

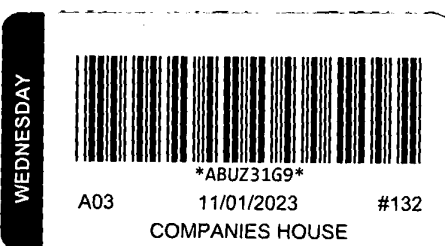
Companies House

**Spiral Partnership
Trust**

**Annual Report and
Financial Statements**

31 August 2022

Company Limited by Guarantee
Registration Number
08028375 (England and Wales)



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Reference and administrative information

Members	J R Earl M Cooper (resigned July 2022) G Harrison T T R Douglas S H Ainsworth
Trustees	A J Mayo, Chair of Trustees (resigned 31 August 2022) R Allen K E Burton T T R Douglas, Chair of Trustees (From 1 September 2022) J R Earl D R Godbold J J Maton (Resigned 15 December 2021) E J Murphy H L Witty (Resigned 31 August 2022) A J Godfrey, Chief Executive Officer (retired 30 September 2022) A Peek, Chief Executive Officer and Accounting Officer (retired 30 September 2022)
Company registered number	08028375
Principal and registered office	228 Hatfield Road St Albans Hertfordshire AL1 4LW

Reference and administrative information

Senior Management Team	<p>A J Godfrey, Chief Executive Officer (retired 30 September 2022)</p> <p>A Peek, Chief Executive Officer and Accounting Officer (retired 30 September 2022)</p> <p>M Cooper, Chief Executive Officer and Accounting Officer (From 1 October 2022)</p> <p>V Burman, Headteacher (retired 17 December 2021)</p> <p>K Cayford, Headteacher</p> <p>A Lindley, Executive Headteacher</p> <p>G Linwood, Headteacher (resigned 31 May 2022)</p> <p>C Longhurst, Headteacher</p> <p>B Dempsey, Headteacher (retired 30 October 2022)</p> <p>C Whitehouse, Acting Headteacher (From 1 June 2022 to 31 August 2022), Headteacher (From 1 September 2022)</p> <p>L Williams, Acting Headteacher (From 18 December 2021 to 31 August 2022), Headteacher (From 1 September 2022)</p> <p>J Gardner, Interim Headteacher (From 19 April 2022)</p> <p>K Bell, Chief Financial Officer (Until 31 December 2021)</p> <p>A Adeoye, Chief Financial Officer (Interim 5 January 2022 to 8 May 2022)</p> <p>C Semon, Chief Financial Officer (From 9 May 2022)</p>
Independent auditor	<p>Buzzacott LLP</p> <p>130 Wood Street</p> <p>London</p> <p>EC2V 6DL</p>
Bankers	<p>Lloyds Bank PLC</p> <p>PO Box 1000</p> <p>BX1 1LT</p>
Solicitors	<p>Veale Wasbrough Vizards LLP</p> <p>Barnards Inn</p> <p>86 Fetter Lane</p> <p>London</p> <p>EC4A 1AD</p>

Trustees' report 31 August 2022

The Trustees present their annual report together with the financial statements and auditor's report of Spiral Partnership Trust (the Trust) for the period 1 September 2021 to 31 August 2022.

The annual report serves the purposes of both a trustees' report and a directors' report under company law.

The Trust operates six primary schools in Hertfordshire for pupils aged 3 to 11 as well as a School Family Worker service (LSP) and Local Special Needs support (DSPL) serving a catchment area in St Albans district, Hertfordshire. The schools have a combined pupil capacity of 2,130 inc. Nursery and had a roll of 1,842 including Nursery in the school census in October 2022.

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 the Trust are also the Directors of the Charitable Company for the purposes of company law. The Charitable Company is known as Spiral Partnership Trust.

Details of the Trustees who served during the year and to the date these accounts are approved are included in the Reference and Administrative Details on page 1.

Members' liability

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

Trustees' indemnities

In accordance with commercial practice the Trust has purchased insurance to protect directors, governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on Trust business.

Method of recruitment and appointment or election of Trustees

At the accounting date the Board of Trustees consisted of five members; two of whom are also trustees, seven additional Trustees plus the two Joint Chief Executive Officers which are both ex-officio Trustee roles. The Board of Trustees is selected to ensure an appropriate skill set for the Trust, providing a wide breadth of talent and expertise which enables the Trust to enhance the opportunities for its staff and pupils. The method of recruiting new Trustees is as follows:

- ◆ the Members may appoint by ordinary resolution up to five Trustees;

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

- ◆ the Trustees may appoint additional co-opted Trustees;
- ◆ the total number of Trustees (including the Chief Executive Officers) who are employees of the Trust shall not exceed one third of the total number of Trustees;
- ◆ if there is no provision for elected parent governors on the Local School Committee the Trust shall include two parent trustees;
- ◆ providing that the Chief Executive Officers agree, the Members may by ordinary resolution appoint them as ex-officio Trustees; and
- ◆ the Trustees shall elect a chair and a vice-chair every two school years. A Trustee who is employed by the Trust shall not be eligible for election as chair or vice-chair.

Policies and procedures adopted for the induction and training of Trustees

All Trustees receive appropriate induction by the Chair of the Trust and the Chief Executive Officers as well as through buy-back arrangements with the Local Authority Governance Team. Each Trustee upon appointment has been provided with access to an induction folder containing overview documentation, available on the governance portal. The schools subscribe to governor training through Hertfordshire traded services, which Trustees have access to. Each new Trustee is provided with a mentor who provides an overview of the committee structures and is available to answer any questions the individual may have. In order to keep up to date with the latest good practice, representatives also attend appropriate training courses run in-house and by industry providers, our professional advisers and other relevant organisations. Group training is organised to meet needs identified through self-review.

Organisational Structure

The Governance organisational structure consists of:

- ◆ the Trust Board;
- ◆ a Finance and Audit and Risk Committee;
- ◆ a Remuneration and HR Committee;
- ◆ an Education Committee;
- ◆ the schools' Local School Committees (LSC);
- ◆ Local Schools Partnership (LSP) and Delivering Special Provision Locally (DSPL) Advisory Boards; and
- ◆ the Senior Leadership Team of the Trust and the separate Leadership Teams of each school.

The Trustees are responsible for:

- ◆ approving statutory policies;
- ◆ adopting the annual budget and medium term financial plan;

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Organisational Structure (continued)

- ◆ making major decisions about the direction of the Trust;
- ◆ setting and reviewing the Trust's strategy annually, and approving plans for its implementation;
- ◆ approving significant contractual or capital expenditure as specified in the schedule of financial delegation;
- ◆ senior staff appointments;
- ◆ the appointment of auditors; and
- ◆ risk management.

Committees of the Trust have approved terms of reference and formalised delegated authorities:

- ◆ the Finance and Audit and Risk Committee monitors finance, premises, staff costs, and audit matters including risk, internal controls and the integrity of the financial statements;
- ◆ the Remuneration and HR Committee manages performance related pay of its staff including the Chief Executive Officers and Headteachers with annual review of the Pay Policy including benchmarking;
- ◆ the Education Committee – including membership from each LSC monitors standards across the Trust's schools and ensures policies are aligned;
- ◆ the LSP and DSPL Advisory Boards monitor the performance and outcomes of the services.

Local School Committees are responsible for overseeing functions of schools within the Trust within the responsibility delegated to them by the Trustees, typically:

- ◆ curriculum and standards;
- ◆ resources;
- ◆ premises;
- ◆ performance;
- ◆ supporting the work of the Board of Trustees through decision making and recommendations.

The School Leadership Teams implement the statutory policies laid down by the Trustees and it is the role of the Local School Committees to monitor their implementation. The Leadership Teams are assisted in their responsibilities by a School Business Manager, each of whom has a reporting line to the Chief Financial Officer.

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Section 3.1.1 of HM Treasury's "Managing Public Money – Accounting Officer roles and responsibilities" requires that an Accounting Officer should be appointed on behalf of the Multi-Academy Trust. Marcus Cooper, Chief Executive Officer is the appointed Accounting Officer.

Arrangements for setting pay and remuneration of key management personnel

The pay and remuneration of the Trust's key personnel is set and reviewed by the Remuneration and HR Committee. This is based on market valuation of equivalent roles, benchmarking where available, job evaluations and the Trust pay policy. School Leaders' pay are based on the Trust's agreed pay and appraisal policies which include individual school ranges based on school group size. Pay progression is informed by appraisal and the meeting of key objectives and standards. The Trustees pay due regard to nationally and locally agreed terms and conditions, The Academies Trust Handbook and market rates as well as taking advice from external consultants where necessary.

Trade union facility time

There were no employees during 2021-2022 who were union officials or who spent time on facility time.

Related parties and other connected charities and organisations

Spiral Partnership Trust has a contract with Hertfordshire Local Authority to provide School Family Worker support on behalf of a Local Partnership, a group of 42 local schools comprising infant, junior, primary, special and secondary schools. Spiral has appointed a Community Interest Company, VISTA, to carry out this work. The contract with VISTA is reviewed annually. The purpose of the project is to:

- ◆ improve outcomes for children and young people;
- ◆ narrow the gap in attainment and well-being by removing barriers to learning;
- ◆ improve and support parenting;
- ◆ improve engagement with, and participation of, parents/carers with their children's learning; and
- ◆ improve access to locally delivered universal and preventative services, by identifying low level unmet need within the Partnership.

