

Company Registration Number: 08880841 (England & Wales)

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

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022



**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

Members	Mr DAJ Walrond MA, MBA, PGCE 1 Mrs ME Winser MBE, MA (Cantab) 2 Mr P Callen MBBS, FRCS, FRCOG (Corporate Member) 3 Mr M Tucker BEd (Hons) 4 Mrs V Pearson BSc (Hons) MSc PGCE QTS 5 (Appointed 29 June 2022) Mrs L Bradley MA(Cantab), PGCE (appointed 1 September 2021, resigned 31 May 2022) Mrs A Firth BA (Hons) QTS, Dip Ed Mgt 6 (Appointed 1 September 2022)
Trustees	Dr J Blunden OBE, PhD, FCCT, CEO/ Accounting Officer Mr J Dunn BEng (Hons), CEng, MCIWEM, MAPM, Vice Chair from 1 September 2022 ¹ Mrs A Firth BA(Hons), QTS, Dip Ed Mgt, Vice Chair to 31 August 2022, Chair from 1 September 2022 ² Mr J Green BA (Hons) Mr T A Lister BEd (Hons) (Resigned 31 December 2021) ¹ Prof. A G Livingston CBE, FCSD, DL (Resigned 31 August 2022) ² Mrs ME Winser MBE, MA(Cantab), Chair to 31 August 2022 (Resigned 31 August 2022) ² Mr D Austin CTA, Chair of Audit ^{1,2} Mr S Cryer FCCA ¹ Mrs S Flack BA Hons, NPQH, MEd ¹ Mr A Venter ¹ Mrs A Bull LLB Hons MA (Appointed 8 September 2021) Mr A Milliner MBE (Appointed 1 April 2022) ¹ Audit and Risk Committee ² Remuneration Committee
Company registered number	08880841
Company name	Truro and Penwith Academy Trust
Principal and registered office	Academy House Truro Business Park Threemilestone Truro Cornwall TR4 9LD
Company secretary	Mrs J Brinson BA (Hons), FCPFA (Resigned 31 August 2022) Mrs B Couch (Appointed 1 September 2022)
Accounting Officer	Dr J Blunden OBE, PhD, FCCT
Senior management team	Dr J Blunden OBE, PhD, FCCT, Accounting and Chief Executive Officer Mrs J Brinson BA (Hons), FCPFA, Chief Financial Officer & Director of Business & Finance Mrs H Andrew CIPD, Director of Human Resources Mr C Gould BA (Hons), NPQH, Director of Education

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

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

Independent auditors Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
Chy Nyverow
Newham Road
Truro
Cornwall
TR1 2DP

Bankers Lloyds Bank Plc
7 Boscawen Street
Truro
Cornwall
TR1 2QT

Solicitors PHP Law
6 Delamore Park
Cornwood
Ivybridge
Devon
PL21 9QP

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

LIST OF SCHOOLS

Academies Operated	Location	Principal
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 to 31 August 2022 Mr S Horner MEng (Hons), PGCE, QTS, NPQH from 1 September 2022
St Dennis Primary Academy	St Dennis	Mrs C Brokenshire BEd (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) to 31 December 2021 Mrs E Watkins BA (Hons), QTS from 1 April 2022
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 D Hick BA (Hons), PGCE
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
Nancledra Primary School	Nancledra	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 to 31 August 2022 Mrs S Trow BEd (Hons), NPQH from 1 September 2022
Hayle Academy	Hayle	Executive Head Ms J Woodhouse BSc (Hons), PGCE, NPQH Head of School Mr S Horner MEng (Hons), PGCE, QTS, NPQH to 31 August 2022 Mrs M Lock BA (Hons), PGCE from 1 September 2022
Cardinham School	Cardinham	Mr D Jones BA (Hons)
Lanivet CP School	Lanivet	Miss J Harvey BA, BEd (Hons) from 1 January 2022
Berrycoombe CP School	Bodmin	Mr C Robertson BSc, PGCE, NPQH
Bodriggy Academy	Hayle	Mr D Simons BA (Hons), PGCE
CAPE Cornwall School	St Just	Executive Head Ms J Woodhouse BSc (Hons), PGCE, NPQH Head of School Mr J Hall BA (Hons), Cert. Ed.
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
Trewirgie Infants School	Redruth	Mrs C Callow BA QTS

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

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 AUGUST 2022**

TRUSTEES' REPORT

The Trustees present their annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 August 2022. The annual report serves the purpose of both a Trustees' report, and a directors' report under company law.

The Trust operates 26 primary and 3 secondary academies in Cornwall. Trust academies have a combined pupil capacity of 7,231 and had a roll of 6,111 in the school census for Autumn 2021.

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 and to the date the accounts are approved 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

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.

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

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

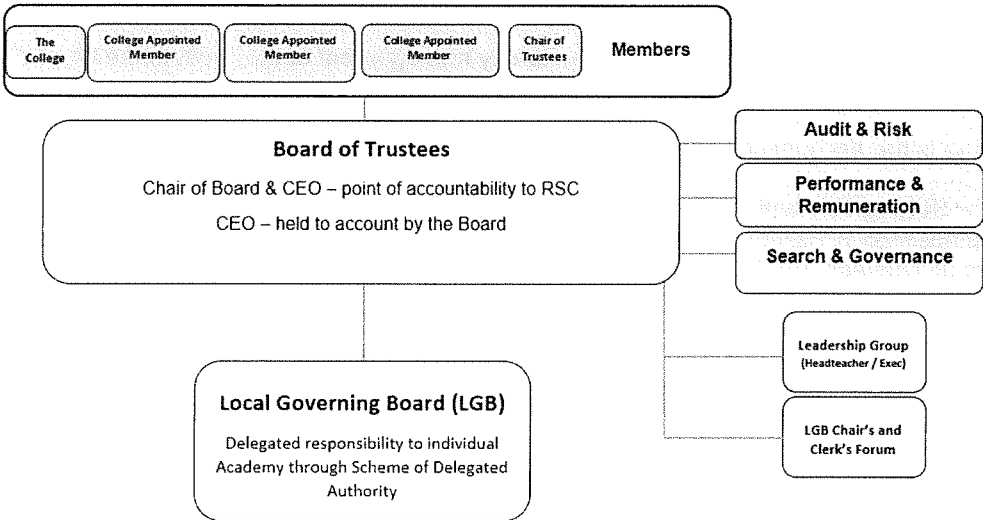
When appointing new Trustees, the Board will give consideration to the skills and experience mix of existing Trustees in order to ensure that the Board has the necessary skills to contribute fully to the Trust's development.

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

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. It meets at least six times per year.

The Board establishes an overall framework for the governance of the Trust and determines responsibilities, terms of reference and procedures for the Audit and Risk 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 19, the Board established an Audit and Risk Committee which meets three times a year. The Audit and Risk Committee undertakes detailed review on behalf of the Trust Board on the adequacy of financial and other controls and risk management arrangements, to direct a programme of internal scrutiny and to consider the results and quality of external audit. The Audit and Risk Committee receives and scrutinises the annual financial statements and the external auditor's management letter.

The Audit and Risk 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.

**TRURO & PENWITH ACADEMY TRUST
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**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

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.

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.

**TRURO & PENWITH ACADEMY TRUST
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**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

Trade union facility time

(Period covered 1st April 2021 to 31st March 2022 as required for annual reporting)

Relevant union officials

Number of employees who were relevant union officials during the relevant period	Full-time equivalent employee number
7	6.18

Percentage of time spent on facility time

Percentage of time	Number of employees
0%	5
1%-50%	2
51%-99%	0
100%	0

Percentage of pay bill spent on facility time

Provide the total cost of facility time	£865
Provide the total pay bill	£28,080,094
Provide the percentage of the total pay bill spent on facility time, calculated as: (total cost of facility time / total pay bill) x 100	0.003%

Paid trade union activities

Time spent on paid trade union activities as a percentage of total paid facility time hours calculated as: (total hours spent on paid trade union activities by relevant union officials during the relevant period / total paid facility time hours) x 100	100%
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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.

Related party transactions are detailed in Note 29 to the accounts.

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.

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

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, e-bulletins and intranet
- 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:

- To ensure best value quotations are obtained in line with the Financial Procedures.
- Deals for Schools, G Cloud, Everything ICT, Everything FM 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 and to support local business

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.

