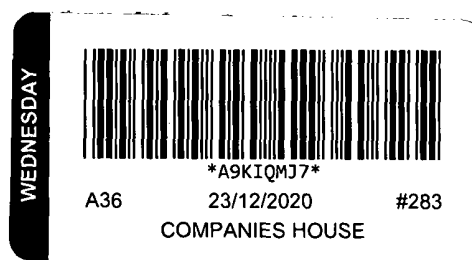


Registered number: 09780473

Elston Hall Multi Academy Trust

Trustees' Report and Financial Statements

For the Year Ended 31 August 2020



DAINS
ACCOUNTANTS

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

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Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Reference and Administrative Details

Members	R Lawton K Kent Dr R Roberts
Trustees	L Kruczek, Chair to 27 January 2020 (resigned 22 September 2020) G Bladon (appointed 1 September 2019) J Briscoe D Brown ¹ O Dallaway K Grayson, Chief Executive Officer and Accounting Officer ¹ A Mack (resigned 1 September 2019) K Pal ¹ J Purcell, Chair from 27 January 2020 ¹ G Hawkins (appointed 16 December 2019) L Talbot (resigned 16 December 2019) ¹ Member of the Finance and General Purpose Audit Committee
Company registered number	09780473
Company name	Elston Hall Multi Academy Trust
Principal and registered office	Stafford Road Fordhouses Wolverhampton West Midlands WV10 6NN
Chief Executive Officer and Accounting Officer	K Grayson
Senior management team	K Grayson, Chief Executive Officer L Dollery, Associate Headteacher E Foster, Head of School (Elston Hall Primary) B Highman, Head of School (Elston Hall Primary) D Nicholls, Head of School (Elston Hall Primary) S Richards, Head of School (Palmer's Cross Primary) R Wood, Head of School (Edward the Elder Primary) S Lanni, Executive Headteacher (Pheasey Park Farm and Early Years Centre) S Arnold, Head of School (Pheasey Park Farm and Early Years Centre) T Chopra, Trust Business Manager
Independent auditors	Dains LLP 15 Colmore Row Birmingham B3 2BH
Bankers	Lloyds Bank plc 3rd Floor, Queen Square Wolverhampton WV1 1TF

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Reference and Administrative Details (continued)
For the Year Ended 31 August 2020

Solicitors	Howes Percival LLP Oxford House Cliftonville Northampton NN1 5PN
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Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Trustees' Report
For the Year Ended 31 August 2020

The Trustees present their annual report together with the financial statements and auditor's report of the charitable company for the 1 September 2019 to 31 August 2020. The annual report serves the purposes of both a trustees' report, and a directors' report including a strategic report under company law.

The Trust currently operates four primary academies in Wolverhampton, all of which include a nursery and one primary school in Walsall which includes an Early Years Centre. Its academies have a combined roll of 2047 plus 203 in nursery as per the school census in October 2019.

Structure, governance and management

a. Constitution

The academy trust is a company limited by guarantee and an exempt charity.

The charitable company's memorandum and articles of association are the primary governing documents of the academy trust.

The Trustees of Elston Hall Multi Academy Trust are also the directors of the charitable company for the purposes of company law.

The charitable company is known as Elston Hall Multi Academy 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.

b. 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.

c. Trustees' indemnities

In accordance with normal commercial practice, the Trust has purchased insurance to protect its Members, Directors, Academy Representatives and Officers from claims arising from negligent acts, errors or omissions occurring whilst on Trust business. The professional indemnity insurance cover is 'unlimited' and provided by the Department for Education under their 'Risk Protection Arrangements'.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the Year Ended 31 August 2020

Structure, governance and management (continued)

d. Method of recruitment and appointment or election of Trustees

Full details are laid out in the Trust's Articles of Association. The number of Trustees shall not be less than three (unless otherwise determined by ordinary resolution) and shall not be subject to any maximum.

Subject to Articles 48-49 and 53, the Academy Trust shall have the following Trustees:

- a) Up to 9 Trustees, appointed under Article 50; and
- b) A minimum of 2 Parent Trustees elected or appointed under Articles 53-56 in the event that no Local Governing Bodies are established under Article 100a or if no provision is made for at least 2 Parent Local Governors on each established Local Governing Body pursuant to Article 101A.

The Academy Trust may also have any Co-opted Trustee appointed under Article 58.

The first Trustees shall be those persons named in the statement delivered pursuant to sections 9 and 12 of the Companies Act 2006.

Future Trustees shall be appointed or elected, as the case may be, under these Articles. Where it is not possible for such a Trustee to be appointed or elected due to the fact that an Academy has not yet been established, then the relevant Article or part thereof shall not apply.

Members may appoint new Trustees by ordinary resolution, up to 9 Trustees.

Members may also appoint Staff Trustees through such process as they may determine.

e. Policies and procedures adopted for the induction and training of Trustees

Upon appointment, all Trustees attended a training session delivered by the Trust's Solicitors that covered Governance, Trustee Roles and Responsibilities. Trustees also received a pack containing key Trust documents. A 'Governors Training' SLA package is also purchased from Services 4 Schools which is extended to Trustees.

f. Organisational structure

Members of the trust meet annually and have established an overall framework for the governance of all academies operating within the Trust.

The Board of Trustees meet on at least a termly basis and make all major decisions about the strategic direction of the Trust.