Total income from the Local Authority and the partnership schools is equal to the payments to VISTA after operational costs are deducted. This is an agency arrangement for which further details can be found in note 22 of the financial statements.

Spiral Partnership Trust also has a contract with Hertfordshire Local Authority to act as the lead agency for DSPL7 – delivering special provision locally. Funding is received to fulfil the service level agreement that outlines the core purpose of DSPL.

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Related parties and other connected charities and organisations (continued)

These are:

- ◆ to improve outcomes for young children and their families, with a particular focus on those in greatest need;
- ◆ to make sure all children are properly prepared for school, regardless of background or family circumstances;
- ◆ to offer support to parents.

The income and expenditure of DSPL are incorporated into the financial results of the Trust.

The following services are being supplied by Herts for Learning Ltd, a company of which each of the Trust's schools are shareholders (value of £1).

- ◆ connectivity and IT support;
- ◆ HR retainer services;
- ◆ governor support;
- ◆ school improvement services.

Engagement with employees (including disabled persons)

Employees are consulted on matters of importance as they arise and more generally about the schools and the Trust annually. Feedback is used to inform decision-making and to improve outcomes.

- ◆ Additional surveys are taken to explore specific issues in more depth, such as Staff well-being and retention
- ◆ Each employee has had regular 1:1 opportunities to engage in professional discussions about their role
- ◆ Headteacher 360 degree evaluations are used to improve leadership
- ◆ Exit interviews were carried out for all employees to help with future recruitment

Employees are kept informed on matters of concern to them through regular bulletins, targeted letters and emails, a shared online HR portal and Trust server as well as attendance at an annual celebration evening.

Spiral Partnership Trust is a fair employer. Policies and practice ensure that there is an understanding of disability by managers and leaders that enable them to recruit and support disabled people. Reasonable adaptations are made to accommodate and retain disabled people in the Trust.

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

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

The Trust maintains business relationships with suppliers through regular engagement and contract review meetings. In addition, the Trust is mindful of the terms and conditions applied by suppliers and ensures compliance and regularity to maintain high standards of business conduct and a positive relationship. Spiral Partnership Trust believes that its schools should be a focal point of the local community and that they should impact positively on that community and their stakeholders. The Trust fosters strong relationships with parents and the communities the schools' serve through:

- ◆ regular communication,
- ◆ active parent teacher councils,
- ◆ community partnerships with local businesses and council groups,
- ◆ parents evenings,
- ◆ regular consultations and surveys,
- ◆ LSC governors questions and discussions at parents evenings,
- ◆ Trust communications to staff and parents,
- ◆ our attendance at local provider user groups ,
- ◆ supporting other schools outside our organisation,
- ◆ engagement with and representation on Hertfordshire headteacher forums and local headteacher groups.

Following a period of reduced engagement as a result of COVID 19 in the previous year, these relationships have increased and the schools have positively engaged with their communities to respond to government directives as well as to support vulnerable families, local food bank distribution and key safeguarding and health coordination with social workers, police and counsellors.

OBJECTIVES AND ACTIVITIES

Objects and aims

The Trust's Articles of Association set out its objects as follows.

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;
- ◆ providing childcare facilities and adult training to develop the capacity and skills of parents-to-be and parents with children, primarily, but not exclusively, under five, in such a way that they are better able to identify and help meet the needs of children;
- ◆ promoting for the benefit of the inhabitants of the areas in which the schools are situated, the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances or for the public at large in the interests of social welfare and with the object of improving the condition of life of the said inhabitants.

Objectives, strategies and activities

The Trust's vision is that:

- ◆ all our children will be able to say that they had an excellent education which reflected their individual needs and enabled them to achieve their potential;
- ◆ our schools will create an environment where children love learning and develop the self-confidence to aim high in all that they do;
- ◆ through our commitment to raising standards in education we will be known for sharing our knowledge and experience with others as well as learning from them;
- ◆ we will be known for collaboration and partnership working with and supporting all stakeholders in the development and education of young children;
- ◆ Spiral schools will be a first choice for parents and staff.

The guiding principles of the Trust prioritise:

- ◆ A focus on learning
- ◆ Progress
- ◆ High expectations
- ◆ Honest self-evaluation
- ◆ Mutual respect

OBJECTIVES AND ACTIVITIES (continued)

Objectives, strategies and activities (continued)

- ◆ A recognition the Trust's adults are role models
- ◆ Confidentiality
- ◆ The importance of whole school systems, policies and processes
- ◆ A data driven evidence-based approach
- ◆ Professional management of resources
- ◆ Innovation and creativity
- ◆ The five stated British values of: Democracy, The Rule of Law, Individual Liberty, Mutual Respect and Tolerance of those with different faiths and beliefs
- ◆ Working with others in partnership

Each school translates these principles into its own individual aims which are formally prioritised through the School Development Plans.

Public benefit

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Trust should undertake for purposes of public benefit. We are satisfied that all our activities support our charitable objects and that consideration is given to the fulfilment of these objects when new activities are considered.

In addition to providing an outstanding education for 1,842 pupils (as of October 2022) from the local community, the schools within the Trust are open throughout the week for use by the community. A variety of activities take place including rehearsals and performances by local musical groups, performing arts classes, sports activities, special needs groups, parenting courses and health care groups.

STRATEGIC REPORT

Achievements and performance

Spiral Partnership Trust has continued to deliver against its aims and objectives and maintained a focus on key strategic priorities during 2022-2023.

Operations and Business continuity

The impact of the post pandemic, resulted in some remaining pressures on school administration and finances. Nevertheless, business operations were well supported and continued successfully due to:

- ◆ A flexible way of working from both home and office by the central team.

STRATEGIC REPORT (continued)

Operations and Business continuity (continued)

- ◆ On-line conferencing systems exploited to keep teams in touch
- ◆ BACS payments and transactions continuing
- ◆ Specialist software allowing for on-line compliance checks for health and safety
- ◆ Central IT and premises staff being able to support all schools
- ◆ All areas of risk registers were regularly reviewed for the impact of COVID 19 and revised to mitigate risk.

Staffing

- ◆ All schools have continued to remain open during 2021-2022.
- ◆ Staffing levels have been managed effectively despite significant pressures of staff absence due illness, isolation and testing.

Educational Outcomes

- ◆ Schools are delivering a robust curriculum and are providing a high-quality education to children. Evidence shows that children are engaged and learning.
- ◆ Assessment has continued to be a priority in all schools as they have continued to identify and address gaps in pupils learning as a result of COVID 19. This has included a continued focus on refining the curriculum to ensure the needs of all pupils are met.
- ◆ For the first time since 2019 national assessments were carried out for pupils across the primary age range. For pupils at the end of Year 6 these demonstrated improvements on outcomes for 2019. For example, in reading at the end of Key Stage 2 all schools either maintained or improved the percentage of pupils at age-related expectations.
- ◆ During 2021-2022 three of the Trust schools were inspected by Ofsted. One of which was a Section 8 ungraded inspection and the other two were Section 5 graded inspections.
 - Mandeville Primary School (Section 8). The school was judged to be a strong good or outstanding school in all areas;
 - Springmead Primary School (Section 5) moved from Special Measures to Good. The school has made incredible progress since being judged inadequate in 2017 to securing Good in all areas in 2022.
 - Chaulden Junior School (Section 5) remained as Requires Improvement. Ofsted recognised the challenges faced by the school.

STRATEGIC REPORT (continued)

Summary of financial performance:

	2022 £	2021 £
Net expenditure for the year	(358,000)	(822,000)
Add: net expenditure (income) attributable to the fixed asset fund	(479,000)	441,000
Add: LGPS pension scheme adjustments	979,000	429,000
Operational surplus in the year	142,000	48,000
Less: Adjustment to CIF funding for 20/21	—	(39,000)
Less: Contribution to the Hub from reserves	(152,000)	—
Less: Contribution to CIF from reserves	(240,000)	(23,000)
Movement on reserves for the year (excluding fixed asset and pension reserves)	(250,000)	(14,000)

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. Strategic decisions taken now are evaluated for impact on future success; including cost implications and the potential drain on reserves. All plans are considered for future sustainability both at school and Trust level. For this reason the Trust continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Statement of Accounting Policies.

Promoting the success of the company

The directors have reported in the sections on engagement with employees, suppliers, and others on how they promote the success of the Trust how they have had regard to employee interests, and the effect on the principal decisions taken. In addition, the directors have provided a summary of how they have fostered business relationships with suppliers, parents and the community.

FINANCIAL REVIEW

The Trust has six separate supplemental funding agreements with the ESFA, one for each school, and income is obtained in the form of recurrent grants, the use of which is restricted to particular purposes. The Nursery funding is allocated by Hertfordshire County Council through the Single Early Years Funding Formula. The Local School Partnerships and DSPL are funded through a grant via Hertfordshire County Council. All funds received by the Trust are received directly into the bank account of each school.