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 Board (LGB) Chairs and Clerks Forum where the chairs and clerks of each LGB meet together once a term to discuss a range of issues

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

Priorities for 2022-23

- To demonstrate ambitious expectations for a high-quality education for all, across all areas of the Education Inspection Framework
- To focus on Reading in primary and secondary phases
- To facilitate the transition of schools into our Trust with anticipated growth of up to five schools
- To launch new operational systems across our teams as part of our digital transformation strategy
- To ensure the sustainability of our operation with regards to finance, people and reputation

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.

STRATEGIC REPORT

Achievements and Performance

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

Quality of Education

- 1a. High quality teaching for all supports all pupils with SEND and to be inclusive for all
- 1b. A broad, ambitious curriculum is implemented in all schools
- 1c. Technology used well both in school and in the home to support learning
- 1d. Improve progress in Reading and Phonics across Early Years and KS1

Behaviour and Attitudes

- 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

Personal Development

- 3a. PSHE, RSE and pupil wellbeing is a priority for all schools
- 3b. Shared practice for pupil wellbeing, personal conduct and safety

Leadership and Management

- 4a. Leaders expect high quality teaching and targeted catch up
- 4b. Effective CPD on the curriculum
- 4c. Digital Transformation strategy implementation
- 4d. HR team develops workforce strategy and supports staff wellbeing and workload

Operational Effectiveness

- 5a. To implement TCAF action plan
- 5b. To use HR data to inform workforce strategy
- 5c. To ensure effective risk management for all staff and pupils

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

School Performance 2021-22

Performance measures for the 2021-22 academic year will only be published for summer secondary phase examinations due to the disruption to education due to the Covid-19 pandemic. Standard assessment tests at Key Stage 2 will not be published.

During 2021-22 the Trust developed and added capacity to our school improvement programme around SEND and support for our most vulnerable schools.

The Trust's school improvement programme was led by our new Director of Education, Chris Gould who joined in September from his previous role as Headteacher of Chacewater School.

Primary Phase Summary

The focus for school improvement support across the Trust was on curriculum development especially focusing on the leadership of the curriculum. All schools were supported to move from developing the intent to the implementation phase, while continuing with strategies for the identification and reduction of gaps in learning or development which were observed as a result of the pandemic. Each school development plan focused on early reading and the wider curriculum.

The Hub Review Group 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.

Ofsted inspected three primary schools during the year. Summaries are provided:

- Sennen School was inspected in January 2022 and remained Good. Inspectors observed that 'pupils love to attend this happy school' and that pupils 'thrive in a caring environment'. The development of curriculum was evident and that 'teachers are passionate about their subjects, inspired by leaders'. The school and trust were proud that inspectors observed that 'pupils with SEND achieve well' and 'parents feel well supported in helping their children to be successful'. The overall leadership of the school was good, with inspectors finding that 'staff praise leaders for being considerate of their wellbeing'. Leaders are 'appreciated of the support provided by the trust'. Sennen School was recognised as 'A small school with a big heart'.
- Mousehole School was inspected in April 2022 and remained Good. Inspectors found pupils at Mousehole School to be 'kind, respectful and ready to learn'. Pupils were found to develop skills to keep themselves safe 'in the community in which they live. For example, pupils learn harbour and woodland skills. Inspectors reflected that leaders had reviewed the school curriculum to ensure 'that it is ambitious for all pupils' and leaders ensure that support for pupils with SEND is matched well to need. Inspectors observed that leaders provide 'high quality pastoral support for pupils' and that the trust 'supports school leaders well'.
- Roche School was inspected in July 2022 and moved from Requires Improvement to Good. Inspectors found that staff are 'ambitious for what they believe pupils can achieve' and that pupils 'value the ambitious curriculum'. During the inspection, the team noted that 'the school is calm and has a purposeful atmosphere'. Leadership and management is good; inspectors observed that 'subject leaders are knowledgeable about the subjects they are responsible for' and that leaders and staff 'support pupils with SEND well'. Reading has been prioritised by the school and inspectors reflected that leader 'strive to develop a culture where pupils learn to read successfully and where reading is enjoyed and appreciated'. Overall, inspectors found that 'pupils show high levels of engagement in their learning and are keen to do well'.

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

Secondary Phase Summary

The focus for school improvement support in the Trust secondary schools was on leadership, curriculum development and our most vulnerable pupils. The secondary schools across the Trust have continued to align their practice and were supported by a single Local Governing Board in addition to the full trust board. Specific support was provided to schools considered vulnerable including Cape Cornwall School and St Ives School:

- Cape Cornwall School has continued to focus support on leadership and the quality of teaching. While published performance across the school is lower than in 2019, the pupils in the ARB and with SEND have not attained as well as their non-SEND peers. In Cape Cornwall School, outcomes in Art, Computing, Geography, Music, and Trilogy Science were strong. DT, Drama, English Literature and Triple Science are target subjects for further improvement.
- St Ives School was supported around whole school leadership and to support capacity in senior and middle leadership with significant staff absence due to Covid and wider health issues. Attainment in St Ives School is higher than in 2019 and in line with national average for Basics, and above national average for Attainment 8. The school's self-evaluation suggested that secure foundations in KS3 supported students to be able to recover gaps in learning in the time available post pandemic.

Ofsted inspected one secondary school during the year. A summary is provided:

- Hayle Academy was inspected in March 2022 and remained Good. Inspectors recognised that 'Leaders have high expectations of pupils' and are ambitious for all pupils. Inspectors cited the trend that 'the number of pupils choosing English Baccalaureate subjects in the last few years has increased'. The support for pupils with SEND was particularly noted and that 'pupils with SEND follow the same curriculum as others'. The curriculum is well developed, and inspectors observed that in most lessons, 'most pupils concentrate well because there is no disruption to their learning'. Support for pupils through extra curricula clubs and activities is impactful and 'leaders know their pupils well and listen to their views'.

Summary of post pandemic impacts

The trust recognised that the 2021-22 academic year was a recovery phase from the pandemic. Headteachers continued to experience high level staff absence and the Autumn term 2021 had particularly high levels of Covid-19 infection and subsequent absence from school impacting on teaching and leadership. Headteachers continued to liaise with the Trust health and safety team and executive team to manage risk as per government guidelines. It was noted that parents appeared to be particularly vulnerable during this recovery phase with high levels of challenge from parents and sometimes vexatious complaints which impacted on Headteacher capacity. The priority for the trust leading into 2022-23 was the opportunity to grow the secondary and primary phases and to increase leadership capacity in all aspects during the late summer term to meet the needs of more schools and scrutiny for school due diligence.

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 35 of the accounts.

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

Promoting the success of the Trust

Section 172 of the Companies Act 2006 requires the directors to act in the way they consider, in good faith, would be most likely to promote the success of the charity to achieve its charitable purposes. The Act states that in doing so, the directors should have regard, amongst other matters, to:

The likely consequence of any decision in the long term

The Trust makes all key decisions in line with its strategic development plan. This strategy is primarily designed around the objective to improve educational outcome for pupils, but every decision and operational approach is regularly reviewed for its impact and the need for any changes or modifications to decisions previously taken.

The interests of the company's employees

Our employees are vital to the Trust, and we regard ongoing, regular engagement with them as a top priority. We measure employee engagement through regular feedback and joint communication sessions. We address any issues raised by our employees as quickly as possible and respond with outcomes for resolution. We have a Staff Wellbeing Group and Trust lead to promote staff wellbeing. The Trust seeks to ensure that staff welfare is actively considered and addressed. Through our health and safety policies as well as through meetings we also actively seek to ensure that the working environment meets due high standards of safety and security.

The need to foster the company's business relationships with suppliers, customers, and others

Our relationships with partners and suppliers are key to our effectiveness. The Trust actively seeks to engage in service reviews with key suppliers. These reviews are focussed on a two-way relationship with the Trust based with an aim of helping one another to achieve an optimum service as efficiently as possible and according to the best value for money.

The impact of the company's operations on the community and the environment

We recognise our responsibility to care for the environment and aim to minimise our environmental impact in all our activities. As well as covering environmental issues in our school curriculum, the Trust encourages all staff and students to participate in initiatives to reduce negative environmental impacts. These include the promotion of recycling of waste and actions to maximise efficiency in energy consumption.

The desirability of the company maintaining a reputation for high standards of business conduct

Our reputation and public trust in our constituent schools is fundamental to our future success. We use our organisational values and behaviours in our recruitment and training for our employees to ensure that we maintain high standards, and these are used in our appraisal processes. Our procurement and policies and procedures ensure that our values are also part of our selection of partners and suppliers.