The Board is supported by a Finance, General Purposes & Audit Committee which is responsible for all financial matters of the Trust, strategic budget monitoring and ensuring appropriate controls are in place.

Each Academy has a Local Governing Body that meets half termly with responsibility for local financial decision making and budget monitoring, achievement and curriculum related matters.

The Accounting Officer for the Trust is the Chief Executive Officer.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the Year Ended 31 August 2020

Structure, governance and management (continued)

g. Arrangements for setting pay and remuneration of key management personnel

Decisions in relation to the Chief Executive Officer and Associate Headteacher posts are reviewed and implemented in accordance with the Trust's Pay Policy by the Finance, General Purposes and Audit Committee and minuted as 'confidential items'. Other members of the Leadership Team are also reviewed against the Trust's Pay Policy and considered by the relevant Local Governing Body. Such decisions are further ratified by the Board.

h. Trade union facility time

Relevant union officials

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

Percentage of time spent on facility time

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

Percentage of pay bill spent on facility time	£
Total cost of facility time	-
Total pay bill	9,010,646
Percentage of total pay bill spent on facility time	- %

Paid trade union activities

Time spent on paid trade union activities as a percentage of total paid facility time hours	- %
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i. Related parties and other connected charities and organisations

The Trust currently participates with one related party or other connected charities and organisations.

Objectives and activities

a. Objects and aims

The principal object and activity of the Trust is the operation of Elston Hall Primary School, Palmers Cross Primary School, Edward the Elder Primary School, Goldthorn Park Primary School and Pheasey Park Farm and Early Years Centre to provide education for pupils aged 3-11 and childcare facilities. In addition the Trust will focus on developing schools offering a broad and balanced curriculum whilst working closely with parents and other agencies, as appropriate, to maximise children's achievement in all areas of school life.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the Year Ended 31 August 2020

Objectives and activities (continued)

b. Objectives, strategies and activities

Our Vision

- EHMAT creates learning environments that are built on integrity and support, where children are happy.
- Inspiring learning through exceptional teaching is at the heart of our trust.
- We settle for nothing less than excellence in our drive for achievement in all areas of learning

Our Aims

Achieving the potential of our children is our fundamental aim. We will be relentless in our drive to ensure that this is delivered. We will challenge the view that education alone cannot break the cycle of deprivation, low aspiration and underachievement. We want to ensure everyone in our Trust has the personal resolve and support to succeed, an ethos of - 'yes we can'.

In our schools;

- Effective teaching has the most impact on learning; all schools will be least good or outstanding within three years of joining the Trust.
- The curriculum will be engaging, challenging and inclusive for all pupils, ensuring accelerated and sustained progress.
- Numbers on roll will show an upward trend or schools will be full.
- Attendance figures will be above the National Average.
- Behaviour systems are effective so behaviour is recognised as excellent in all schools.
- Team-ship is embedded into the ethos of the Trust, where everybody supports each other and builds a work ethic based on good will and respect.
- Staff well-being and workload are recognised and supported by leaders at all levels.
- Staff development is at the forefront of our thinking; senior leaders are skilled in identifying the ability and potential of individuals, creating opportunities to grow new leaders within the Trust.

c. Public benefit

The Trustees have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers or duties when reviewing the Academy's aims and objectives and planning future activities.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the Year Ended 31 August 2020

Strategic report

Achievements and Performance

The report for 2019/2020 will appear different to previous years particularly in one key aspect. The Coronavirus pandemic caused closure to schools in England from March 2020. Additionally, Government abandoned plans to statutory assess children at the end of all three of the Primary phases. With children not in school in the traditional way no internal data was recorded also. No annual data therefore appears in this report.

Aside from the lack of statutory data our schools were able to make their Teacher Assessment predictions, though these too were challenging as the largest number of children had not been in school for the better part of five months. Heads of School have moved quickly in order to, more importantly, identify learning gaps that were addressed in School Improvement and COVID catch up plans at the start of school year 2020/2021. The COVID plans are particularly important to ensure identified groups and individuals have every opportunity to catch up.

The pandemic also sadly suppressed the amount of time and opportunity the Trust had in order to welcome and build relationships with Pheasey Park Farm Primary School and Early Years Centre whose conversion finally became a reality in February 2020. The stalled plans are now well underway with a newly constituted Strategic Change Committee driving the detail behind the changes that are planned for 2020/2021. There is much to do in this respect, the introduction of a 'good' school to work alongside outstanding teachers and leaders in other Trust Schools is both challenging and exciting. The accreditation for Pheasey as a National Ed Tech Demonstrator School is a major indicator of the schools work in this area and will fit well into Elston Hall's school improvement and staff development reputation.

The COVID crisis further demanded that Ofsted suspend its Inspection timetable with no school visits following lockdown. In many ways this was a disappointment for our Trust and particularly for Goldthorn Park who would have received an inspection probably late summer 2020. Senior Leaders evaluations and statutory data predictions suggested the school could have achieved an improved outcome.