The schools set balanced budgets for the year 2021-22 and reached a year end position more positive than anticipated. This was due to prudent monitoring and review, allowing for robust spending decisions. Where the Trust allocated approved expenditure from reserves for specific improvement plans, this was largely subsumed into the in-year budget meaning reserves were not accessed.

Total net assets, including the pension scheme liability at the end of this reporting period are £26,529,000 (2021: £19,957,000) and of this, current net assets are £1,381,000 (2021: £1,444,000).

The Trust has pension liabilities in relation to staff who were part of the Local Government Pension Scheme of £786,000 (2021: £6,737,000).

Further details are included in Note 19. The pension deficit is reviewed at least annually by the Finance, Audit and risk Committee.

Reserves policy

In establishing a reserves policy, the Trust considers and balances the following principles:

- ◆ sufficient funds should be immediately available to meet urgent or emergency requirements;
- ◆ the Trust has an obligation to meet its liabilities as they fall due, ensuring sufficient cash balances to smooth short term cash deficit issues whether arising from adverse timing or other situations;
- ◆ the obligation to support schools which fall into short term financial difficulties;
- ◆ the Trustees have an obligation to protect the assets of the Trust, predominantly leasehold land and buildings and plant and equipment, ensuring timely repairs and renewals and replacement of infrastructure;
- ◆ the income of the Trust should be spent for the benefit of current pupils and there are systems for drawing on reserves for one off, sustainable school improvement driven priorities;
- ◆ the Trust has a responsibility to ensure that funds allocated by the Secretary of State are spent for the purposes intended and to prevent unauthorised use of restricted reserves (set aside for specific purposes by funders);
- ◆ as a Multi Academy Trust, the Trust is permitted to pool a portion of each school's GAG income to meet the running costs at any of its schools; and
- ◆ the Trust policy is to identify a percentage of GAG income on an annual basis to be used for collaborative activities and central services and support. The Trust budgets for its central services and advises the LSCs of the central contribution for the coming year. This is in addition to a school paying another school for goods or services or contributing toward the cost of shared services.

The reserve levels at 31 August 2022 were £1,000,000 (2021: £1,249,000), excluding fixed asset reserves and the deficit on pension schemes.

FINANCIAL REVIEW (continued)

Reserves policy (continued)

The Trustees have designated the following sums to categories of reserves:

- ◆ £205,000 to carry out infrastructure works, informed by the Asset Management Plans of the Trust and its schools, which are reviewed at least annually.

After taking the categories of designated reserves into account, £795,000 remains as free reserves of which £396,000 is identified as income protection and contingency, informed by the budgets of the Trust and its schools over two years; allowing time for the Trust to adjust to forecast deficits arising from falling future income streams. It also includes a minimum reserve position.

The Trustees have judged that reserves are sufficient, as they stand, to meet the needs of the Trust.

Further details on the levels of reserves are included in note 17 to the financial statements.

The Trustees review the reserves levels of the Trust at least annually. The Finance and Audit Committee monitors them on a regular basis and draws any issues to the attention of the Trustees.

Investment policy

The Trust's investment objectives are as follows:

- ◆ to preserve the capital value of the reserves with a minimum level of risk;
- ◆ to ensure the majority of the assets are available at short notice to meet the anticipated and unanticipated cash flow requirements; and
- ◆ To obtain a return on any funds not immediately required.

Based on these objectives, the Trust policy is that reserves are maintained as cash balances, the majority of which are held with a single institution of good credit rating. A proportion of this is held in a fixed term deposit account as per the Trust's Treasury Management policy. A set amount is also held in a separate institution, representing a risk managed approach to investments. Both institutions have been chosen primarily based on their credit score to mitigate risk. Other considerations such as interest rates and ethical concerns are also considered.

FINANCIAL REVIEW (continued)

Principal risks and uncertainties

The Trustees have assessed the major risks to which the Trust is exposed, in particular to those related to the operations and finances of the Trust and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks. The Trust's Finance, Audit and Risk Committee is charged with responsibility to consider, and take appropriate action against major risks which could impact the Trust. The Trust also operates systems to assess risks and there are measures in place to minimise these risks. Where remaining risk is deemed to be significant, the Trust has adequate insurance cover.

The Trust's risk register identifies its key risks and corresponding actions. Progress on agreed action plans is monitored by the Finance, Audit and Risk Committee. After considering the levels of controls and processes in place to mitigate risk, the Trust has currently identified the following key residual risks:

- ◆ Sustainability and management of central function and Trust infrastructure, while cost pressures are rising and during the current planned period of expansion. Addressed through:
 - ◇ analysis of costs and Key Performance Indicators including benchmarking against industry peers to identify sources of cost and efficiency savings;
 - ◇ close monitoring of financial information across the Trust and action to balance in-year budgets;
 - ◇ Review of circumstances and consideration of growth options.
- ◆ The impact on the Trust's overall Key Performance Indicators and/or reputation whilst supporting schools requiring Improvement. Addressed through:
 - ◇ providing a rigorous school improvement and quality assurance programme;
 - ◇ developing and deploying expert leaders to support school improvement;
 - ◇ designing and building leadership systems within our existing schools to ensure that capacity remains high;
 - ◇ building robust administrative and financial systems to ensure that non-teaching functions do not detract from the Trust's focus.
- ◆ Supporting schools to address gaps in learning caused by the disruptions in education by COVID 19; to sustain positive outcomes for children. Addressed through:
 - ◇ Continuing development of individual school curricula;
 - ◇ Internal reviews of provision and current baselines;
 - ◇ Rigorous deployment of supplementary funding available;
 - ◇ Developing in-school and remote curricula that address knowledge gaps.

FINANCIAL REVIEW (continued)

Principal risks and uncertainties (continued)

The Trust recognises that it needs an optimal size to sustain a value-adding, collaborative central team. It believes it should grow in order to achieve this. In 2021-2022 the Trust carried out due diligence with The Shared Trust Partnership. The Trust continues to work with the Regional Director in relation to a growth plan.

FUNDRAISING

The Trust does not currently have any central fundraising activities. It does not use the services of professional fundraisers.

The practice in place is that schools will individually develop fundraising activities – typically with the assistance of their parent bodies through a formal PTA. They are guided by:

- ◆ The PTA national body
- ◆ The Trust's policy on advertising and commercial sponsorship
- ◆ The Trust's letting policy
- ◆ The Trust's financial procedures

There have been no complaints over fundraising in the period 2021-2022 (2020-2021 – None.)

Streamlined Energy and Carbon Reporting

UK Greenhouse gas emissions and energy use data		
	1 September 2021 to 31 August 2022	1 September 2020 to 31 August 2021
Energy consumption used to calculate emissions (kWh)	1,878,493	2,244,500
Gas [kWh]	1,394,541	1,757,204
Oil [kWh]	0	0
LPG [kWh]	0	0
Electricity [kWh]	462,055	483,872
Electricity Renewables [kWh]	0	0
Transport Fuel [kWh]	21,643	3,102
Scope 1 emissions in metric tonnes CO₂e	254.56	321.85
Gas consumption	254.56	321.85
Oil consumption	0.00	0.00
LPG consumption	0.00	0.00
Owned transport – mini-buses	0.00	0.00
Scope 2 emissions in metric tonnes CO₂e	89.35	102.74
Purchased electricity	89.35	102.74
Purchased electricity renewables	0.00	0.00
Scope 3 emissions in metric tonnes CO₂e	5.10	0.61
Business travel in employee owned vehicles [petrol / diesel]	5.10	0.61
Business travel in employee owned vehicles [electric]	0.00	0.00
Total gross emissions in metric tonnes CO₂e	349.02	425.20
Total number of students within the trust	1,842	1,835
Intensity ratio Tonnes CO₂e per pupil	0.19	0.23

Quantification and Reporting Methodology

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

Intensity measurement

The intensity measure we are using as a trust assessed the Tonnes of CO₂e emitted per pupil and in our accounts for 2021 - 2022 the intensity ratio was 0.19.

Measures planned to improve energy efficiency in the next 12 months

We are looking to utilise the funding from the Public Sector Decarbonisation Scheme to look at ways to replace some of the boilers in the Trust and reduce our Carbon Footprint.

PLANS FOR FUTURE PERIODS

Strategic plans are in place to ensure capacity and sustainability are maintained. The coming year's objectives are to:

- ◆ To induct the newly appointed Chief Executive Officer from 1 October 2022. Plan for the leadership succession of the Trust from 2022 onwards;
- ◆ To actively pursue opportunities for growth within the current educational landscape and our own capacity;

The Spiral Partnership Trust (SPT) and The Shared Learning Trust (TSLT) are in discussions regarding a possible partnership to benefit pupils, staff and families across Herts, Luton and Central Beds, which would result in SPT and TSLT. Due diligence commenced in November 2021 and, as part of this, a series of consultations on the proposal has taken place with staff, parents and the wider community. The Regional Director for the East of England region will have ultimate approval of the merger. No final decision has been taken;

- ◆ Continue to embed a responsive curriculum and teaching that will address loss of learning due to COVID 19;
- ◆ Sustain high educational standards in all our schools;
- ◆ Ensure schools identified as less than good are supported to improve (including at their next inspection);
- ◆ Continue to evaluate and pursue savings on Trust wide contracts and review impact;
- ◆ Further develop an IT strategy that allows for sustainability.