The need to act fairly as a company

In terms of the academy Trust, fairness in our dealings is upheld through having a clear and well communicated strategy, and financial discipline backed by strong internal controls. We have transparent reporting at regular intervals through the year, continual access to senior management and a track record of successful growth through new school joiners which have been appropriately integrated into the Trust. We aim to be a fully inclusive organisation and we will not unfairly discriminate against our pupils, staff or any other member of our community and stakeholders.

FINANCIAL REVIEW

The academy's accounting period is the year to 31 August 2022.

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 2022, and the associated expenditure, are shown as restricted funds in the statement of financial activities.

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

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

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. 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 £4,685k.

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	£4,421	£4,569
Staff cost per pupil	£4,628	£4,904
Total costs per pupil	£6,135	£6,552
Pupil to teacher ratio	21.5	20.2
Surplus/Deficit movement (as% of total income)	3%	2.6%
Cash Balances ratio (as a % total income)	18.1%	17.8%

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 accumulated revenue surpluses at the year end, 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 surplus £140,654 and Unrestricted surplus £4,544,271.

The fund balances carried forward for each school was:

	Total 2022 £	Total 2021 £
Pendeen School	144,016	121,242
St Ives School	(73,800)	(3,063)
St Dennis Primary Academy	177,612	278,044
Blackwater Community Primary School	77,290	71,099
Mithian School	116,277	122,609
St Just Primary School	41,126	(1,009)
Kehelland Village School	134,825	114,531
Perranporth Community Primary School	123,771	58,259
Chacewater Community Primary School	83,381	64,663
Threemilestone School	381,643	211,204
Roche Community Primary School	351,919	380,438
St Erth Community Primary	53,822	58,082
Nancledra School	100,057	87,324
Kennall Vale School	129,337	105,069
Alverton Primary School	247,199	181,829
Newlyn School	89,422	90,957

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

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

Pensans Primary School	(145,348)	(17,369)
Sennen Community Primary Academy	35,476	33,736
Hayle Academy	510,834	489,741
Mousehole Community Primary School	89,341	92,744
Berrycoombe School	31,104	70,959
Cardinham School	136,203	134,473
Lanivet Community Primary School	98,374	80,177
Cape Cornwall Secondary School	33,061	29,735
Bodriggy Academy	327,938	245,211
Gulval Primary School	111,391	91,184
Liskeard Hillfort Primary School	100,877	150,547
Tywardreath Primary School	263,213	162,012
Trewirgie Infants School	494,203	503,933
Cape Cornwall School Improvement Grant	21,560	105,560
Central Services	343,402	372,116
CODE Maths Hub	32,919	-
Perranporth New School – set up grant	22,480	-
Total	4,684,925	4,486,037

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 2022 £63,848k (2021 £43,845k) comprising 2022 £62,814k (2021 £61,988k) of restricted fixed asset funds, 2022 £(3,510k) (2021 £22,225k) of restricted funds and 2022 £4,544k (2021 £4,082k) of unrestricted funds to be satisfactory. The restricted funds consist of the pension reserve amounting to 2022 £(3,650k) (2021 £(22,629k)) and general restricted funds of 2022 £140k (2021 £404k).

The level of free revenue reserves held by the Trust are 2022 £4,684k (2021 £4,486k).

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.

**TRURO & PENWITH ACADEMY TRUST
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**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

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 Academy Trust Handbook
- Increasing pension costs at actuarial evaluation due to market conditions
- 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 small core team
- 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
- The balance of individual Trustee skills and experiences could have a detrimental impact on the effectiveness of the Board.
- Contract failure due to third party actions results in financial detriment to Trust and/or impact to buildings and estate
- Data breaches under Data Protection Regulations
- Impact of Coronavirus (Covid-19) on operational and financial management of schools due to risks to the workforce
- Impact of a cyber-attack on Trust technology infrastructure involving one or more school or central team
- Impact of pandemic and Ukrainian war on cost of building supplies and fuel
- Breaches of GDPR legislation

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

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

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.

STREAMLINED ENERGY AND CARBON REPORTING

UK Greenhouse gas emissions and energy use data for the period	1 September 2021 to 31 August 2022	1 September 2020 to 31 August 2021
Energy consumption used to calculate emissions (kWh)	4,196,739	4,263,547
Energy consumption break down (kWh) (optional)		
• gas	1,847,423	2,141,188
• electricity	2,205,030	2,025,944
• transport fuel	144,286	96,415
<u>Scope 1 emissions in metric tonnes CO2e</u>		
Gas consumption	337.23	393.70
Owned transport – mini-buses	15.60	9.17
<u>Total scope 1</u>	352.83	402.87
<u>Scope 2 emissions in metric tonnes CO2e</u>	426.41	472.33
Purchased electricity		
<u>Scope 3 emissions in metric tonnes CO2e</u>	19.60	9.27
Business travel in employee-owned vehicles		
<u>Total gross emissions in metric tonnes CO2e</u>	798.83	884.47
<u>Intensity ratio</u>	0.13	0.15
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 2022 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
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**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

PLANS FOR FUTURE PERIODS

The Trust is expanding with another five schools planned to join the Trust in 2023. Included are two secondary schools which will enhance the secondary offer for the Trust and provide wider ability to develop KS3 and KS4 Teaching and Learning excellence across the Trust.

The Trust plans its capital investment through assessment of condition and compliance reviews for each school to determine capital investment plans.

The Trust is increasingly procuring centrally for Trust wide software, IT and goods and services. The trust is moving forward with its Digital Transformation agenda which aims to use handheld technology to transform pupil learning.

The Trust has successfully applied to open a new secondary school on the North Coast through the Governments Free School Programme. The project is in its early phases of development is expected to open in 2025.

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.

The Trustees' Report, incorporating a strategic report, was approved by order of the Board of Trustees, as the company directors, on 8 December 2022 and signed on its behalf by:



Mrs A Firth BA (Hons) QTS Dip Ed Mgt
Chair of Trustees

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

**GOVERNANCE STATEMENT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

GOVERNANCE STATEMENT

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.

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

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 6 times during the year. 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	6	6
Mr J Dunn BEng (Hons), CEng, MCIWEM, MAPM	6	6
Mrs A Firth BA(Hons), QTS, Dip Ed Mgt	6	6
Prof. AG Livingston CBE, FCSD, DL, Vice Chair	6	6
Mr TA Lister BEd (Hons) (left 31.12.2021)	2	2
Mr J Green BA (Hons)	4	6
Mrs ME Winser MBE, MA(Cantab), Chair	6	6
Mr D Austin CTA	4	6
Mr S Cryer FCCA	5	6
Mrs S Flack BA Hons, NPQH, MEd	5	6
Mrs A Bull LLB (Hons) MA (appointed 8th September 2021)	4	6
Mr A Milliner MBE (appointed 1 st April 2022)	2	2
Mr A Venter	4	6

The trust operates a single committee structure with the Board meeting each half term. To recognise the need for separate scrutiny an Audit and Risk Committee was established in line with the governance review and Academies Trust Handbook.
Governance Review

The Trust Board regularly review the impact and effectiveness by way of yearly skills audits, opportunities to self-reflect and regular meetings of the search and governance group. Information from these activities is used to recruit to identified skills and knowledge gaps, specifically in 2021 the need for additional knowledge and skills regarding safeguarding was identified and a new Trustee with this skills set was sourced. The Trust

**TRURO & PENWITH ACADEMY TRUST
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**GOVERNANCE STATEMENT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

Board will carry out a further skills analysis in the Autumn Term 22 and will look to engage in an external review of governance.

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

To undertake detailed review on behalf of the Trust Board on the adequacy of financial and other controls and risk management arrangements, to direct a programme of internal scrutiny and to consider the results and quality of external audit.

- to provide independent oversight of and advice to the Trust Board on the adequacy and effectiveness of the organisation's financial control and reporting systems.
- to recommend to the Members the appointment of suitable External Auditors and to advise the Board on both financial and non-financial internal scrutiny arrangements, taking a risk-based approach to commissioning topics of each internal audit report.
- to regularly review the risk register for the Trust.
- to ensure that adequate levels of external and internal audit are maintained and act as a point of escalation for any concerns identified during audit visits.
- to take such decisions as are devolved to it by the Board - except where the Board has formally delegated decision-making authority to the Committee, its role is advisory.

Attendance at meetings in the year was as follows:

Trustee	Meetings attended	Out of a possible
Mr D Austin CTA – Chair	3	3
Mr TA Lister BEd (Hons) (left 31.12.2021)	1	1
Mr A Venter	2	2
Mrs S Flack BA Hons, NPQH, MEd	2	2
Mr S Cryer FCCA	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 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
- New MIS system awarded following tender process through G Cloud for Trust schools
- New Financial System awarded following tender process through G Cloud for Trust
- Move to central server provision for number of Trust schools

**GOVERNANCE STATEMENT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

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 reports from the internal auditors. The Board of Trustees approve the three-year budget plan. 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, balance sheet and performance indicators. 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 and Risk Committee receives and scrutinises the annual financial statements and the external auditor's management letter. The Audit and Risk Committee recommends the approval of the annual financial statements and auditors' letter.