Current school Ofsted grades therefore remain in these uncertain times;

Edward the Elder – Good
Elston Hall – Outstanding
Goldthorn Park – Requiring improvement
Palmers Cross – Good
Pheasey Park Farm – Good

a. Key performance indicators

The schools continue to use evidence from Ofsted ASP in addition to its own data as Key Performance Indicators.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the Year Ended 31 August 2020

Strategic report (continued)

Achievements and Performance (continued)

b. Going concern

The outturn for 2019-20 for the Trust shows a significant increase in revenue reserves from £128k to £989k. Whilst some £540k of this is attributable to Pheasey Park Farm Primary School joining the Trust in February 2020, the remaining £321k is a direct result of the Trust's continued commitment to achieve best value and enhance cashflow and budget monitoring procedures which ensured that income and expenditure remained within budget. The Board of Trustees therefore has reasonable expectation that the academy trust has adequate resources to continue in operational existence for the foreseeable future and continue to be able to meet its liabilities as they fall due.

For this reason it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies note of the financial statements.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the Year Ended 31 August 2020

Strategic report (continued)

Achievements and Performance (continued)

Financial review

The Trust has completed its fourth academic year (established October 2015) for the period ended 31st August 2020. Majority of the Trust's income is obtained from the Education Funding Agency (EFA) in the form of recurrent grants, the use of which is restricted. Grants received and associated expenditure is shown as restricted funds in the statement of financial activities.

Elston Hall Primary School - The budget covering the period September 2019 to August 2020 resulted in an in year surplus of £72k against a planned deficit budget of £6k. This was mainly due to an increase in Teachers Pay & Pension grants, SEN funding and the furlough scheme. Changes in the Leadership team at the school also achieved savings in addition to premises, utilities and admin related costs such as reduced copier usage charges.

Palmers Cross Primary School – The budget covering the period September 2019 to August 2020 resulted in an in-year surplus of £61k against a planned surplus budget of £43k. This is mainly due to the continued success of the nursery resulting in increased Early Years Funding and securing additional SEN funds associated with the school's S and L Base. A number of cost savings have also been achieved due to school closure. The school has been successful in eliminating its cumulative deficit, despite being subjected to a number of high building maintenance costs that were incurred, including replacement of the fire alarm system.

Edward the Elder Primary School – The budget covering the period September 2019 to August 2020 resulted in an in year surplus of £100k against a planned surplus budget of £55k. This is mainly due to securing additional SEN but particularly with additional growth funding from the LA. A number of cost savings have also been achieved due to school closure. The school has been successful in eliminating its cumulative deficit.

Goldthorn Park Primary School – The budget covering the period September 2019 to August 2020 resulted in an in year surplus of £109k against a planned surplus budget of £116k. This is mainly due to increased costs relating to the premises as the school required a new fire alarm system, additional premises compliance related costs and for grounds maintenance. Additional valuable leadership support was also procured from Pheasey Park Farm Primary School. The school has been successful in eliminating its cumulative deficit.

Pheasey Park Farm Primary School and Early Years Centre – The result covering the period February to August 2020 ended with carried forward surplus of £540k, which includes its £586k of surplus of funds received from Walsall LA following conversion. The Trust will be working with the school to harmonise working processes and identify potential areas of savings that may be achieved as a direct benefit of joining the Trust during the academic year 2020-21.

a. Reserves policy

The Trust will review the reserve levels annually in accordance with the requirements specified in the Master Funding Agreement. The review will encompass identifying the nature of income and expenditure streams and the need to match income with commitments. Trustees will take into consideration the future plans of the Trust in accordance with 3 yearly budget plans, the uncertainty over future income streams and any other key risks identified during the risk review.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the Year Ended 31 August 2020

b. Investment policy

The Trust's investment principles are outlined in its Investment Policy which requires the Trust to:

- undertake suitable risk assessment against any potential investment
- gain professional advice
- review ethical status of potential investments
- monitor and report upon performance

The Trust does not currently have any active investments.

c. Principal risks and uncertainties

Financial and Risk Management Objectives and Policies

The risk management process involves identification and review of risks annually by the Finance, General Purposes & Audit Committee. This identifies the types of risk, risk score (high, medium, low) and actions taken to mitigate/minimise risk levels. These have been presented to the Board in the form of an action plan which will be monitored on an ongoing basis.

In addition, financial risks of not achieving budget plan forecast outcomes and actions required are outlined as part of the 3 yearly budget forecast monitoring process which is regularly reported to the Chief Executive Officer and Associate Headteacher and the Finance, General Purposes and Audit Committee.

The key risks of concern to the Multi-Academy Trust have been identified as follows:

- Failure to ensure that the objectives of the academy are met;
- Failure of the academy to recruit sufficient learners to make it viable;
- Failure of the Academy and the Governing Body to have procedures in place to cover the absence of the Headteacher or other members of the Senior Leadership Team;
- Failure to ensure that staff recruited to the school have the required skills and expertise to meet the strategic objectives of the Trust;
- National Funding Review and Spending Reviews result in significant decrease in funding.
- Impact of COVID-19 upon school learning and operational processes.

Fundraising

Under the provision of the Charities (Protection and Social Investment) Act 2016, all schools within the Trust may collect non-grant income from the following sources:

- Dinner money from children
- Morning and After School Clubs
- Contributions towards trips/educational visits
- Sales of goods/services (i.e. uniform, books)
- Donations
- Letting of school premises

Formal policies are in place for charging and collection of funds in respect of the above. Charges are made on a 'not for profit' basis with a view to cover most of school costs.