FUNDS HELD AS CUSTODIAN TRUSTEE ON BEHALF OF OTHERS

There were no funds held by the Trust as custodian trustee at any time during the year.

Trustees' report 31 August 2022


AUDITOR

Insofar as the Trustees are aware:

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

The Auditors were re-appointed following a review of the contract.

The Trustees' report, incorporating a strategic report, approved by order of the Board of Trustees, as the Charitable Company's Directors, on 15 December 2022 and signed on the Board's behalf by:

A handwritten signature in black ink, appearing to read 'T T R Douglas', with a horizontal line drawn underneath.

T T R Douglas
Chair of Trustees

Scope of responsibility

As Trustees, we acknowledge we have overall responsibility for ensuring that Spiral Partnership 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 Officer, Marcus Cooper, as Accounting Officer, for ensuring financial controls conform with the requirements of propriety and good financial management, in accordance with the requirements and responsibilities assigned to it in the master funding agreement between Spiral Partnership Trust and the Secretary of State for Education, and the supplementary funding agreements between the respective schools and the Secretary of State for Education. The accounting officer is also responsible for reporting to the Board of Trustees any material weaknesses or breakdowns in internal control.

Governance

As trustees, we have reviewed and taken account of the guidance in DfE's Governance Handbook and competency framework for governance. There is a broad range of expertise amongst the directors and this enables the Board to work effectively. Leadership continues to be highlighted as a strength with a particular focus on the positive, self-reflective approach. The Trust Board is actively seeking new trustees to continue to strengthen governance. Training continues to focus on identified needs.

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; and in addition, they met for an AGM and 2 separate strategy days to review their strategic plan. Oversight is maintained between meetings with a monthly submission of management accounts by the CFO and 4 additional Finance, Risk and Audit meetings. Attendance during the year at meetings of the Board of Trustees was as follows:

Trustee	Meetings attended	Out of a possible
A J Mayo, Chair of Trustees (resigned 31 August 2022)	6	6
R Allen	6	6
K E Burton	6	6
T T R Douglas, Chair of Trustees (from 1 September 2022)	6	6
J R Earl	6	6
D R Godbold	3	6
J J Maton (resigned 15 December 2021)	2	2
E J Murphy	4	6
H L Witty (resigned 31 August 2022)	4	6
A Peek, Chief Executive and Accounting Officer (retired 31 August 2022)	6	6
A J Godfrey, Chief Executive Officer (retired 31 August 2022)	6	6

Governance statement 31 August 2022

Governance (continued)

The Finance, Audit and Risk Committee is a sub-committee of the Board of Trustees whose membership includes at least two Trustees two of whom are Chartered Accountants. Their purpose is to oversee financial and audit and risk matters.

The Audit and Risk Committee is combined with the Finance Committee, with specific time and attention given to audit matters, as required, during the course of meetings. During the year the Finance, Audit and Risk Committee reviewed the financial reports provided, and the Schedule of Financial Delegation and Reserves Policy for approval by the Trustees.

The Finance, Audit and Risk Committee met a total of four times in relation to finance and/or audit matters during the financial year. Attendance by Trustees at those meetings during the year was as follows:

Trustee	Meetings attended	Out of a possible
R Allen	2	3
K E Burton	4	4
J J Maton (resigned 15 December 2021)	1	1
H L Witty (resigned 31 August 2022)	4	4
A Peek, Chief Executive Officer and Accounting Officer (retired 31 August 2022)	4	4
A Godfrey, Chief Executive Officer (retired 31 August 2022)	4	4

Conflicts of interest

All Trustees, Members and Governors provide an annual declaration confirming any interest they may have that could result in a conflict of interests. They are asked to provide updates whenever this changes.

If any item of business on the agenda of a Governors' meeting may prove a conflict, the Governor concerned is asked to excuse themselves. The list of interests is reviewed along with the agenda of each meeting. The Trust maintains a complete register of interest which is updated and reviewed regularly.

Review of value for money

As Accounting Officer, the Chief Executive Officer 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 social 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 available. The Accounting Officer for the Trust has delivered improved value for money during the year through:

- ♦ Managing contracts efficiently.

Review of value for money (continued)

- ◆ Targeted use of funds for identified school improvement priorities. Working with the schools to review efficiency and assess school resource management so that budgets are based on key affordable metrics.
- ◆ More focus on benchmarking and consistent chart of accounts so that informed scrutiny is possible.
- ◆ Continued contract management leading to significant collaborative savings across the schools.

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 the Trust's policies, aims and objectives, to evaluate the likelihood of those risks being realised, the subsequent impact and to manage them efficiently, effectively and economically. The system of internal control has been in place in Spiral Partnership Trust for the year 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 academy trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The Board of Trustees is of the view that there is a formal on-going process for identifying, evaluating and managing the academy trust's significant risks that has been in place for the year to 31 August 2022 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the Board of Trustees.

The risk and control framework

The newly revised FRC Ethical Standard calls for objectivity, independence and integrity in professional and business activities and relationships. The Trust's financial policies, systems of internal controls and appointment of separate internal and external auditors ensure that there is trust and confidence that opinions are professionally sound and objective.

The Trust operates a robust code of conduct and whistleblowing policy as well as promoting a focus on the Nolan principles of public duty.

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

- ◆ comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the Board of Trustees;

The risk and control framework (continued)

- ◆ regular reviews by the Finance, Audit and Risk Committee, of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes;
- ◆ clearly defined purchasing (asset purchase or capital investment) guidelines;
- ◆ delegation of authority and segregation of duties; and
- ◆ identification and management of risks.

The Board of Trustees has considered the need for a specific internal scrutiny and specifically in 2021-2022 the Trust chose to review:

- ◆ Cyber security – performed by an external body

The central team reviews internal procedures and centrally checks individual schools for compliance with internal controls and monitoring.

On an annual basis, the auditor reports to the Board of Trustees, through the audit and finance committee on the operation of the systems of control and on the discharge of the Board of Trustees' financial responsibilities.

The Board of Trustees can confirm that the programme of work commissioned was delivered as planned and that no material control issues arose as a result of the work.

Review of effectiveness

As Accounting Officer the Chief Executive Officer, Androulla Peek, had 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 external auditor in performing the role of Reviewer;
- ◆ the work of the external auditor as Auditor;
- ◆ The work carried out through internal scrutiny;
- ◆ the financial management and governance self-assessment process; and
- ◆ the work of the Chief Financial Officer of the Trust who has responsibility for the development and maintenance of the internal control framework.

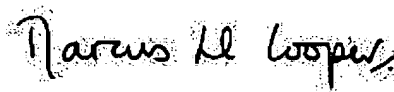
Governance statement 31 August 2022

The Accounting Officer has been advised of the implications of the result of their review of the system of internal control by the Finance, Audit and Risk 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 15 December 2022 and signed on its behalf by:



T T R Douglas
Chair of Trustees



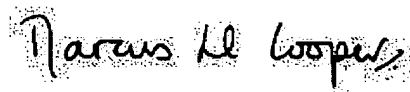
M Cooper
Accounting Officer

Statement on regularity, propriety and compliance 31 August 2022

As Accounting Officer of Spiral Partnership Trust I have considered my responsibility to notify the Trust's Board of Trustees and the Education and Skills Funding Agency of material irregularity, impropriety and non-compliance with ESFA terms and conditions of funding, under the funding agreement in place between the Trust and the Secretary of State. As part of my consideration I have had due regard to the requirements of the Academies Trust Handbook 2021.

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

A handwritten signature in black ink, appearing to read 'Marcus Le Cooper', with a stylized flourish at the end.

M Cooper
Accounting Officer

Date: 15 December 2022

Statement of Trustee's responsibilities 31 August 2022

The Trustees (who act as governors of Spiral Partnership Trust and are also the Directors of the Charitable Company for the purposes of company law) are responsible for preparing the Trustees' Report (including the Strategic Report) and the financial statements in accordance with the Annual Accounts Direction issued 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 income and expenditure for that period. In preparing these financial statements, the Trustees are required to:

- ◆ select suitable accounting policies and then apply them consistently;
- ◆ observe the methods and principles in the Charities' SORP 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 on 15 December 2022 and signed on its behalf by:



T T R Douglas
Chair of Trustees

Independent auditor's report to the members of Spiral Partnership Trust

Opinion

We have audited the financial statements of Spiral Partnership Trust (the 'charitable company') for the year ended 31 August 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows, the principal accounting policies and the notes to the financial statements. The financial reporting framework that has been applied in their preparation is applicable law, United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice), 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) (the Charities SORP FRS102) and the Academies Accounts Direction 2021 to 2022.

In our opinion, the financial statements:

- ◆ give a true and fair view of the state of the charitable company's affairs as at 31 August 2022 and of its income and expenditure for the period then ended;
- ◆ have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- ◆ have been prepared in accordance with the requirements of the Companies Act 2006; and
- ◆ have been prepared in accordance with the Charities SORP FRS102 and Academies Accounts Direction 2021 to 2022.