The Audit and Risk Committee 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 Board of Trustees is of the view that there is a formal ongoing process for identifying, evaluating and managing the Trust's significant risks. The Board of Trustees also receives the Risk Register for formal review.

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 both our catering and cleaning contracts were let for the majority of our schools as part of a larger 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, support contracts and compliance contracts. Due to its size the Trust is now in a better position to negotiate prices with existing and prospective suppliers. The Trust has awarded significant Trust wide contracts following tender processes through Government frameworks for MIS and Financial Systems.

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.

**GOVERNANCE STATEMENT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

THE PURPOSE OF THE SYSTEM OF INTERNAL CONTROL

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives; it can therefore only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an ongoing process designed to identify and prioritise the risks to the achievement of 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 2021 to 31 August 2022 and up to the date of approval of the annual report and financial statements.

CAPACITY TO HANDLE RISK

The Board of 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, which has been in place for the year 1 September 2021 to 31 August 2022 and up to the date of approval of the annual report and financial statements. The Board of Trustees regularly review this process.

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 regular financial reports which are reviewed and agreed by the Board of Trustees;
- regular reviews by the Board of Trustees of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes;
- setting targets to measure financial and other performance;
- clearly defined purchasing (asset purchase or capital investment) guidelines;
- delegation of authority and segregation of duties;
- identification and management of risks.

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

The internal auditor's role has been reviewed and now provides both financial and non-financial scrutiny. The review areas are as follows: -

Financial scrutiny – core financial controls

- Payments
- Budgetary control
- Income and debtors
- General ledger
- Cash banking and treasury management

Non-financial scrutiny

- Governance – strategic control
- Health and safety management
- Data security /GDPR
- ICT system security
- Safeguarding
- Risk management

**GOVERNANCE STATEMENT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

The internal auditor has delivered their schedule of work as planned for the year ending 31st August 2022 and have reported no material issues with core financial controls arising as a result of the work undertaken.

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:

- the work of the internal auditor;
- the work of the external auditors;
- the financial management and governance self-assessment process;
- 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 on 8 December 2022 and signed on their behalf by:



Mrs A Firth BA (Hons) QTS Dip Ed Mgt
Chair of Trustees



Dr J Blunden OBE PhD, FCCT
Accounting Officer

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

STATEMENT ON REGULARITY, PROPRIETY AND COMPLIANCE

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 Academy Trust Handbook 2021.

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 Academy Trust Handbook 2021.

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



Dr J Blunden OBE, PhD, FCCT
Accounting Officer

Date: 8 December 2022

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

**STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 AUGUST 2022**

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 2021 to 2022;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The 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 A Firth BA(Hons), QTS, Dip Ed Mgt
(Chair of Trustees)
Date: 8 December 2022

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

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

OPINION

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

In our opinion the financial statements:

- give a true and fair view of the state of the Trust's affairs as at 31 August 2022 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities Act 2011, the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022 issued by the Education and Skills Funding Agency.

BASIS FOR OPINION

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

CONCLUSIONS RELATING TO GOING CONCERN

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Trust's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

**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)**

OTHER INFORMATION

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

We have nothing to report in this regard.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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

- the information given in the 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.

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.

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

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the Academy sector, control environment and the Trust's performance;
- results of our enquiries of management and the Trustee board, including the committees charged with governance over the Trust's finance and control, about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Trust's documentation of their policies and procedures relating to: identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; the internal controls established to mitigate risks of fraud or noncompliance with laws and regulations;
- how the Trust ensured it met its obligations arising from it being financed by the ESFA and other funders, and as such material compliance with these obligations is required to ensure the Trust will continue to receive its public funding and be authorised to operate, including around ensuring there is no material unauthorised use of funds and expenditure;
- how the Trust ensured it met its obligations to its principal regulator, the Secretary of State for Education; and
- the matters discussed among the audit engagement team and involving relevant internal Academy specialists regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud, which included incorrect recognition of revenue, management override of controls using manual journal entries, procurement and payroll. We identified the greatest potential for fraud as incorrect recognition of revenue and management override using manual journal entries.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. We also obtained an understanding of the legal and regulatory frameworks that the Trust operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Academies Accounts Direction, Academies Financial Handbook, UK Companies Act, Charity Law, Charity SORP and tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Trust's ability to operate or to avoid a material penalty. These included safeguarding regulations, data protection regulations, occupational health and safety regulations, education and inspections legislation, building legislation and employment legislation.

**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)**

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- reviewing the financial statement disclosures and testing to supporting documentation to assess the recognition of revenue;
- enquiring of Trustees and management and those charged with governance concerning actual and potential litigation and claims;
- performing procedures to confirm material compliance with the requirements of its regulators;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing internal control reports; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; and assessing whether the judgements made in making accounting estimates are indicative of a potential bias.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from an error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

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

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

**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**

In accordance with the terms of our engagement letter dated 20 October 2021 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2021 to 2022, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Truro & Penwith Academy Trust during the year 1 September 2021 to 31 August 2022 have been applied to the purposes identified by Parliament and the financial transactions conform to the authorities which govern them.

This report is made solely to 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 Academy Trust Handbook, extant from 1 September 2021, for ensuring that expenditure disbursed and income received is applied for the purposes intended by Parliament and the financial transactions conform to the authorities which govern them.

Our responsibilities for this engagement are established in the United Kingdom by our profession's ethical guidance and are to obtain limited assurance and report in accordance with our engagement letter and the requirements of the Academies Accounts Direction 2021 to 2022. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the year 1 September 2021 to 31 August 2022 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

APPROACH

We conducted our engagement in accordance with the Framework and Guide for External Auditors and Reporting Accountant of Academy Trusts issued by ESFA. We performed a limited assurance engagement as defined in our engagement letter.

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

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

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

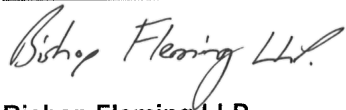
Our work on regularity included a review of the internal controls policies and procedures that have been implemented and an assessment of their design and effectiveness to understand how the Academy complied with the framework of authorities. We also reviewed the reports commissioned by the Trustees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

CONCLUSION

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

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)



Bishop Fleming LLP
Chartered Accountants
Statutory Auditors
Chy Nyverow
Newham Road
Truro
Cornwall
TR1 2DP

Date: 14 December 2022

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

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

	Note	Unrestricted funds 2022 £000	Restricted funds 2022 £000	Restricted fixed asset funds 2022 £000	Total funds 2022 £000	Total funds 2021 £000
Income from:						
Donations and capital grants:	3					
Donations - transfer of existing academy into the trust		-	-	-	-	1,595
Other donations and capital grants		126	-	2,473	2,599	3,069
Other trading activities	5	607	-	-	607	432
Investments	6	2	-	-	2	2
Charitable activities		2,199	36,611	-	38,810	35,219
Total income		2,934	36,611	2,473	42,018	40,317
Expenditure on:						
Raising funds		195	-	-	195	161
Charitable activities		2,091	40,224	1,899	44,214	38,418
Total expenditure	7	2,286	40,224	1,899	44,409	38,579
NET INCOME/ (EXPENDITURE)		648	(3,613)	574	(2,391)	1,738
Transfers between funds	18	(186)	(66)	252	-	-
Net movement in funds before other recognised gains/(losses)		462	(3,679)	826	(2,391)	1,738
Actuarial gains/(losses) on defined benefit pension schemes	25	-	22,394	-	22,394	(5,165)
Net movement in funds		462	18,715	826	20,003	(3,427)
Reconciliation of funds:						
Total funds brought forward		4,082	(22,225)	61,988	43,845	47,272
Net movement in funds		462	18,715	826	20,003	(3,427)
Total funds carried forward		4,544	(3,510)	62,814	63,848	43,845

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

The notes on pages 35 to 71 form part of these financial statements.

