automatic for full-time teachers in Academies. All teachers have the option to opt-out of the TPS following enrolment.

The TPS is an unfunded scheme to which both the member and employer makes contributions, as a percentage of salary - these contributions are credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

**VALUATION OF THE TEACHERS' PENSION SCHEME**

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

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

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

The employer's pension costs paid to TPS in the year amounted to £3,717,957 (2019 - £1,835,254).

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

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

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020

26. PENSION COMMITMENTS (CONTINUED)

LOCAL GOVERNMENT PENSION SCHEME

The LGPS is a funded defined benefit pension scheme, with the assets held in separate Trustee-administered funds. The total contribution made for the year ended 31 August 2020 was £1,817,000 (2019 - £1,584,000), of which employer's contributions totalled £1,439,000 (2019 - £1,236,000) and employees' contributions totalled £ 378,000 (2019 - £348,000). The agreed contribution rates for future years are 17.1% per cent for employers and 5.5% - 12.5% per cent for employees.

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

Principal actuarial assumptions

	2020 %	2019 %
Rate of increase in salaries	2.20	2.40
Discount rate of scheme liabilities	1.70	1.90
Inflation assumption (CPI)	2.20	2.30

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

	2020 Years	2019 Years
<i>RETIRING TODAY</i>		
Males	21.4	21.1
Females	23.6	23.6
<i>RETIRING IN 20 YEARS</i>		
Males	22.3	22.3
Females	25.1	25

Sensitivity analysis

	2020 £000	2019 £000
Discount rate -0.5%	4,127	3,696
Salary rate +0.5%	364	391
CPI rate +0.5%	3,696	3,244

**TRURO & PENWITH ACADEMY TRUST  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**26. PENSION COMMITMENTS (CONTINUED)**

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

	<b>2020</b>	2019
	<b>£000</b>	£000
Equities	<b>9,549</b>	8,341
Corporate bonds	<b>6,139</b>	6,138
Property	<b>1,023</b>	1,102
Cash and other liquid assets	<b>341</b>	157
<b>TOTAL MARKET VALUE OF ASSETS</b>	<b>17,052</b>	15,738

The actual return on scheme assets was (£646,000) (2019 - £1,297,000).

The amounts recognised in the Statement of Financial Activities are as follows:

	<b>2020</b>	2019
	<b>£000</b>	£000
Current service cost	<b>(3,021)</b>	(2,188)
Past service cost	<b>(81)</b>	(24)
Interest income	<b>1,439</b>	334
Interest cost	<b>(216)</b>	(523)
<b>TOTAL AMOUNT RECOGNISED IN THE STATEMENT OF FINANCIAL ACTIVITIES</b>	<b>(1,879)</b>	(2,401)

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

	<b>2020</b>	2019
	<b>£000</b>	£000
<b>AT 1 SEPTEMBER</b>	<b>26,231</b>	13,686
Conversion of Academy Trust	-	723
Transferred in on existing Academies joining the Trust	-	4,448
Current service cost	<b>3,021</b>	2,188
Interest cost	<b>531</b>	523
Employee contributions	<b>378</b>	348
Actuarial losses/(gains)	<b>1,212</b>	4,331
Benefits paid	<b>(172)</b>	(40)
Past service costs	<b>81</b>	24
<b>AT 31 AUGUST</b>	<b>31,282</b>	26,231

**TRURO & PENWITH ACADEMY TRUST  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2020**

**26. PENSION COMMITMENTS (CONTINUED)**

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

	<b>2020</b>	2019
	<b>£000</b>	£000
<b>AT 1 SEPTEMBER</b>	<b>15,738</b>	9,101
Conversion of Academy Trust	-	524
Transferred in on existing Academies joining the Trust	-	2,928
Interest income	<b>315</b>	344
Actuarial gains	<b>(646)</b>	1,297
Employer contributions	<b>1,439</b>	1,236
Employee contributions	<b>378</b>	348
Benefits paid	<b>(172)</b>	(40)
<b>AT 31 AUGUST</b>	<b>17,052</b>	15,738

**27. OPERATING LEASE COMMITMENTS**

At 31 August 2020 the Trust had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	<b>2020</b>	2019
	<b>£000</b>	£000
Not later than 1 year	<b>653</b>	607
Later than 1 year and not later than 5 years	<b>2,271</b>	2,177
Later than 5 years	<b>3,152</b>	3,657
	<b>6,076</b>	6,441

Included above are future minimum lease payments under non-cancelable operating leases relating to the Trust's obligation under Private Finance Initiative (PFI) agreements. The Trust has given due regard to the guidance in the Academies Accounts Direction 2019/20 and FRS 102 and has determined that the schools which have PFI contracts are not required to account for any assets held under service concession arrangements.

Amounts due within 1 year: £478,000  
 Amounts due between 1 and 5 years: £1,913,000  
 Amounts due after more than 5 years: £2,932,000

**28. MEMBERS' LIABILITY**

Each Member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a Member, or within one year after he/she ceases to be a Member, such amount as may be required, not exceeding £10 for the debts and liabilities contracted before he/she ceases to be a Member.

**29. GENERAL INFORMATION**

Truro & Penwith Academy Trust is a company limited by guarantee, incorporated in England and Wales. The registered office is Academy House, Truro Business Park, Threemilestone, Truro, TR4 9LD.

**30. RELATED PARTY TRANSACTIONS**

Owing to the nature of the Trust 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 Trustee has an interest. All transactions involving such organisations are conducted at arm's length and in accordance with the Trust's financial regulations and normal procurement procedures.

The following related party transactions took place in the year:

Truro and Penwith College - a Corporate Member. Transactions with no profit element totalling £42,831 (2019: £48,022) relating to recharges of costs to the Trust and £41,980 (2019: £62,924) relating to income received from the College took place in the year. No amounts were owed to the College by the Trust at the year end (2019: £81) and £1,289 was owed to the Trust (2019: £53). All charges to the Trust from Truro and Penwith College were provided at no more than cost and are supported by a statement of assurance.

W Stevenson and Sons Limited - a company of which E Lambourn (local governing board member) is a director. Transactions totalling £1,058 (2019: £1,550) relating to services provided to the Trust took place in the period. £NIL (2019: £NIL) was owed by the Trust at 31 August 2020. In entering into the transactions, the Trust has complied with the requirement of the ESFA's Academies Financial Handbook.

J Hurr - Chair of local governing board at Hayle School (resigned 12 February 2020). Transactions totalling £1,200 (2019: £800) relating to data reporting services provided to other Trust schools in the period. £NIL (2019: £NIL) was owed by the Trust as at 31 August 2020. In entering into the transactions the Trust has complied with the requirement of the ESFA's Academies Financial Handbook - no services were provided to the school at which J Hurr was a governor.

Donations free from any restrictions totalling £125,000 (2019: £125,000) and donations restricted for the purchase of fixed assets totalling £415,000 (2019: £NIL) were received from Trustees in the year.