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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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 charitable company'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.

Conclusions relating to going concern (continued)

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

Opinions 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, which is also the directors' report for the purposes of company law and includes the strategic report, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- ◆ the trustees' report, which is also the directors' report for the purposes of company law and includes the strategic report, has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report including the strategic 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;

Matters on which we are required to report by exception (continued)

- ◆ 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 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 charitable company'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 trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 auditor's 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:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- ◆ the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- ◆ we identified the laws and regulations applicable to the charitable company through discussions with management, and from our knowledge of the academy trust sector;
- ◆ the identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit;

Auditor's responsibilities for the audit of the financial statements (continued)

- ◆ we considered the legal and regulatory frameworks that are applicable to the charitable company and determined that the most significant are the Companies Act 2006, the Charities SORP FRS102, the Academies Accounts Direction 2021 to 2022, the Academy Trust Handbook 2021, and the academy trust's funding agreement with the ESFA as well as legislation pertaining to safeguarding in the UK;
- ◆ we understood how the charitable company is complying with those legal and regulatory frameworks by making inquiries to management and those responsible for legal, compliance and governance procedures. We corroborated our inquiries through our review of the minutes of trustees' meetings and papers provided to the trustees.
- ◆ we planned and carried out a separate limited assurance engagement in respect of regularity, propriety and compliance in accordance with the Framework and Guide for External Auditors and Reporting Accountants of Academy Trusts issued by the ESFA, as set out in our separate independent reporting accountant's assurance report on regularity.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- ◆ making enquiries of management and those charged with governance as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- ◆ considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- ◆ performed analytical procedures to identify any unusual or unexpected relationships;
- ◆ tested journal entries to identify unusual transactions;
- ◆ tested the authorisation of expenditure as part of our substantive testing thereon;
- ◆ assessed whether judgements and assumptions made in determining the accounting estimates set out in the accounting policies were indicative of potential bias; and
- ◆ used data analytics to identify any significant or unusual transactions and identify the rationale for them.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- ◆ agreeing financial statement disclosures to underlying supporting documentation;
- ◆ reviewing the minutes of trustees' meetings;
- ◆ enquiring of management and those charged with governance as to actual and potential litigation and claims;

Auditor's responsibilities for the audit of the financial statements (continued)

- ◆ reviewing any available correspondence with Ofsted, ESFA and HMRC; and
- ◆ the work undertaken in relation to the limited assurance engagement in respect of regularity, propriety and compliance in accordance with the Framework and Guide for External Auditors and Reporting Accountants of Academy Trusts issued by the ESFA, as set out in our separate independent reporting accountant's assurance report on regularity.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. International Standards on Auditing also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

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 auditor's report.

Use of our report

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



Hugh Swainson (Senior Statutory Auditor)
For and on behalf of Buzzacott LLP, Statutory Auditor
130 Wood Street
London
EC2V 6DL

21 December 2022

Independent reporting accountant's assurance report on regularity to Spiral Partnership Trust and the Education and Skills Funding Agency

In accordance with the terms of our engagement letter 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 The Spiral Partnership Trust during the period from 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 Spiral Partnership Trust and the ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to Spiral Partnership Trust and the 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 the Spiral Partnership Trust and the ESFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of Spiral Partnership Trust's accounting officer and the reporting auditor

The Accounting Officer is responsible, under the requirements of Spiral Partnership Trust funding agreement with the Secretary of State for Education dated 1 June 2012 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 period from 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.

Independent auditor's report to the financial statements 31 August 2022

Approach (continued)

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

The work undertaken to draw to our conclusion includes:

- ◆ An assessment of the risk of material irregularity and impropriety across all of the Academy Trust's activities;
- ◆ Further testing and review of the areas identified through the risk assessment including enquiry, identification of control processes and examination of supporting evidence across all areas identified as well as additional verification work where considered necessary; and
- ◆ Consideration of evidence obtained through the work detailed above and the work completed as part of our financial statements audit in order to support the regularity conclusion.

Conclusion

In the course of our work, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the period from 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.



Buzzacott LLP
Chartered Accountants
130 Wood Street
London
EC2V 6DL

21 December 2022

Statement of financial activities (including income and expenditure account)

Year to 31 August 2022

	Notes	Unrestricted general funds £'000	Restricted funds		2022 Total funds £'000	2021 Total funds £'000
			General fund £'000	Fixed assets fund £'000		
Income from:						
Donations and capital grants	1	10	—	1,114	1,124	192
Charitable activities:						
. Funding for the academy trust's educational operations	4	—	9,297	—	9,297	9,167
Other trading activities	2	764	340	—	1,104	736
Investments	3	—	—	—	—	1
Total income		774	9,637	1,114	11,525	10,096
Expenditure on:						
Charitable activities:						
. Academy trust's educational operations	5, 6	443	10,804	635	11,882	10,918
Total expenditure		443	10,804	635	11,882	10,918
Net income (expenditure) before transfers	5	331	(1,167)	479	(357)	(822)
Transfers between funds	16	(522)	130	392	—	—
Net (expenditure) for the period		(191)	(1,037)	871	(357)	(822)
Other recognised gains and losses						
Actuarial gains (losses) on defined benefit pension scheme	19	—	6,930	—	6,930	(1,705)
Net movement in funds for the period		(191)	5,893	871	6,573	(2,527)
Reconciliation of funds						
Total fund balances brought forward at 1 September 2021		1,169	(6,657)	25,445	19,957	22,484
Total fund balances carried forward at 31 August 2022		978	(764)	26,316	26,530	19,957

All activities relate to continuing operations.

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

The notes on pages 43 to 62 form part of these financial statements.

Balance sheet 31 August 2022

	Notes	2022 £'000	2022 £'000	2021 £'000	2021 £'000
Fixed assets					
Tangible fixed assets	12		<u>25,965</u>		<u>25,286</u>
Current assets					
Debtors	13	1,434		676	
Cash at bank and in hand		<u>2,242</u>		<u>1,814</u>	
		3,676		2,490	
Creditors: amounts falling due within one year	14	<u>(2,294)</u>		<u>(1,046)</u>	
Net current assets			<u>1,382</u>		<u>1,444</u>
Total assets less current liabilities			<u>27,347</u>		<u>26,730</u>
Creditors: Amounts falling due after more than one year	15		(31)		(36)
Pension scheme liability	19		(786)		(6,737)
Total net assets			<u>26,530</u>		<u>19,957</u>
Funds of the Academy					
Restricted funds					
. Restricted funds	16		22		80
. Restricted fixed asset funds	16		26,316		25,445
. Pension reserve	16		(786)		(6,737)
Total restricted funds			<u>25,552</u>		<u>18,788</u>
Unrestricted funds					
. General fund	16		773		962
. Designated funds	16		205		207
Total funds			<u>26,530</u>		<u>19,957</u>

The financial statements were approved by the Trustees, authorised for issue on 15 Dec 2022 and signed on their behalf by:



T T R Douglas, Chair of Trustees
Spiral Partnership Trust
Company Limited by Guarantee
Registration Number: 08028375 (England and Wales)

The notes on pages 43 to 62 form part of these financial statements.

Statement of cash flows Year to 31 August 2022

		2022 £'000	2021 £'000
Cash flows from operating activities			
Net cash provided by operating activities	A	633	216
Cash flows (used in)/from financing activities	B	(5)	36
Cash flows from investing activities	C	(200)	(372)
Change in cash and cash equivalents in the year		428	(120)
Reconciliation of net cash flow to movement in net funds:			
Cash and cash equivalents at 1 September 2021		1,814	1,934
Cash and cash equivalents at 31 August 2022	D	2,242	1,814

A Reconciliation of net expenditure to net cash flow from operating activities

	2022 £'000	2021 £'000
Net (expenditure) for the year (as per the statement of financial activities)	(357)	(822)
Adjusted for:		
Depreciation (note 12)	635	621
Capital grants from DfE and other capital income	(1,114)	(180)
Interest receivable (note 3)	—	(1)
Defined benefit pension scheme cost less contributions payable (note 19)	859	348
Defined benefit pension scheme finance cost (note 19)	120	81
(Increase)/decrease in debtors	(758)	508
Increase/(decrease) in creditors	1,248	(339)
Net cash provided by operating activities	633	216

B Cash flows from financing activities

	2022 £'000	2021 £'000
Repayments of borrowing	(5)	(5)
Cash inflows from new borrowing	—	41
Net cash (used in)/provided by Financing Activities	(5)	36

Statement of cash flows Year to 31 August 2022

C Cash flows from investing activities

	2022 £'000	2021 £'000
Interest from investments	—	1
Purchase of tangible fixed assets	(1,314)	(553)
Capital grants from DfE/ESFA	1,114	180
Net cash (used in)/from investing activities	(200)	(372)

D Analysis of cash and cash equivalents

	2022 £'000	2021 £'000
Cash at bank and in hand	2,242	1,814
Total cash and cash equivalents	2,242	1,814

E Analysis of changes in net debt

	At 1 September 2021 £'000	Cash flows £'000	Other non-cash changes £'000	At 31 August 2022 £'000
Cash	1,814	428	—	2,242
Total	1,814	428	—	2,242
Loans due in less than one year	(5)	5	(5)	(5)
Loans due in more than one year	(36)	—	5	(31)
Total Loans	(41)	5	—	(36)
Total changes in net debt	1,773	433	—	2,206

Principal accounting policies 31 August 2022

Statement of accounting policies

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

Basis of preparation

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

The accounts are stated in pounds and are rounded to the nearest thousand.