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

BALANCE SHEET
AS AT 31 AUGUST 2022

	Note	2022 £000	2021 £000
Fixed assets			
Tangible assets	14	61,417	60,511
Current assets			
Debtors	15	2,305	2,029
Cash at bank and in hand	22	6,857	6,983
		<u>9,162</u>	<u>9,012</u>
Creditors: amounts falling due within one year	16	(3,075)	(3,038)
Net current assets		<u>6,087</u>	<u>5,974</u>
Total assets less current liabilities		<u>67,504</u>	<u>66,485</u>
Creditors: amounts falling due after more than one year	17	(6)	(11)
Net assets excluding pension liability		<u>67,498</u>	<u>66,474</u>
Defined benefit pension scheme liability	25	(3,650)	(22,629)
Total net assets		<u><u>63,848</u></u>	<u><u>43,845</u></u>
Funds of the Trust			
Restricted funds:			
Fixed asset funds	18	62,814	61,988
Restricted income funds	18	140	404
		<u>62,954</u>	<u>62,392</u>
Restricted funds excluding pension reserve	18	62,954	62,392
Pension reserve	18	(3,650)	(22,629)
Total restricted funds	18	<u>59,304</u>	<u>39,763</u>
Unrestricted income funds	18	<u>4,544</u>	<u>4,082</u>
Total funds		<u><u>63,848</u></u>	<u><u>43,845</u></u>

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

**BALANCE SHEET (CONTINUED)
AS AT 31 AUGUST 2022**

The financial statements on pages 31 to 71 were approved and authorised for issue by the Trustees and are signed on their behalf, by:



Dr J Blunden OBE PhD FCCT
(Accounting Officer)

Date: 8 December 2022

The notes on pages 35 to 71 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 2022**

	Note	2022 £000	2021 £000
Cash flows from operating activities			
Net cash provided by operating activities	20	519	937
Cash flows from investing activities	21	(645)	455
		<hr/>	<hr/>
Change in cash and cash equivalents in the year		(126)	1,392
Cash and cash equivalents at the beginning of the year		6,983	5,591
Cash and cash equivalents at the end of the year	22, 23	6,857	6,983
		<hr/> <hr/>	<hr/> <hr/>

The notes on pages 35 to 71 form part of these financial statements

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

1. ACCOUNTING POLICIES

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

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Trust, which is a public benefit entity under FRS 102, have been prepared under the historic cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102), the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)), the Academies Accounts Direction 2021 to 2022 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

1.2 GOING CONCERN

The 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 2022

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.

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.

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:

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

1. ACCOUNTING POLICIES (continued)

1.6 TANGIBLE FIXED ASSETS (CONTINUED)

Depreciation is provided on the following bases:

Freehold property	- 2% per annum on cost, Freehold land not depreciated
Long-term leasehold property	- 2% per annum on cost, Leasehold land depreciated 2% per annum
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.

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.

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

1. ACCOUNTING POLICIES (continued)

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.

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 25, 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 2022. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

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.

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

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

3. INCOME FROM DONATIONS AND CAPITAL GRANTS

	Unrestricted funds 2022 £000	Restricted funds 2022 £000	Restricted fixed asset funds 2022 £000	Total funds 2022 £000
Donations	126	-	110	236
Capital Grants	-	-	2,363	2,363
	<u>126</u>	<u>-</u>	<u>2,473</u>	<u>2,599</u>

	Unrestricted funds 2021 £000	Restricted funds 2021 £000	Restricted fixed asset funds 2021 £000	Total funds 2021 £000
Donations - transfer of existing Academy into the Trust	400	(1,091)	2,286	1,595
Donations	172	-	327	499
Capital Grants	-	-	2,570	2,570
	<u>572</u>	<u>(1,091)</u>	<u>5,183</u>	<u>4,664</u>

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

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

4. FUNDING FOR THE TRUST'S EDUCATIONAL OPERATIONS

	Unrestricted funds 2022 £000	Restricted funds 2022 £000	Total funds 2022 £000
EDUCATION			
DFE/ESFA GRANTS			
General Annual Grant	-	30,310	30,310
OTHER DFE/ESFA GRANTS			
Pupil Premium	-	2,082	2,082
Teachers pay and pension grants	-	45	45
Universal Infant Free School Meals	-	665	665
Other DfE/ESFA grants	-	1,032	1,032
	-	34,134	34,134
OTHER GOVERNMENT GRANTS			
High Needs	-	1,008	1,008
Other government grants non capital	878	1,007	1,885
	878	2,015	2,893
Other income from the Trust's education	1,321	-	1,321
COVID-19 ADDITIONAL FUNDING (DFE/ESFA)			
Catch-up Premium	-	242	242
School-Led Tutoring	-	220	220
	-	462	462
	2,199	36,611	38,810
	2,199	36,611	38,810

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

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

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

	Unrestricted funds 2021 £000	Restricted funds 2021 £000	Total funds 2021 £000
EDUCATION			
DFE/ESFA GRANTS			
General Annual Grant	-	27,616	27,616
OTHER DFE/ESFA GRANTS			
Start up grants	-	23	23
Pupil Premium	-	1,971	1,971
Teachers pay and pension grants	-	1,262	1,262
Universal Infant Free School Meals	-	781	781
Other DfE/ESFA grants	-	773	773
	-	32,426	32,426
OTHER GOVERNMENT GRANTS			
High Needs	-	754	754
Other government grants non capital	486	497	983
	486	1,251	1,737
Other income from the Trust's education	564	-	564
COVID-19 ADDITIONAL FUNDING (DFE/ESFA)			
Catch-up Premium	-	492	492
	-	492	492
	1,050	34,169	35,219
	1,050	34,169	35,219

During 2021/22 the Trust received additional catch up premium in relation to Covid-19 of £241,735 (2021: £492,078), as disclosed separately above, £254,853 (2021: £478,960) of which was spent during the year.

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

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FOR THE YEAR ENDED 31 AUGUST 2022

5. INCOME FROM OTHER TRADING ACTIVITIES

	Unrestricted funds 2022 £000	Total funds 2022 £000	Total funds 2021 £000
Lettings	36	36	41
Insurance claims	269	269	205
Breakfast and after school club fees	302	302	186
	<u>607</u>	<u>607</u>	<u>432</u>

All 2021 amounts relate to unrestricted funds.

6. INVESTMENT INCOME

	Unrestricted funds 2022 £000	Total funds 2022 £000	Total funds 2021 £000
Bank interest	2	2	2
	<u>2</u>	<u>2</u>	<u>2</u>

All 2021 amounts relate to unrestricted funds.

7. EXPENDITURE

	Staff Costs 2022 £000	Premises 2022 £000	Other 2022 £000	Total 2022 £000
Expenditure on fundraising trading activities:				
Direct costs	195	-	-	195
Education:				
Direct costs	28,022	1,361	4,009	33,392
Allocated support costs	4,740	2,509	3,573	10,822
	<u>32,957</u>	<u>3,870</u>	<u>7,582</u>	<u>44,409</u>

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FOR THE YEAR ENDED 31 AUGUST 2022

7. EXPENDITURE (CONTINUED)

	Staff Costs 2021 £000	Premises 2021 £000	Other 2021 £000	Total 2021 £000
Expenditure on fundraising trading activities:				
Direct costs	161	-	-	161
Education:				
Direct costs	24,110	1,272	2,271	27,653
Allocated support costs	5,191	2,285	3,289	10,765
	<u>29,462</u>	<u>3,557</u>	<u>5,560</u>	<u>38,579</u>

8. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Activities undertaken directly 2022 £000	Support costs 2022 £000	Total funds 2022 £000
Education	<u>33,392</u>	<u>10,822</u>	<u>44,214</u>

	Activities undertaken directly 2021 £000	Support costs 2021 £000	Total funds 2021 £000
Education	<u>27,653</u>	<u>10,765</u>	<u>38,418</u>

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8. ANALYSIS OF EXPENDITURE BY ACTIVITIES (CONTINUED)

ANALYSIS OF SUPPORT COSTS

	Total funds 2022 £000	Total funds 2021 £000
Pension finance costs	37	130
Staff costs	4,740	5,191
Depreciation	284	255
Other costs	51	55
Recruitment and support	90	65
Maintenance of premises and equipment	791	734
Cleaning	705	612
Rent and rates	238	294
Energy costs	508	390
Insurance	394	348
Security and transport	225	177
Catering	1,207	1,214
Technology costs	712	616
Office overheads	193	200
Legal and professional	320	277
PFI charges	79	79
Governance	248	128
TOTAL 2022	10,822	10,765

9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) for the year includes:

	2022 £000	2021 £000
Operating lease rentals	184	179
Depreciation of tangible fixed assets	1,899	1,634
Fees paid to auditors for:		
- audit	25	22
- other services	6	6

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NOTES TO THE FINANCIAL STATEMENTS
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10. STAFF

a. STAFF COSTS

Staff costs during the year were as follows:

	2022 £000	2021 £000
Wages and salaries	22,158	20,722
Social security costs	2,027	1,847
Pension costs	7,800	6,251
	<u>31,985</u>	<u>28,820</u>
Agency staff costs	828	552
Staff restructuring costs	144	90
	<u>32,957</u>	<u>29,462</u>

Staff restructuring costs comprise:

	2022 £000	2021 £000
Redundancy payments	144	90
	<u>144</u>	<u>90</u>

b. SPECIAL STAFF SEVERANCE PAYMENTS

Included in staff restructuring costs are non-statutory/non contractual severance payments totalling £21,000 (2021: £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:

	2022 No.	2021 No.
Teachers	316	327
Administration and support	637	602
Management	53	33
	<u>1,006</u>	<u>962</u>

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10. STAFF (CONTINUED)

d. HIGHER PAID STAFF

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

	2022	2021
	No.	No.
In the band £60,001 - £70,000	19	20
In the band £70,001 - £80,000	5	3
In the band £80,001 - £90,000	1	-
In the band £100,001 - £110,000	1	1
In the band £110,001 - £120,000	1	1

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 £441,172 (2021: £411,243).