Whilst very limited fundraising events are held, these are always raised internally within school.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Trustees' Report (continued)
For the Year Ended 31 August 2020

Plans for future periods

Future aims of the Trust include the following:

- Continue to support Primary Schools following any requests to join the MAT. The Trust was joined by Pheasey Park Farm Primary School and Early Years Centre in February 2020. This is a good school which is based in Walsall and is therefore the first out of borough school to join the Trust.
- Plans for continued excellent performance are identified in each School Improvement Plan (SIP). An understanding of each Academy's effectiveness can be judged through its self-evaluation form.
- The following priorities are shared across the Trust:

Achievement

To ensure every child, regardless of their starting point, achieves their maximum potential. Progress and attainment will be above national averages for all groups. Behaviour will be excellent and attendance levels will be above average in all Academies.

Quality of Teaching and Learning

This will be high standards of learning supported by teaching that is at least Good and much Outstanding.

Leadership

The Trust will continue to develop and grow its own Leaders who will be outstanding and effective in ensuring high standards are maintained.

The effectiveness of these plans and actions will be reported at half termly Local Governing Board meetings.

- The Trust will continue to strive to achieve excellence in children's performance levels.

Funds held as custodian on behalf of others

No monies are being held on behalf of other schools or other organisations as at 31 August 2020.

Disclosure of information to auditors

In so far as the Trustees are aware:

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

The Trustees' Report, incorporating a strategic report, was approved by order of the Board of Trustees, as the company directors, on 14 December 2020 and signed on its behalf by:



J Purcell
Chair of Trustees

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Governance Statement

Scope of responsibility

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

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

The board of Trustees has delegated the day-to-day responsibility to the Chief Executive Officer, as accounting officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and in accordance with the requirements and responsibilities assigned to it in the funding agreement between Elston Hall Multi Academy Trust and the Secretary of State for Education. They are also responsible for reporting to the board of Trustees any material weaknesses or breakdowns in internal control.

Governance

The information on governance included here supplements that described in the Trustees' Report and in the Statement of Trustees' Responsibilities. The board of Trustees has formally met 4 times during the year.

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

Trustee	Meetings attended	Out of a possible
L Kruczek, Chair to 27 January 2020	3	4
G Bladon	4	4
J Briscoe	2	4
D Brown	4	4
O Dallaway	2	4
K Grayson, Chief Executive Officer and Accounting Officer	4	4
K Pal	4	4
J Purcell, Chair from 27 January 2020	3	4
G Hawkins	3	3
L Talbot	0	1

Whilst the full Trust board have not met at least 6 times during the period there is overlap between the trustees of the board and financial and general purposes committee. Through this and the detail described below, subject to the matter disclosed in our regularity report, the trust board felt adequate financial oversight was maintained.

The Finance and General Purposes Committee is a sub-committee of the main board of Trustees. Its purpose is to assist the board in effective and informed decision making. The committee are required to give detailed consideration to the best means of fulfilling the board's responsibility and to ensure sound management of the Trust's finances and resources, including proper planning, monitoring and probity.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Governance Statement (continued)

Governance (continued)

The committee has formally met 2 times during the year - school closure demanded the postponement of some planned meetings. The meeting planned for the Spring term (20th January 2020) could not go ahead due to unavailability of Committee members therefore it was agreed to add the formal FGPA business to the agenda for Full Trust Board on 27th January 2020. Whilst it is acknowledged that a formal set of management accounts were not produced for May to August 2020 (due to significant time constraints and resources), communication between the CEO, Associate Headteacher, Heads of School and the Trust's Business Manager was maintained to ensure any budgets continued to be appropriately monitored. It should also be noted that April's management reports were completed in June, and therefore all forecasts incorporated known changes during June 2020.

Attendance during the year at meetings was as follows:

Trustee	Meetings attended	Out of a possible
K Pal (Chair)	2	2
D Brown	2	2
K Grayson (Chief Executive Officer)	2	2
J Purcell	2	2

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 societal outcomes achieved in return for the taxpayer resources received.

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

- The Trust's Attendance Officer continues to be utilised across all schools within the Trust rather than entering an SLA agreement with the LA;
- A number of educational subscriptions/memberships periods have been harmonised and negotiated at Trust level which has enabled discounts to be secured;
- Review of current Service Level Agreements (SLA) has resulted in savings being achieved and Contracts across all schools has identified areas where future Trust contracts can be negotiated (upon end of contractual terms) to continue to achieve economies of scale and future savings for the Trust.
- The Behavioural & Emotional Support Officer is established as a Trust post and operated across all schools in the Trust.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Governance Statement (continued)

The purpose of the system of internal control

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives. It can, therefore, only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an on-going process designed to identify and prioritise the risks to the achievement of Trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically.

The system of internal control has been in place in Elston Hall Multi Academy Trust for the year 1 September 2019 to 31 August 2020 and up to the date of approval of the annual report and financial statements.

Capacity to handle risk

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

The risk and control framework

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

- Comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the Board of Trustees;
- Regular reviews by the Finance, General Purposes and Audit Committee of reports which indicate financial performance against forecasts and of major purchase plans, capital works and expenditure programmes;
- Setting targets to measure financial and other performance;
- Clearly defined purchasing (asset purchase or capital investment) guidelines;
- Delegation of authority and segregation of duties;
- Identification and management of risks

The Board of Trustees has decided not to appoint an internal auditor. However, the Trustees have appointed M3 Audit Consultancy Services to perform additional checks for this academic year.