Going concern

The Trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the company to continue as a going concern. The Trustees make this assessment in respect of a period of 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.

Income

All income is 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.

The General Annual Grant is recognised in full in the statement of financial activities in the year for which it is receivable and any abatement in respect of the period is deducted from income and recognised as a liability.

Principal accounting policies 31 August 2022

Income (continued)

Grants (continued)

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

Donations

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

Other income

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

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.

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 expenditure is stated net of recoverable VAT.

Tangible fixed assets and depreciation

All assets costing more than £5,000 are capitalised.

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

Tangible fixed assets and depreciation (continued)

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

♦ Long Term Leasehold Property – buildings	50 years straight line
♦ Long Term Leasehold Property – land	over the length of the lease
♦ Fixtures and fittings	20% straight line
♦ Computer equipment	33.3% straight line
♦ Property improvements	10% straight line

Debtors

Debtors are recognised at their settlement amount less any provision for non-recoverability. Prepayments are valued at the amounts prepaid. They have been discounted to the present value of the future cash receipt where such discounting is material.

Cash at bank and in hand

Cash at bank and in hand represents such accounts and instruments that are available on demand. Notice deposits are included on the balance sheet as short term deposits.

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.

Leased assets

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

Financial instruments

The academy trust only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the academy trust and their measurement basis are as follows:

Financial assets – trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost as detailed in note 13. Prepayments are not financial instruments.

Cash at bank – is classified as a basic financial instrument and is measured at face value.

Financial instruments (continued)

Financial liabilities – trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost as detailed in note 14. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

Taxation

The Trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a Charitable Company for UK corporation tax purposes. Accordingly, the Trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Pensions benefits

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

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. As stated in note 19, the TPS is a multi-employer scheme and there is insufficient information available to use defined benefit accounting. The TPS is therefore treated as a defined contribution scheme for accounting purposes and the contributions recognised in the period to which they relate.

The LGPS is a funded scheme and the assets are held separately from those of the 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.

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.

Designated funds represent those resources which have been set aside at the discretion of the Board of Trustees for specific purposes. The purposes and uses of these funds are set out in the notes to the financial statements.

Restricted fixed asset funds are resources which are to be applied to specific capital purposes imposed by the Education and Skills Funding Agency, Department for Education or other funders where the asset acquired or created is held for a specific purpose.

Restricted ESFA funds comprise all other grants received from the Education and Skills Funding Agency.

Restricted other funds comprise all other restricted funds received and include grants from the Local Authority.

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.

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 (income) for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 19 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.

Notes to the Financial Statements Year to 31 August 2022

1 Donations and capital grants

	Unrestricted funds £'000	Restricted funds £'000	Restricted fixed assets funds £'000	2022 Total funds £'000	2021 Total funds £'000
Capital grants	—	—	1,114	1,114	180
Other donations	10	—	—	10	12
	10	—	1,114	1,124	192

	Unrestricted funds £'000	Restricted funds £'000	Restricted fixed assets funds £'000	2021 Total funds £'000
Capital grants	—	—	180	180
Other donations	12	—	—	12
	12	—	180	192

2 Other trading activities

	Unrestricted funds £'000	Restricted funds £'000	2022 Total funds £'000	2021 Total funds £'000
Hire of facilities	126	—	126	61
Catering income	—	190	190	140
Other income	638	—	638	488
Trip income	—	150	150	47
	764	340	1,104	736

	Unrestricted funds £'000	Restricted funds £'000	2021 Total funds £'000
Hire of facilities	61	—	61
Trip income	—	47	47
Catering income	—	140	140
Other income	488	—	488
	549	187	736

Notes to the Financial Statements Year to 31 August 2022

3 Investment income

	Unrestricted funds £'000	Restricted funds £'000	2022 Total funds £'000	2021 Total funds £'000
Interest income	—	—	—	1

	Unrestricted funds £'000	Restricted funds £'000	2021 Total funds £'000
Interest income	1	—	1

4 Funding for the Trust's educational operations

	Unrestricted funds £'000	Restricted funds £'000	2022 Total funds £'000	2021 Total funds £'000
DfE / ESFA revenue grants				
. General Annual Grant (GAG)	—	7,628	7,628	7,190
Other DfE grants				
. UIFSM	—	215	215	249
. Pupil Premium	—	404	404	390
. Others	—	446	446	518
	—	8,693	8,693	8,347
Other government grants				
. Local authority grants	—	505	505	409
Other funding				
. Other income	—	31	31	233
COVID 19 additional funding (DfE/ESFA)				
Catch-up and recovery premium	—	54	54	133
Other funding	—	14	14	—
COVID 19 additional funding (non-DfE/ESFA)				
Coronavirus Job Retention Scheme grant	—	—	—	45
Total	—	9,297	9,297	9,167

4 Funding for the Trust's educational operations (continued)

	Unrestricted funds £'000	Restricted funds £'000	2021 Total funds £'000
DfE / ESFA revenue grants			
. General Annual Grant (GAG)	—	7,190	7,190
Other DfE grants			
. UIFSM	—	249	249
. Pupil Premium	—	390	390
. Others	—	518	518
	—	8,347	8,347
Other government grants			
. Local authority grants	—	409	409
Other funding			
. Other income	49	184	233
COVID 19 additional funding (DfE/ESFA)			
Catch-up premium	—	133	133
Other DfE/ESFA COVID 19 funding	—	—	—
COVID 19 additional funding (non-DfE /ESFA)			
Coronavirus Job Retention Scheme grant	—	45	45
Other COVID 19 funding	—	—	—
Total	49	9,118	9,167

Notes to the Financial Statements Year to 31 August 2022

5 Expenditure

	<u>Non pay expenditure</u>			2022	2021
	Staff costs £'000	Premises £'000	Other costs £'000	Total funds £'000	Total funds £'000
Academy's educational operations:					
. Direct costs	6,455	447	559	7,461	7,115
. Allocated support costs	2,477	789	1,155	4,421	3,803
	8,932	1,236	1,714	11,882	10,918

	<u>Non pay expenditure</u>			2022	2021
	Staff costs £'000	Premises £'000	Other costs £'000	Total funds £'000	Total funds £'000
Academy's educational operations:					
. Direct costs	6,348	436	331	7,115	7,115
. Allocated support costs	2,009	590	1,204	3,803	3,803
	8,357	1,026	1,535	10,918	10,918

Net expenditure for the year includes:

	2022	2021
	Total funds £'000	Total funds £'000
Depreciation	635	621
Operating lease rentals	25	17
Fees payable to auditor		
. Statutory audit current year	14	14
. Other services	7	7

Notes to the Financial Statements Year to 31 August 2022

6 Charitable activities - Trust's educational operations

	2022 Total funds £'000	2021 Total funds £'000
Direct costs	7,461	7,115
Support costs	4,421	3,803
	11,882	10,918
	2022 Total funds £'000	2021 Total funds £'000
Analysis of support costs		
Support staff costs	2,477	2,009
Depreciation	191	186
Technology costs	135	166
Premises costs	598	590
Legal costs – other	—	—
Other support costs	977	816
Governance costs	43	36
Total support costs	4,421	3,803

Notes to the Financial Statements Year to 31 August 2022

7 Comparative information

Analysis of income and expenditure in the year ended 31 August 2021 between restricted and unrestricted funds:

	Notes	Unrestricted general funds £'000	Restricted funds		2021 Total funds £'000
			General fund £'000	Fixed assets fund £'000	
Income from:					
Donations and capital grants	1	12	—	180	192
Charitable activities:					
· Funding for the academy trust's educational operations	4	49	9,118	—	9,167
Other trading activities	2	549	187	—	736
Investments	3	1	—	—	1
Total income		611	9,305	180	10,096
Expenditure on:					
Charitable activities:					
· Academy trust's educational operations	5, 6	434	9,863	621	10,918
Total expenditure		434	9,863	621	10,918
Net income (expenditure) before transfers	5	177	(558)	(441)	(822)
Transfers between funds	16	(217)	155	62	—
Net (expenditure) for the period		(40)	(403)	(379)	(822)
Other recognised gains and losses					
Actuarial losses on defined benefit pension scheme	19	—	(1,705)	—	(1,705)
Net movement in funds for the period		(40)	(2,108)	(379)	(2,527)
Reconciliation of funds					
Total fund balances brought forward at 1 September 2020		1,209	(4,549)	25,824	22,484
Total fund balances carried forward at 31 August 2021		1,169	(6,657)	25,445	19,957

Notes to the Financial Statements Year to 31 August 2022

8 Staff

(a) Staff costs

Staff costs were as follows:

	2022 Total funds £'000	2021 Total funds £'000
Wages and salaries	5,909	6,063
Social security costs	534	531
Other pension costs (note 19)	2,203	1,714
	8,646	8,308
Supply teacher costs	286	49
	8,932	8,357

(b) Staff numbers

The average number of persons (including the senior management team) employed by the Trust during the year ended 31 August 2022 was as follows:

Charitable activities	2022 No.	2021 No.
Teachers	109	116
Administration and support *	223	224
Management	9	9
	341	349

*Administration and support staff numbers include teaching assistants, lunch time supervisors, sports instructors, Children's Centre staff and after school care staff.