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FOR THE YEAR ENDED 31 AUGUST 2022**

11. 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 (2021: 4.5% of GAG).

The actual amounts charged during the year were as follows:

	2022	2021
	£000	£000
Pendeen School	21	23
St Ives School	153	134
St Dennis Primary Academy	40	34
Blackwater Community Primary School	23	21
Mithian School	22	21
St Just Primary School	37	35
Kehelland Village School	20	19
Perranporth Community Primary School	41	35
Chacewater Community Primary School	37	33
Threemilestone School	80	72
Roche Community Primary School	43	41
St Erth Community Primary School	24	21
Nancledra School	24	22
Kennall Vale School	27	25
Alverton Primary School	61	55
Newlyn School	30	29
Pensans Primary School	51	49
Sennen Community Primary School	20	16
Hayle Academy	135	130
Mousehole Community Primary School	24	23
Berrycoombe School	47	46
Cardinham School	18	15
Lanivet Community Primary School	35	32
Bodriggy Academy	61	57
Cape Cornwall School	84	80
Gulval Primary School	34	32
Liskeard Hillfort Primary School	74	69
Tywardreath Primary School	57	50

**TRURO & PENWITH ACADEMY TRUST
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

11. CENTRAL SERVICES (CONTINUED)

Trewirgie Infants School	48	12
TOTAL	<u><u>1,371</u></u>	<u><u>1,231</u></u>

12. 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 £115,000 - £120,000 (2021: £110,000 - £115,000), Employer's pension contributions £25,000 - £30,000 (2021: £25,000 - £30,000).

During the year ended 31 August 2022, expenses totalling £1,743 were reimbursed or paid directly to 1 Trustee (2021 - £381 to 1 Trustee). These expenses covered mileage, expenses and subsistence.

13. 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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14. TANGIBLE FIXED ASSETS

	Freehold property £000	Long-term leasehold property £000	Furniture and equipment £000	Computer equipment £000	Motor vehicles £000	Total £000
COST						
At 1 September 2021	19,671	39,855	6,151	1,142	84	66,903
Additions	123	342	2,129	211	-	2,805
At 31 August 2022	19,794	40,197	8,280	1,353	84	69,708
DEPRECIATION						
At 1 September 2021	1,154	3,476	1,024	681	57	6,392
Charge for the year	275	798	560	253	13	1,899
At 31 August 2022	1,429	4,274	1,584	934	70	8,291
NET BOOK VALUE						
At 31 August 2022	18,365	35,923	6,696	419	14	61,417
At 31 August 2021	18,517	36,379	5,127	462	26	60,511

Included in freehold property is land of £5,943,000 (2021: £5,943,000) that is not depreciated.

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15. DEBTORS

	2022	2021
	£000	£000
DUE WITHIN ONE YEAR		
Trade debtors	267	21
Other debtors	-	506
Prepayments and accrued income	1,555	1,092
VAT recoverable	483	410
	<u>2,305</u>	<u>2,029</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£000	£000
Salix loans	5	6
Trade creditors	867	805
Other taxation and social security	471	461
Other creditors	561	524
Accruals and deferred income	1,171	1,242
	<u>3,075</u>	<u>3,038</u>

	2022	2021
	£000	£000
Deferred income at 1 September 2020	473	493
Resources deferred during the year	458	473
Amounts released from previous periods	(473)	(493)
Deferred income at 31 August 2021	<u>458</u>	<u>473</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 2021/22 and nursery funding received in advance relating to the Autumn term.

17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021
	£000	£000
Salix loans	<u>6</u>	<u>11</u>

Included within Salix loans are 4 individual Salix loans totalling £11,000 repayable in six-monthly installments over a period of 4 - 5 years, all loans are interest free.

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NOTES TO THE FINANCIAL STATEMENTS
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18. STATEMENT OF FUNDS

	Balance at 1 September 2021 £000	Income £000	Expenditure £000	Transfers in/out £000	Gains/ (Losses) £000	Balance at 31 August 2022 £000
UNRESTRICTED FUNDS						
General Funds	4,082	2,934	(2,286)	(186)	-	4,544
RESTRICTED GENERAL FUNDS						
General Annual Grant (GAG)	154	30,310	(30,303)	(66)	-	95
Pupil Premium	17	2,082	(2,099)	-	-	-
Teachers pay and pension grants	-	45	(45)	-	-	-
Universal Infant Free School Meals	-	665	(665)	-	-	-
Catch Up Premium	18	242	(260)	-	-	-
Other DfE/ESFA grants	110	1,252	(1,317)	-	-	45
Other Government grants	105	2,015	(2,120)	-	-	-
Pension reserve	(22,629)	-	(3,415)	-	22,394	(3,650)
	(22,225)	36,611	(40,224)	(66)	22,394	(3,510)

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

18. STATEMENT OF FUNDS (CONTINUED)

	Balance at 1 September 2021 £000	Income £000	Expenditure £000	Transfers in/out £000	Gains/ (Losses) £000	Balance at 31 August 2022 £000
RESTRICTED FIXED ASSET FUNDS						
Fixed assets transferred on conversion	51,452	-	(1,543)	-	-	49,909
Fixed assets funded from GAG/DfE/ESF A funds	6,640	-	(240)	1,347	-	7,747
DfE/ESFA capital grants unspent	1,188	1,032	-	(1,024)	-	1,196
ESFA Specific Capital Grants	964	-	(29)	-	-	935
Devolved Formula Capital unspent	190	194	-	(256)	-	128
LA unspent capital grants	45	939	-	(961)	-	23
Sport England Capital grants	3	-	-	-	-	3
Other capital grants and donations	1,497	308	(87)	1,146	-	2,864
Big Lottery funded assets	9	-	-	-	-	9
	<u>61,988</u>	<u>2,473</u>	<u>(1,899)</u>	<u>252</u>	<u>-</u>	<u>62,814</u>
TOTAL RESTRICTED FUNDS	<u>39,763</u>	<u>39,084</u>	<u>(42,123)</u>	<u>186</u>	<u>22,394</u>	<u>59,304</u>
TOTAL FUNDS	<u><u>43,845</u></u>	<u><u>42,018</u></u>	<u><u>(44,409)</u></u>	<u><u>-</u></u>	<u><u>22,394</u></u>	<u><u>63,848</u></u>

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

18. 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.

Start up grant - Funding from the ESFA to contribute to the cost of converting from a school to an academy.

Pupil Premium - Income from the ESFA to tackle disadvantage.

Teaches pay and pension grants - Funding from the ESFA to cover teachers pay and pension increases.

Universal Infant Free School Meals - Funding received from the ESFA to support eligible pupils.

Catch Up Premium - Funding received from the ESFA towards additional costs incurred due to Covid-19 catch up needs of students.

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 2022.