The auditor's role includes giving advice on financial controls and performing a range of checks on the Trust's financial systems. In particular the checks carried out in the current period included testing payroll and purchasing systems, testing the completeness of income and testing management override.

The academy trust has confirmed that the appointee has delivered their schedule of work as planned. No material control issues were noted as having arisen as a result of the appointee's work.

Governance Statement (continued)

Review of effectiveness

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

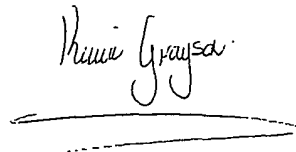
- the internal audit risk review;
- the external audit risk review;
- the financial management and governance self-assessment process;
- the work of managers within the Trust who have responsibility for the development and maintenance of the internal control framework.

The accounting officer has been advised of the implications of the result of their review of the system of internal control by the Finance, General Purposes and Audit Committee 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 14 December 2020 and signed on their behalf by:



J Purcell
Chair of Trustees



K Grayson
Accounting Officer

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

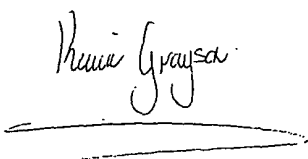
Statement on Regularity, Propriety and Compliance

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

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

I confirm that the following instances of material irregularity, impropriety or funding non-compliance discovered to date have been notified to the board of Trustees and ESFA. If any instances are identified after the date of this statement, these will be notified to the board of Trustees and ESFA:

Due to the unforeseen and unprecedented impact that COVID-19 pandemic has had on the trust, as well as constraints on staff resources, during the period, the management accounts produced only ran up to April 2020. Thereafter, these formal documents were unable to be produced to satisfy Academies Financial Handbook regulations. The Trust focused on critical matters during this period and shared relevant financial information with key trustees and individuals to ensure our own internal procurement processes were adhered to. The production of monthly management accounts is now corrected and in place for the period 2020/2021.



K Grayson
Accounting Officer
Date: 14 December 2020

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Statement of Trustees' responsibilities
For the Year Ended 31 August 2020

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP 2019 and the Academies Accounts Direction 2019 to 2020;
- 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 14 December 2020 and signed on its behalf by:



J Purcell
Chair of Trustees

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Independent Auditors' Report on the financial statements to the Members of Elston Hall Multi Academy Trust

Opinion

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

In our opinion the financial statements:

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

Basis for opinion

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

Conclusions relating to going concern

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

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

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Independent Auditors' Report on the financial statements to the Members of Elston Hall Multi Academy Trust (continued)

Other information

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

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

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report including the Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report and the Strategic Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the academy trust 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; or
- we have not received all the information and explanations we require for our audit.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Independent Auditors' Report on the financial statements to the Members of Elston Hall Multi Academy Trust (continued)

Responsibilities of trustees

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

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

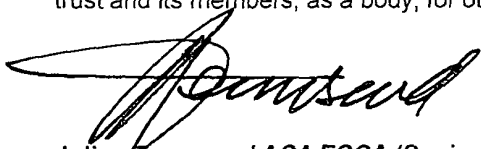
Auditors' responsibilities for the audit of the financial statements

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

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

Use of our report

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



Julian Townsend ACA FCCA (Senior Statutory Auditor)

for and on behalf of
Dains LLP

Statutory Auditor
Chartered Accountants

Birmingham

14 December 2020

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Independent Reporting Accountant's Assurance Report on Regularity to Elston Hall Multi Academy Trust and the Education & Skills Funding Agency

In accordance with the terms of our engagement letter dated 8 October 2018 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2019 to 2020, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Elston Hall Multi Academy Trust during the year 1 September 2019 to 31 August 2020 have been applied to the purposes identified by Parliament and the financial transactions conform to the authorities which govern them.

This report is made solely to Elston Hall Multi Academy Trust and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to Elston Hall Multi Academy Trust and ESFA those matters we are required to state in a report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Elston Hall Multi Academy Trust and ESFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of Elston Hall Multi Academy Trust's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of Elston Hall Multi Academy Trust's funding agreement with the Secretary of State for Education dated 29 September 2015 and the Academies Financial Handbook, extant from 1 September 2019, for ensuring that expenditure disbursed and income received is applied for the purposes intended by Parliament and the financial transactions conform to the authorities which govern them.

Our responsibilities for this engagement are established in the United Kingdom by our profession's ethical guidance and are to obtain limited assurance and report in accordance with our engagement letter and the requirements of the Academies Accounts Direction 2019 to 2020. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the year 1 September 2019 to 31 August 2020 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

Approach

We conducted our engagement in accordance with the Academies Accounts Direction 2019 to 2020 issued by ESFA. We performed a limited assurance engagement as defined in our engagement letter.

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

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

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

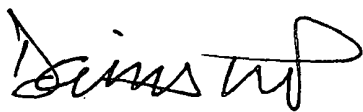
Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Independent Reporting Accountant's Assurance Report on Regularity to Elston Hall Multi Academy Trust and the Education & Skills Funding Agency (continued)

Conclusion

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

- Management accounts production is not compliant with the Academies Financial Handbook due to reasons given by the Accounting Officer and contained in their report.