(c) Higher paid staff

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

	2022 No.	2021 No.
£60,001 - £70,000	1	1
£70,001 - £80,000	3	4
£90,001 - £100,000	—	2
£100,001 - £110,000	2	—

Six of the above employees (2021: six) participated in the Teachers' Pension Scheme. During the year ended 31 August 2022, pension contributions for these staff totalled £118,746 (2021: £116,398).

8 Staff (continued)

(d) Key management personnel

The key management personnel of the Trust comprise the Trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions and employer's national insurance) received by key management personnel for their services to the Trust was £805,649 (2021: £898,158).

9 Central services

The group has provided the following central services to its academies during the year:

- ♦ Strategic management of trust;
- ♦ Human resources;
- ♦ Financial services;
- ♦ Legal services;
- ♦ Educational support services; and
- ♦ IT services.

The central charges for these services on the following basis: 6% of GAG income.

The actual amounts charged during the year were as follows:

	2022 £'000	2021 £'000
Fleetville Junior School	89	80
Fleetville Infant and Nursery School	72	69
Chaulden Junior School	45	45
Mandeville Primary School	108	100
Springmead Primary School	78	76
Mount Pleasant Lane Primary School	77	73
Total	469	443

10 Trustees' remuneration and expenses

One or more Trustees has been paid remuneration or has received other benefits from an employment with the Trust. Chief Executive Officers only receive remuneration in respect of services they provide undertaking their roles of Chief Executive Officers under their contract of employment and not in respect of their role as Trustees. The value of Trustee's remuneration and other benefits, for the period in which they served as Trustee, was as follows:

	2022 £'000	2021 £'000
A Godfrey (CEO of Education)		
. Remuneration	100 – 105	95 – 100
. Employers pension contributions	20 – 25	20 – 25
A Peek (CEO of Business)		
. Remuneration	100 – 105	95 – 100
. Employers pension contributions	20 – 25	20 – 25

Notes to the Financial Statements Year to 31 August 2022

10 Trustees' remuneration and expenses (continued)

During the year ended 31 August 2022, expenses totalling £58 (2021: £274) were reimbursed to one Trustee (2021: two).

11 Trustees' and officers' insurance

The Trust has opted into the Department of 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 Trust 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.

12 Tangible fixed assets

	Property improvements £'000	Long term leasehold property £'000	Assets under construction £'000	Fixtures and fittings £'000	Computer equipment £'000	Total £'000
Cost						
At 1 September 2021	3,047	24,891	28	534	389	28,889
Additions	343	—	899	25	47	1,314
Transfers	28	—	(28)	—	—	—
At 31 August 2022	3,418	24,891	899	559	436	30,203
Depreciation						
At 1 September 2021	1,340	1,512	—	419	332	3,603
Charge in year	326	221	—	49	39	635
At 31 August 2022	1,666	1,733	—	468	371	4,238
Net book value						
At 31 August 2022	1,752	23,158	899	91	65	25,965
At 31 August 2021	1,707	23,379	28	115	57	25,286

As permitted by FRS 102, the Trustees have adopted a policy of not revaluing tangible fixed assets and, under the transitional arrangements set out in FRS 102, with effect from 1 August 2014, the value assigned to the building from the initial valuation on conversion is now deemed to be its cost.

13 Debtors

	2022 £'000	2021 £'000
Trade debtors	315	231
VAT recoverable	182	43
Other debtors	250	189
Prepayments and accrued income	687	213
	1,434	676

Notes to the Financial Statements Year to 31 August 2022

14 Creditors: amounts falling due within one year

	2022 £'000	2021 £'000
Trade creditors	1,037	218
Other taxation and social security	265	277
Loan	5	5
Other creditors	26	18
Accruals and deferred income	961	528
	2,294	1,046
	2022 £'000	2021 £'000
Deferred income at 1 September 2021	466	560
Amounts released from prior years	(466)	(560)
Resources deferred in the year	531	466
Deferred income at 31 August 2022	531	466

The amounts included within the deferred income above, include grants received in advance related to the financial year 22/23 and trip income received for activities, which will take place in the year 22/23.

15 Creditors: amounts falling due in greater than one year

	2022 £'000	2021 £'000
Salix loan	31	36
	31	36

Analysis of loans

	2022 £'000	2021 £'000
Less than one year		
Salix loan	5	5
	5	5

	2022 £'000	2021 £'000
Total of loans outstanding		
Salix loan	36	41
	36	41

There is no interest charged on this loan.

Notes to the Financial Statements Year to 31 August 2022

16 Funds

	Balance at 1 September 2021 £'000	Income £'000	Expenditure £'000	Gains, losses and transfers £'000	Balance at 31 August 2022 £'000
Restricted revenue funds					
. General Annual Grant (GAG)	—	7,628	(7,758)	130	—
. UIFSM	—	215	(215)	—	—
. Pupil Premium	—	404	(404)	—	—
. Catch-up premium	16	54	(70)	—	—
. Local authority grants	—	505	(505)	—	—
. DSPL	37	188	(203)	—	22
. Sports Grant	27	111	(138)	—	—
. Other grants	—	161	(161)	—	—
. Other restricted income	—	371	(371)	—	—
. Pension reserve	(6,737)	—	(979)	6,930	(786)
	(6,657)	9,637	(10,804)	7,060	(764)
Restricted fixed asset funds					
. Transfer on conversion	23,763	—	(221)	—	23,542
. ESFA capital grants	1,500	1,114	(391)	200	2,423
. Capital expenditure from GAG	19	—	(19)	—	—
. Capital expenditure from other donations	4	—	(4)	—	—
Total fixed assets in fixed asset fund	25,286	1,114	(635)	200	25,965
. Unspent capital funds	137	—	—	53	190
. General funds allocated to CIF projects	22	—	—	139	161
Total current assets in fixed asset fund	159	—	—	192	351
	25,445	1,114	(635)	392	26,316
Total restricted funds	18,788	10,751	(11,439)	7,452	25,552
Unrestricted funds					
. General funds	962	774	(326)	(637)	773
. Designated funds					
.. Curriculum driven priorities	41	—	(41)	—	—
.. Trust driven essential priorities	76	—	(76)	—	—
.. Infrastructure reserve	90	—	—	115	205
	1,169	774	(443)	(522)	978
Total funds	19,957	11,525	(11,882)	6,930	26,530

The General Annual Grant (GAG) represents the core funding for the educational activities of the Trust that has been provided via the Education and Skills Funding Agency (ESFA) by the Department of Education. The GAG fund must be used for the normal running costs of the Trust. The Academy Trust was not subject to any limit on the amount of GAG funding that can be carried forward as at 31 August 2022.

Pupil Premium is a grant allocated to academies and maintained schools with pupils that are known to be eligible for free school meals. The purpose is to raise attainment for pupils from low-income families.

Since acquiring Delivering Special Provision Locally (DSPL) a restricted fund has been created to represent the funds for DSPL services.

16 Funds (continued)

The pension reserve represents the net deficit on the LGPS defined benefit pension scheme. The deficit arose because of the pension scheme deficit inherited upon conversion. Future GAG funding agreed by the ESFA is expected to be sufficient to take the fund back into surplus.

The restricted fixed asset fund includes the leasehold land and buildings and all other fixed assets greater than £5,000. Depreciation charges on the assets are allocated to the fund. Transfers from the unrestricted fund to the fixed asset fund relates to capital expenditure from unrestricted funds. The fixed asset fund also includes any funds ring fenced for fixed assets which have not been expended at the balance sheet date.

Under the funding agreement with the Secretary of State, the Trust was not subject to a limit on the amount of GAG that it could carry forward at 31 August 2022.

The designated infrastructure reserve remains to provide for infrastructure works. Details of these designated reserves are contained in the Trustees report.

Analysis of schools by fund balance

	2022 Total £'000	2021 Total £'000
Pooled reserves	978	1,212
DSPL funds	22	37
Total before fixed asset fund and pension reserve	1,000	1,249
Restricted fixed asset fund	26,316	25,445
Pension reserve	(786)	(6,737)
Total	26,530	19,957

In accordance with the Trust's revised reserve policy all reserves, with the exception of the designated DSPL funds, are pooled and allocated to schools depending on need and circumstances.