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18. STATEMENT OF FUNDS (CONTINUED)

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

	Balance at 1 September 2020 £000	Income £000	Expenditure £000	Transfers in/out £000	Gains/ (Losses) £000	Balance at 31 August 2021 £000
UNRESTRICTED FUNDS						
General Funds	3,176	2,057	(361)	(790)	-	4,082
RESTRICTED GENERAL FUNDS						
General Annual Grant (GAG)	(13)	27,616	(27,926)	477	-	154
Start up grant	-	23	(23)	-	-	-
Pupil Premium	3	1,971	(1,957)	-	-	17
Teachers pay and pension grants	-	1,262	(1,262)	-	-	-
Universal Infant Free School Meals	-	781	(781)	-	-	-
Catch Up Premium	-	492	(474)	-	-	18
Other DfE/ESFA grants	68	884	(841)	(1)	-	110
Other Government grants	144	1,246	(1,285)	-	-	105
Pension reserve	(14,230)	(1,197)	(2,037)	-	(5,165)	(22,629)
	<u>(14,028)</u>	<u>33,078</u>	<u>(36,586)</u>	<u>476</u>	<u>(5,165)</u>	<u>(22,225)</u>

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18. STATEMENT OF FUNDS (CONTINUED)

	Balance at 1 September 2020 £000	Income £000	Expenditure £000	Transfers in/out £000	Gains/ (Losses) £000	Balance at 31 August 2021 £000
RESTRICTED FIXED ASSET FUNDS						
Fixed assets transferred on conversion	50,596	2,286	(1,430)	-	-	51,452
Fixed assets funded from GAG/DfE/ESF A funds	5,575	-	(178)	1,243	-	6,640
DfE/ESFA capital grants unspent	927	992	-	(731)	-	1,188
ESFA Specific Capital Grants	124	840	-	-	-	964
Devolved Formula Capital unspent	204	195	-	(209)	-	190
LA unspent capital grants	30	500	-	(485)	-	45
Sport England Capital grants	4	-	(1)	-	-	3
Other capital grants and donations	654	370	(23)	496	-	1,497
Big Lottery funded assets	10	-	(1)	-	-	9
	<u>58,124</u>	<u>5,183</u>	<u>(1,633)</u>	<u>314</u>	<u>-</u>	<u>61,988</u>
TOTAL RESTRICTED FUNDS	<u>44,096</u>	<u>38,261</u>	<u>(38,219)</u>	<u>790</u>	<u>(5,165)</u>	<u>39,763</u>
TOTAL FUNDS	<u><u>47,272</u></u>	<u><u>40,318</u></u>	<u><u>(38,580)</u></u>	<u><u>-</u></u>	<u><u>(5,165)</u></u>	<u><u>43,845</u></u>

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18. STATEMENT OF FUNDS (CONTINUED)

Total funds analysis by Academy

Fund balances at 31 August 2022 were allocated as follows:

	2022	2021
	£000	£000
Alverton Primary School	247	182
Berrycoombe School	31	71
Blackwater Community Primary School	77	71
Bodriggy Academy	328	245
Cape Cornwall School	33	30
Cardinham School	136	134
Chacewater Community Primary School	83	65
Gulval Primary School	111	91
Hayle Academy	511	490
Kehelland Village School	135	114
Kennall Vale School	129	105
Lanivet Community Primary School	98	80
Liskeard Hillfort Primary School	101	151
Mithian School	116	123
Mousehole Community Primary School	89	93
Nancledra School	100	87
Newlyn School	90	91
Pendeen School	144	121
Pensans Primary School	(145)	(17)
Perranporth Community Primary School	124	58
Roche Community Primary School	352	380
Sennen Community Primary School	36	34
St Dennis Primary Academy	178	278
St Erth Community Primary School	54	58
St Ives School	(74)	(3)
St Just Primary School	41	(1)
Threemilestone School	382	211
Tywardreath Primary School	263	162
Trewirgie Primary School	494	504
Cape Cornwall School Improvement Grant	22	106
CODE Maths Hub	33	-
Central Services	343	372
Perranporth new school	22	-
Total before fixed asset funds and pension reserve	4,684	4,486
Restricted fixed asset fund	62,814	61,988
Pension reserve	(3,650)	(22,629)

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

18. STATEMENT OF FUNDS (CONTINUED)

	2022 £000	2021 £000
TOTAL	<u><u>63,848</u></u>	<u><u>43,845</u></u>

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

	Deficit £000
Pensans Primary School	(145)
St Ives School	<u><u>(74)</u></u>

Pensans Primary School is carrying a net deficit of £145k (2021: £17k) this is mainly due to continued fall in pupil numbers, additional staffing and restructuring costs, and St Ives School is carrying a deficit of £74k (2021: £3k) as a result of additional staffing and school improvement support.

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

Action plans will be updated and implemented at the two schools in order to return them to a surplus position. This includes regular monitoring and scrutiny of future forecasts and budgets and monitoring expenditure throughout the year.

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18. STATEMENT OF FUNDS (CONTINUED)

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 2022 £000
Alverton Primary School	1,402	155	104	227	1,888
Berrycoombe School	1,009	135	92	224	1,460
Blackwater Community Primary School	451	44	101	145	741
Bodriggy Academy	1,089	178	73	267	1,607
Cape Cornwall School	1,340	337	154	366	2,197
Cardinham School	306	28	26	103	463
Chacewater Community Primary School	695	74	50	209	1,028
Gulval Primary School	674	127	60	162	1,023
Hayle Academy	2,329	359	185	449	3,322
Kehelland Village School	322	41	60	90	513
Kennall Vale School	465	27	62	145	699
Lanivet Community Primary School	670	54	67	151	942
Liskeard Hillfort Primary School	1,437	215	164	272	2,088
Mithian School	418	47	26	121	612
Mousehole Community Primary School	449	55	42	120	666
Nancladra School	433	37	56	87	613
Newlyn School	556	90	44	131	821
Pendeen School	367	60	39	106	572
Pensans Primary School	1,151	160	42	274	1,627
Perranporth Community Primary School	659	112	63	139	973
Roche Community Primary School	821	126	83	120	1,150
Sennen Community Primary School	355	26	39	102	522
St Dennis Primary Academy	793	90	73	209	1,165
St Erth Community Primary School	471	45	29	99	644
St Ives School	2,655	342	229	550	3,776
St Just Primary School	704	84	33	136	957

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

18. 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 2022 £000
Threemilestone School	1,346	177	146	374	2,043
Tywardreath Primary School	930	166	82	190	1,368
Trewirgie Infants School	1,027	245	37	187	1,496
Central Services	176	1,157	46	740	2,119
	<u>25,500</u>	<u>4,793</u>	<u>2,307</u>	<u>6,495</u>	<u>39,095</u>

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18. STATEMENT OF FUNDS (CONTINUED)

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 2021 £000
Alverton Primary School	1,125	133	56	223	1,537
Berrycoombe School	1,203	208	47	231	1,689
Blackwater Community Primary School	417	47	45	137	646
Bodriggy Academy	911	114	69	211	1,305
Cape Cornwall School	1,325	303	123	337	2,088
Cardinham School	310	28	24	94	456
Chacewater Community Primary School	648	80	46	216	990
Gulval Primary School	578	111	59	151	899
Hayle Academy	2,204	335	107	483	3,129
Kehelland Village School	355	40	40	86	521
Kennall Vale School	445	26	42	146	659
Lanivet Community Primary School	633	69	44	140	886
Liskeard Hillfort Primary School	1,304	208	78	290	1,880
Mithian School	406	47	18	123	594
Mousehole Community Primary School	424	47	30	135	636
Nancledra School	406	39	34	127	606
Newlyn School	515	87	32	133	767
Pendeen School	354	59	36	90	539
Pensans Primary School	1,042	238	32	230	1,542
Perranporth Community Primary School	631	111	49	135	926
Roche Community Primary School	813	119	45	124	1,101
Sennen Community Primary School	331	25	36	85	477
St Dennis Primary Academy	761	103	35	189	1,088
St Erth Community Primary School	430	45	29	104	608
St Ives School	2,567	292	149	493	3,501
St Just Primary School	664	71	32	127	894
Threemilestone School	1,375	166	86	374	2,001
Tywardreath Primary School	928	154	33	188	1,303
Trewirgie Primary School	251	61	12	45	369

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FOR THE YEAR ENDED 31 AUGUST 2022

18. 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 2021 £000
Central Services	54	1,089	27	102	1,272
	<u>23,410</u>	<u>4,455</u>	<u>1,495</u>	<u>5,549</u>	<u>34,909</u>

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NOTES TO THE FINANCIAL STATEMENTS
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19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Unrestricted funds 2022 £000	Restricted funds 2022 £000	Restricted fixed asset funds 2022 £000	Total funds 2022 £000
Tangible fixed assets	-	-	61,417	61,417
Current assets	7,231	534	1,397	9,162
Creditors due within one year	(2,681)	(394)	-	(3,075)
Creditors due in more than one year	(6)	-	-	(6)
Provisions for liabilities and charges	-	(3,650)	-	(3,650)
TOTAL	4,544	(3,510)	62,814	63,848