Dains LLP

Statutory Auditor
Chartered Accountants

Birmingham

Date: 14 December 2020

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Statement of financial activities (incorporating income and expenditure account)
For the Year Ended 31 August 2020

		Unrestricted funds 2020	Restricted funds 2020	Restricted fixed asset funds 2020	Total funds 2020	Total funds 2019
	Note	£	£	£	£	£
Income from:						
Donations and capital grants:	4					
Transferred from local authority		586,494	(1,358,000)	15,252,220	14,480,714	-
Other donations and capital grants		14,549	-	749,946	764,495	143,402
Charitable activities:	5					
Funding for the multi academy trust's educational operations		42,152	9,714,821	-	9,756,973	7,544,813
Other trading activities	6	54,609	-	-	54,609	63,192
Investments	7	974	-	-	974	297
Total income		674,153	8,381,446	16,002,166	25,057,765	7,751,704
Expenditure on:						
Raising funds	8	10,080	-	-	10,080	31,035
Multi academy trust's educational operations	8	63,900	10,829,367	480,479	11,373,746	7,976,546
Total expenditure		73,980	10,829,367	480,479	11,383,826	8,007,581
Net (expenditure)/income before transfers		600,173	(2,447,921)	15,521,687	13,673,939	(255,877)
Transfers between funds	18	-	(60,968)	60,968	-	-
Net movement in funds before other recognised gains/(losses)		600,173	(2,508,889)	15,582,655	13,673,939	(255,877)
Other recognised gains/(losses):						
Actuarial losses on defined benefit pension schemes	26	(2,439,000)	-	-	(2,439,000)	(745,000)
Net movement in funds		(1,838,827)	(2,508,889)	15,582,655	11,234,939	(1,000,877)
Reconciliation of funds:						
Total funds brought forward		72,340	(5,904,865)	10,058,164	4,225,639	5,226,516
Net movement in funds		(1,838,827)	(2,508,889)	15,582,655	11,234,939	(1,000,877)
Total funds carried forward		(1,766,487)	(8,413,754)	25,640,819	15,460,578	4,225,639

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)
Registered number: 09780473

Balance Sheet
For the Year Ended 31 August 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	15	25,221,743	10,052,684
Current assets			
Debtors	16	881,478	304,555
Cash at bank and in hand		1,021,052	113,383
		<u>1,902,530</u>	<u>417,938</u>
Creditors: amounts falling due within one year	17	(494,695)	(284,983)
Net current assets		<u>1,407,835</u>	<u>132,955</u>
Total assets less current liabilities		<u>26,629,578</u>	<u>10,185,639</u>
Defined benefit pension scheme liability	26	(11,169,000)	(5,960,000)
Total net assets		<u>15,460,578</u>	<u>4,225,639</u>
Funds of the academy trust			
Restricted funds:			
Fixed asset funds	18	25,640,819	10,058,164
Restricted income funds	18	316,246	55,135
		<u>25,957,065</u>	<u>10,113,299</u>
Restricted funds excluding pension asset	18	25,957,065	10,113,299
Pension reserve	18	(11,169,000)	(5,960,000)
Total restricted funds	18	<u>14,788,065</u>	<u>4,153,299</u>
Unrestricted income funds	18	<u>672,513</u>	<u>72,340</u>
Total funds		<u>15,460,578</u>	<u>4,225,639</u>

The financial statements on pages 23 to 60 were approved by the Trustees, and authorised for issue on 14 December 2020 and are signed on their behalf, by:



J Purcell
Chair of Trustees

The notes on pages 26 to 60 form part of these financial statements.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Statement of Cash Flows
For the Year Ended 31 August 2020

	Note	2020 £	2019 £
Cash flows from operating activities			
Net cash provided by operating activities	20	516,071	18,217
Cash flows from investing activities	21	391,599	64,964
Change in cash and cash equivalents in the year		907,670	83,181
Cash and cash equivalents at the beginning of the year		113,383	30,202
Cash and cash equivalents at the end of the year	22, 23	1,021,053	113,383

The notes on pages 26 to 60 form part of these financial statements

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 August 2020

1. General information

Elston Hall Multi Academy Trust is a company limited by guarantee and incorporated in England and Wales. The registered number of the company is 09780473 and its registered office is Stafford Road, Fordhouses, Wolverhampton, West Midlands, WV10 6NN.

2. 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.

2.1 Basis of preparation of financial statements

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

Elston Hall Multi Academy Trust meets the definition of a public benefit entity under FRS 102.

The multi academy trust's functional and presentational currency is GBP. The financial statements are rounded to the nearest £.

2.2 Going concern

The Trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the academy trust to continue as a going concern. The Trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the academy trust has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the academy trust's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 August 2020

2. Accounting policies (continued)

2.3 Income

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

- **Grants**

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

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

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

- **Sponsorship income**

Sponsorship income provided to the academy trust which amounts to a donation is recognised in the Statement of Financial Activities in the year in which it is receivable (where there are no performance-related conditions) where receipt is probable and it can be measured reliably.

- **Donations**

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

- **Other income**

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

- **Transfer on conversion**

Where assets and liabilities are received by the academy trust on conversion to an academy, the transferred assets are measured at fair value and recognised in the Balance Sheet at the point when the risks and rewards of ownership pass to the academy trust. An equal amount of income is recognised as a transfer on conversion within 'Income from Donations and Capital Grants' to the net assets received.