Notes to the Financial Statements Year to 31 August 2022

16 Funds (continued)

Analysis of schools by cost

	Teaching and educational support staff costs £'000	Other support staff costs £'000	Educational supplies £'000	Other costs excluding depreciation £'000	2022 Total £'000
Chaulden Junior School	663	135	55	126	979
Fleetville Infant and Nursery School	918	179	59	245	1,401
Fleetville Junior School	1,088	159	118	291	1,656
Mount Pleasant Lane Primary School	1,052	163	78	232	1,525
Mandeville Primary School	1,411	241	136	259	2,047
Springmead Primary School	959	134	100	289	1,482
Spiral Partnership Trust	356	1,061	10	125	1,552
Faces	1	305	5	90	401
DSPL	10	98	—	96	204
	6,458	2,475	561	1,753	11,247

	Teaching and educational support staff costs £'000	Other support staff costs £'000	Educational supplies £'000	Other costs excluding depreciation £'000	2021 Total £'000
Chaulden Junior School	652	140	38	108	938
Fleetville Infant and Nursery School	888	191	36	236	1,351
Fleetville Junior School	1,062	146	54	278	1,540
Mount Pleasant Lane Primary School	969	165	55	209	1,398
Mandeville Primary School	1,450	252	68	233	2,003
Springmead Primary School	1,008	135	75	280	1,498
Spiral Partnership Trust	314	535	4	107	960
Faces	1	347	1	59	408
DSPL	9	93	—	99	201
	6,353	2,004	331	1,609	10,297

16 Funds (continued)

Comparative information

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

	Balance at 1 September 2020 £'000	Income £'000	Expenditure £'000	Gains, losses and transfers £'000	Balance at 31 August 2021 £'000
Restricted revenue funds					
. General Annual Grant (GAG)	—	7,190	(7,345)	155	—
. UIFSM	—	249	(249)	—	—
. Pupil Premium	—	390	(390)	—	—
. Catch-up premium	—	133	(117)	—	16
. Other DfE/ESFA Coronavirus	—	45	(45)	—	—
. Local authority grants	—	409	(409)	—	—
. DSPL	54	184	(201)	—	37
. Sports Grant	—	111	(84)	—	27
. Other grants	—	407	(407)	—	—
. Other restricted income	—	187	(187)	—	—
. Pension reserve	(4,603)	—	(429)	(1,705)	(6,737)
	(4,549)	9,305	(9,863)	(1,550)	(6,657)
Restricted fixed asset funds					
. Transfer on conversion	23,988	—	(225)	—	23,763
. ESFA capital grants	1,201	180	(254)	373	1,500
. Capital expenditure from GAG	158	—	(139)	—	19
. Capital expenditure from other donations	7	—	(3)	—	4
Total fixed assets in fixed asset fund	25,354	180	(621)	373	25,286
. Unspent capital funds	374	—	—	(237)	137
. General funds allocated to CIF projects	96	—	—	(74)	22
Total current assets in fixed asset fund	470	—	—	(311)	159
	25,824	180	(621)	62	25,445
Total restricted funds	21,275	9,485	(10,484)	(1,488)	18,788
Unrestricted funds					
. General funds	963	611	(434)	(178)	962
. Designated funds					
.. Curriculum driven priorities	13	—	—	28	41
.. Trust driven essential priorities	102	—	—	(26)	76
.. Infrastructure reserve	131	—	—	(41)	90
	1,209	611	(434)	(217)	1,169
Total funds	22,484	10,096	(10,918)	(1,705)	19,957

Notes to the Financial Statements Year to 31 August 2022

17 Analysis of net assets between funds

	Unrestricted funds £'000	Restricted General Funds £'000	Restricted Fixed Asset Fund £'000	Total 2022 £'000	Total 2021 £'000
Fund balance at 31 August 2022 are represented by:					
Tangible fixed assets	—	—	25,965	25,965	25,286
Current assets	978	2,347	351	3,676	2,490
Current liabilities	—	(2,294)	—	(2,294)	(1,046)
Non-current liabilities	—	(31)	—	(31)	(36)
Pension scheme liability	—	(786)	—	(786)	(6,737)
Total net assets	978	(764)	26,316	26,530	19,957

	Unrestricted funds £'000	Restricted General Funds £'000	Restricted Fixed Asset Fund £'000	Total 2021 £'000
Fund balance at 31 August 2021 are represented by:				
Tangible fixed assets	—	—	25,286	25,286
Current assets	1,169	1,162	159	2,490
Current liabilities	—	(1,046)	—	(1,046)
Non-current liabilities	—	(36)	—	(36)
Pension scheme liability	—	(6,737)	—	(6,737)
Total net assets	1,169	(6,657)	25,445	19,957

18 Capital commitments

At 31 August 2022 the Trust had capital commitments of £347,773 outstanding (2021: £159,262).

19 Pension and similar obligations

The Trust's employees belong to two principal pension schemes: the Teachers' Pension Scheme England and Wales (TPS) for academic and related staff; and the Local Government Pension Scheme (LGPS) for non-teaching staff, which is managed by Hertfordshire County 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 £146,103 were payable to the schemes at 31 August 2022 (2021: £152,013) 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 teachers in academies. All teachers have the option to opt-out of the TPS following enrolment.

19 Pension and similar obligations (continued)

Teachers' Pension Scheme (continued)

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; and
- ♦ 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. The 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 2024.

The employer's pension costs paid to TPS in the period amounted to £879,000 (2021: £905,300).

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

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

19 Pension and similar obligations (continued)

Local Government Pension Scheme (LGPS)

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2022 was £580,000 (2021: £576,000) of which employer's contributions totalled £464,000 (2021: £461,000), and employees' contributions totalled £116,000 (2021: £115,000). The agreed contribution rates for future years are 24.3% for employers (of which 1.65% is paid to Legal & General as an insurance policy for ill health pension liabilities) and 5.5% to 12.5% for employees.

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

	At 31 August 2022	At 31 August 2021
Principal Actuarial Assumptions		
Rate of increase in salaries	3.3%	3.3%
Rate of increase for pensions in payment / inflation	3.1%	2.9%
Discount rate for scheme liabilities	4.3%	1.7%
Inflation assumption (CPI)	3.1%	2.9%

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

	At 31 August 2022	At 31 August 2021
<i>Retiring today</i>		
Males	21.9	22.1
Females	24.4	24.5
<i>Retiring in 20 years</i>		
Males	22.9	23.2
Females	26.0	26.2

A change in the actuarial assumptions will increase (decrease) the net pension liability as follows:

	Approximate % increase to pension liability	At 31 August 2022 £'000
Sensitivity analysis		
0.1% decrease in Real Discount Rate	3.0	220
0.1% increase in the Salary Increase Rate	0.0	9
0.1% increase in the Pension Increase Rate (CPI)	2.0	213

19 Pension and similar obligations (continued)

Local Government Pension Scheme (LGPS) (continued)

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

	Fair value at 31 August 2022 £'000	Fair value at 31 August 2021 £'000
Equities	3,965	4,105
Corporate bonds	1,824	2,246
Property	1,189	852
Cash and other liquid assets	951	543
Total market value of assets	7,929	7,746
Present value of scheme liabilities	8,715	14,483
Deficit in the scheme	(876)	(6,737)

	2022 £'000	2021 £'000
Amounts recognised in statement of financial activities		
Current service costs (net of employee contributions)	1,468	664
Net interest cost	120	81
Total operating charge	1,588	745
Analysis of pension finance income (costs)		
Expected return on pension scheme assets	136	114
Interest on pension liabilities	(256)	(195)
Pension finance costs	(120)	(81)

	2022 £'000	2021 £'000
Movement in deficit in the year		
Deficit at 1 September 2021	6,737	4,603
Current service cost	1,468	664
Employer contributions	(609)	(316)
Net return on assets	120	81
Actuarial (gain)/loss	(6,930)	1,705
Deficit at 31 August 2022	786	6,737

19 Pension and similar obligations (continued)

Local Government Pension Scheme (LGPS) (continued)

Changes in the present value of defined benefit obligations were as follows:	2022 £'000	2021 £'000
At 1 September 2021	14,483	11,131
Current service cost	1,468	664
Interest cost	256	195
Employee contributions	152	79
Actuarial (gain)/ loss	(7,576)	2,472
Benefits paid	(68)	(58)
At 31 August 2022	8,715	14,483
Changes in the fair value of the Academy's share of scheme assets:	2022 £'000	2021 £'000
At 1 September 2021	7,746	6,528
Interest income	136	114
Actuarial (loss)/gain	(646)	767
Employer contributions	609	316
Employee contributions	152	79
Benefits paid	(68)	(58)
At 31 August 2022	7,929	7,746

20 Commitments under operating leases

Operating leases

At 31 August 2022, the total of the Trust's future minimum lease payments under non-cancellable operating leases was as follows:

	2022 £'000	2021 £'000
Amounts due within one year	22	22
Amounts due between two and five years inclusive	58	69
	80	91

21 Related party transactions

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

Notes to the Financial Statements Year to 31 August 2022

21 Related party transactions (continued)

There are no related party transactions to disclose in the year ended 31 August 2022.
Controlling party

In the opinion of the Trustees there is no ultimate controlling party.

22 Agency arrangements

The Trust is part of a local partnership to provide support and services to families in the local area ("VISTA").

The Trust acts as lead agent in distributing VISTA income. Total income received in the financial year ended 31 August 2022 was £247,397 (2021: £263,542). There are no balances outstanding as at 31 August 2022 (2021: none).