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Unrestricted funds 2021 £000	Restricted funds 2021 £000	Restricted fixed asset funds 2021 £000	Total funds 2021 £000
Tangible fixed assets	-	-	60,511	60,511
Current assets	6,735	800	1,477	9,012
Creditors due within one year	(2,642)	(396)	-	(3,038)
Creditors due in more than one year	(11)	-	-	(11)
Provisions for liabilities and charges	-	(22,629)	-	(22,629)
TOTAL	4,082	(22,225)	61,988	43,845

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FOR THE YEAR ENDED 31 AUGUST 2022**

20. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	2022	2021
	£000	£000
Net (expenditure)/income for the year (as per Statement of Financial Activities)	(2,391)	1,738
ADJUSTMENTS FOR:		
Depreciation	1,899	1,634
Capital grants from DfE and other capital income	(2,473)	(2,890)
Interest receivable	(2)	(2)
Defined benefit pension scheme cost less contributions payable	3,017	1,776
Defined benefit pension scheme finance cost	398	261
Decrease/(increase) in debtors	39	(458)
Increase in creditors	32	473
Net assets and liabilities from transfer of academy into trust	-	(1,595)
NET CASH PROVIDED BY OPERATING ACTIVITIES	519	937
21. CASH FLOWS FROM INVESTING ACTIVITIES		
	2022	2021
	£000	£000
Bank interest	2	2
Purchase of tangible fixed assets	(2,805)	(2,958)
Capital grants from DfE Group	2,048	2,528
Capital funding received from sponsors and others	110	327
Cash transferred from joining Academies	-	556
NET CASH (USED IN)/PROVIDED BY INVESTING ACTIVITIES	(645)	455
22. ANALYSIS OF CASH AND CASH EQUIVALENTS		
	2022	2021
	£000	£000
Cash in hand and at bank	6,857	6,983
TOTAL CASH AND CASH EQUIVALENTS	6,857	6,983

**TRURO & PENWITH ACADEMY TRUST
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23. ANALYSIS OF CHANGES IN NET DEBT

	At 1 September 2021 £000	Cash flows £000	At 31 August 2022 £000
Cash at bank and in hand	6,983	(126)	6,857
Debt due within 1 year	(6)	1	(5)
Debt due after 1 year	(11)	5	(6)
	<u>6,966</u>	<u>(120)</u>	<u>6,846</u>

24. CAPITAL COMMITMENTS

	2022 £000	2021 £000
Contracted but not provided for in these financial statements	<u>997</u>	<u>894</u>

25. 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 £544,740 were payable to the schemes at 31 August 2022 (2021 - £519,000) and are included within creditors.

TEACHERS' PENSION SCHEME

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

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

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 £2,642,013 (2021 - £3,021,000).

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

Under the definitions set out in FRS 102, the TPS is an unfunded multi-employer pension scheme. The 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.

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25. 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 2022 was £2,065,000 (2021 - £1,827,000), of which employer's contributions totalled £1,615,000 (2021 - £1,431,000) and employees' contributions totalled £ 450,000 (2021 - £396,000). The agreed contribution rates for future years are 17.1 per cent for employers and 5.5 - 12.5 per cent for employees.

As described in note the LGPS obligation relates to the employees of the Trust, who were the employees transferred as part of the conversion from the maintained school and new employees who were eligible to, and did, join the Scheme in the year. The obligation in respect of employees who transferred on conversion represents their cumulative service at both the predecessor school and the Trust at the balance sheet date.

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

	2022	2021
	%	%
Rate of increase in salaries	3.05	2.90
Discount rate of scheme liabilities	4.25	1.65
Inflation assumption (CPI)	3.05	2.90

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

	2022	2021
	Years	Years
Retiring today		
Males	21.3	21.5
Females	23.9	24.1
Retiring in 20 years		
Males	22.5	22.8
Females	25.6	25.8

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NOTES TO THE FINANCIAL STATEMENTS
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25. PENSION COMMITMENTS (CONTINUED)

SENSITIVITY ANALYSIS

	2022 £000	2021 £000
Discount rate -0.1%	691	1,152
Salary rate +0.1%	55	92
CPI rate +0.1%	642	1,043
	<u>642</u>	<u>1,043</u>

SHARE OF SCHEME ASSETS

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

	At 31 August 2022 £000	At 31 August 2021 £000
Equities	13,404	13,373
Corporate bonds	8,138	8,070
Property	1,915	1,383
Cash and other liquid assets	479	231
TOTAL MARKET VALUE OF ASSETS	<u>23,936</u>	<u>23,057</u>

The actual return on scheme assets was £957,000 (2021 - £2,305,000).

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

	2022 £000	2021 £000
Current service cost	(4,607)	(3,207)
Interest income	395	311
Interest cost	(793)	(572)
TOTAL AMOUNT RECOGNISED IN THE STATEMENT OF FINANCIAL ACTIVITIES	<u>(5,005)</u>	<u>(3,468)</u>

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**NOTES TO THE FINANCIAL STATEMENTS
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25. PENSION COMMITMENTS (CONTINUED)

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

	2022	2021
	£000	£000
AT 1 SEPTEMBER	45,686	31,282
Transferred in on existing Academies joining the Trust	-	2,940
Current service cost	4,632	3,207
Interest cost	793	572
Employee contributions	450	396
Actuarial losses/(gains)	(23,753)	7,470
Benefits paid	(223)	(181)
AT 31 AUGUST	27,585	45,686

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

	2022	2021
	£000	£000
AT 1 SEPTEMBER	23,057	17,052
Transferred in on existing Academies joining the Trust	-	1,743
Interest income	395	311
Actuarial gains	(1,359)	2,305
Employer contributions	1,615	1,431
Employee contributions	450	396
Benefits paid	(223)	(181)
AT 31 AUGUST	23,935	23,057

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**NOTES TO THE FINANCIAL STATEMENTS
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26. OPERATING LEASE COMMITMENTS

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

	2022	2021
	£000	£000
Not later than 1 year	678	667
Later than 1 year and not later than 5 years	2,247	2,282
Later than 5 years	2,696	3,125
	5,621	6,074

Included above are future minimum lease payments under non-cancellable 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 2021/22 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: £493,000
Amounts due between 1 and 5 years: £1,971,000
Amounts due after more than 5 years: £2,528,000

27. 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.

28. 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.

29. 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 the Trustee have an interest. All transactions involving such organisations are conducted in accordance with the requirements of the Academy Trust Handbook, including notifying the ESFA of all transactions made on or after 1 April 2019 and obtaining their approval where required, and with the Trust's financial regulations and normal procurement procedures relating to connected and related party transactions.

The following related party transactions took place in the year:

Truro and Penwith College - a Corporate Member. Transactions with no profit element totalling £33,549 (2021: £9,494) relating to recharges of costs largely relating to CODE Maths Hub to the Trust and £520,300 (2021: £2,096) relating to income received from the College for CODE Maths Hub took place in the year. £Nil was owed to the College by the Trust at the year end (2021: £Nil) and £Nil was owed to the Trust (2021: £1,000). 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.

The Truro and Penwith College (TPC) has direct grant agreement with the Department for Education (DFE) for the provision of CODE (Cornwall and Devon) Maths Hub. The College (TPC) entered into a Memorandum of Understanding with Truro and Penwith Academy Trust (TPAT) in 2021 to deliver and manage the CODE Maths Hub, including the audit and compliance of the grant fund, on its (TPC) behalf in accordance with the Grant terms and conditions as set out by the DFE.

The agreement between the two organisations (TPC and TPAT) started with effect from the 1st September 2021 and relates to the financial and academic year 2021/22 and future years until such a time as this agreement is ended.

The College (TPC) and Trust (TPAT) annually agree the Maths Hub finance and arrangements for delivery in accordance and in conjunction with the National Centre for Excellence in the Teaching of Mathematics (NCETM). Each year the College will transfer to TPAT the grant payments it receives in accordance with the DFE Grant schedule for CODE Maths Hub.

W Stevenson and Sons Limited - a company of which E Lambourn (local governing board member) is a director. Transactions totalling £Nil (2021: £68) relating to services provided to the Trust took place in the period. £Nil (2021: £NIL) was owed by the Trust at 31 August 2022. In entering into the transactions, the Trust has complied with the requirement of the ESFA's Academy Trust Handbook.

Donations free from any restrictions totalling £Nil (2021: £125,000) and donations restricted for the purchase of fixed assets totalling £Nil (2021: £66,487) were received from Trustees in the year.

Newlyn Art Gallery - a company of which J Green is the CEO. Transactions totalling £400 were received from the company to the Trust.