2. Accounting policies (continued)

2.4 Expenditure

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

- **Expenditure on raising funds**

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

- **Charitable activities**

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

All resources expended are inclusive of irrecoverable VAT.

2.5 Interest receivable

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

2.6 Taxation

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

Accordingly, the academy trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by Part 11, chapter 3 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.

2. Accounting policies (continued)

2.7 Tangible fixed assets

Assets costing £1,500 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

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

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

Depreciation is provided on the following bases:

Leasehold buildings	- 2% straight line
Long-term leasehold land	- over lease term
Leasehold improvements	- 10% straight line
Furniture and fixtures	- 20% straight line
Computer equipment	- 25% straight line

Assets in the course of construction are included at cost. Depreciation on these assets is not charged until they are brought into use and reclassified to freehold or leasehold land and buildings.

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

2.8 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.9 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.10 Liabilities

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

2. Accounting policies (continued)

2.11 Provisions

Provisions are recognised when the academy trust has an obligation at the reporting date as a result of a past event which it is probable will result in the transfer of economic benefits and the obligation can be estimated reliably.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

2.12 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 bases 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 16. Prepayments are not financial instruments. Amounts due to the academy trust's wholly owned subsidiary are held at face value less any impairment. Cash at bank is classified as a basic financial instrument and is measured at face value.

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

Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost as detailed in note 17. 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. Amounts due to the academy trust's wholly owned subsidiary are held at face value less any impairment.

2.13 Leased assets

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

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 August 2020

2. Accounting policies (continued)

2.14 Pensions

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

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

The LGPS is a funded multi-employer scheme and the assets are held separately from those of the academy trust in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit credit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent term and currency to the liabilities. The actuarial valuations are obtained at least triennially and are updated at each Balance Sheet date. The amounts charged to operating surplus are the current service costs and the costs of scheme introductions, benefit changes, settlements and curtailments. They are included as part of staff costs as incurred. Net interest on the net defined benefit liability/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.

2.15 Fund accounting

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

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

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

Investment income, gains and losses are allocated to the appropriate fund.

3. Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions:

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

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost or income for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 26, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2016 has been used by the actuary in valuing the pensions liability at 31 August 2020. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

Critical areas of judgement:

The preparation of the financial statements in conformity with generally accepted accounting principles requires the Trustees to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results in the future could differ from those estimates. In this regard, the Trustees believe that the critical accounting policies where judgements or estimating are necessarily applied are summarised below.

Depreciation and residual value

Tangible fixed assets are depreciated over the useful lives taking into account residual values where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors.

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 August 2020

4. Income from donations and capital grants

	Unrestricted funds 2020	Restricted funds 2020	Restricted fixed asset funds 2020	Total funds 2020
	£	£	£	£
Transfer from local authority on conversion	586,494	(1,358,000)	15,252,220	14,480,714
Donations	14,549	-	-	14,549
Capital Grants	-	-	749,946	749,946
Total 2020	601,043	(1,358,000)	16,002,166	15,245,209

	Unrestricted funds 2019	Restricted fixed asset funds 2019	Total funds 2019
	£	£	£
Donations	12,708	-	12,708
Capital Grants	-	130,694	130,694
Total 2019	12,708	130,694	143,402

Elston Hall Multi Academy Trust
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 August 2020

5. Funding for the academy trust's educational operations

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
DfE/ESFA grants			
GAG (General Annual Grant)	-	7,101,414	7,101,414
Pupil Premium	-	765,083	765,083
Universal Infant Free School Meals	-	208,294	208,294
Rates relief	-	19,387	19,387
PE Sports grant funding	-	88,719	88,719
Start up grants	-	25,000	25,000
Other grants	-	394,022	394,022
	-	8,601,919	8,601,919
Other government grants			
Maternity insurance cover grant income	-	42,319	42,319
Other local authority grants	-	742,479	742,479
Other government grants	-	36,262	36,262
	-	821,060	821,060
Other funding			
Catering income	-	66,515	66,515
School trip income	-	27,996	27,996
Extended services income	-	76,535	76,535
Other income	17,527	-	17,527
University placement income	-	2,054	2,054
Early years centre income	-	143,367	143,367
	17,527	316,467	333,994
Total 2020	17,527	9,739,446	9,756,973

Elston Hall Multi Academy Trust
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Notes to the Financial Statements
For the Year Ended 31 August 2020

5. Funding for the academy trust's educational operations (continued)

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £
DfE/ESFA grants			
GAG (General Annual Grant)	-	5,665,155	5,665,155
Pupil Premium	-	645,112	645,112
Universal Free School Meals	-	156,665	156,665
Rates relief	-	25,270	25,270
PE Sports grant funding	-	77,120	77,120
Other grants	-	53,974	53,974
	-	6,623,296	6,623,296
Other government grants			
Maternity insurance cover grant income	-	57,721	57,721
Other local authority grants	-	556,877	556,877
Other government grants	6,875	20,680	27,555
	6,875	635,278	642,153
Other funding			
Catering income	-	74,043	74,043
School trip income	-	77,237	77,237
Extended services income	-	106,605	106,605
Outsourced Teacher income	-	4,713	4,713
University placement income	-	2,656	2,656
Other income	13,865	245	14,110
	13,865	265,499	279,364
	20,740	7,524,073	7,544,813
Total 2019			

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Notes to the Financial Statements
For the Year Ended 31 August 2020

6. Income from other trading activities

	Unrestricted funds 2020	Total funds 2020
	£	£
Fundraising activities	10,377	10,377
Lettings income	9,279	9,279
Sale of uniform	9,684	9,684
Other income	5,106	5,106
Music services income	194	194
Sale of goods and services	19,969	19,969
Total 2020	54,609	54,609

	Unrestricted funds 2019	Total funds 2019
	£	£
Fundraising activities	7,959	7,959
Lettings income	8,412	8,412
Sale of uniform	13,349	13,349
Other income	10,090	10,090
Music services income	175	175
Sale of goods and services	23,207	23,207
Total 2019	63,192	63,192

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Notes to the Financial Statements
For the Year Ended 31 August 2020

7. Investment income

	Unrestricted funds 2020	Total funds 2020
	£	£
Bank interest receivable	974	974

	Unrestricted funds 2019	Total funds 2019
	£	£
Bank interest receivable	297	297

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Notes to the Financial Statements
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8. Expenditure

	Staff Costs 2020 £	Premises 2020 £	Other 2020 £	Total 2020 £
<i>Expenditure on raising funds:</i>				
Direct costs			10,080	10,080
<i>Academy's educational Operations:</i>				
Direct costs	7,508,629	242,138	859,070	8,609,837
Allocated support costs	1,502,017	385,668	876,224	2,763,909
Total 2020	9,010,646	627,806	1,745,374	11,383,826
	Staff Costs 2019 £	Premises 2019 £	Other 2019 £	Total 2019 £
<i>Expenditure on raising funds:</i>				
Direct costs	-	-	31,035	31,035
<i>Academy's educational Operations:</i>				
Direct costs	4,915,756	215,398	521,345	5,652,499
Allocated support costs	1,053,362	375,494	895,191	2,324,047
Total 2019	5,969,118	590,892	1,447,571	8,007,581

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Notes to the Financial Statements
For the Year Ended 31 August 2020

9. Analysis of expenditure by activities

	Activities undertaken directly 2020	Support costs 2020	Total funds 2020
	£	£	£
Educational Operations	8,609,837	2,763,909	11,373,746

	Activities undertaken directly 2019	Support costs 2019	Total funds 2019
	£	£	£
Educational Operations	5,652,499	2,324,047	7,976,546

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Notes to the Financial Statements
For the Year Ended 31 August 2020

9. Analysis of expenditure by activities (continued)

Analysis of direct costs

	Educational Operations 2020 £	Total funds 2020 £
LGPS finance costs	120,000	120,000
Staff costs	7,453,476	7,453,476
Depreciation	442,482	442,482
Educational supplies	115,889	115,889
Staff development	2,116	2,116
Technology costs	136,543	136,543
Other direct costs	312,809	312,809
Insurance	26,522	26,522
Total 2020	8,609,837	8,609,837
	Educational Operations 2019 £	Total funds 2019 £
Pension finance costs	125,000	125,000
Staff costs	4,873,975	4,873,975
Depreciation	252,343	252,343
Educational supplies	105,296	105,296
Staff development	9,323	9,323
Technology costs	54,629	54,629
Other direct costs	231,933	231,933
Total 2019	5,652,499	5,652,499

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Notes to the Financial Statements
For the Year Ended 31 August 2020

9. Analysis of expenditure by activities (continued)

Analysis of support costs

	Educational Operations 2020 £	Total funds 2020 £
Staff costs	1,502,017	1,502,017
Educational supplies	3,327	3,327
Technology costs	21,527	21,527
Other direct costs	268,014	268,014
Maintenance of premises	344,254	344,254
Operating leases	22,265	22,265
Rates	28,670	28,670
Energy	119,019	119,019
Insurance	39,243	39,243
Other occupancy costs	42,436	42,436
Catering costs	373,137	373,137
Total 2020	2,763,909	2,763,909
	Educational Operations 2019 £	Total funds 2019 £
Staff costs	1,053,362	1,053,362
Educational supplies	7,549	7,549
Technology costs	66,161	66,161
Other direct costs	410,485	410,485
Maintenance of premises	227,882	227,882
Operating leases	23,828	23,828
Rates	25,270	25,270
Energy	91,302	91,302
Insurance	73,645	73,645
Other occupancy costs	34,404	34,404
Catering costs	310,159	310,159
Total 2019	2,324,047	2,324,047

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Notes to the Financial Statements
For the Year Ended 31 August 2020

10. Net income/(expenditure)

Net income/(expenditure) for the year includes:

	2020 £	2019 £
Operating lease rentals	22,265	23,828
Depreciation of tangible fixed assets	280,978	252,343
Fees paid to auditors for:		
- audit	14,075	12,500
- other services	4,050	3,900
	321,368	293,571

11. Staff

a. Staff costs

Staff costs during the year were as follows:

	2020 £	2019 £
Wages and salaries	5,752,338	4,483,390
Social security costs	515,620	400,639
Pension costs	2,687,535	1,039,320
	8,955,493	5,923,349
Agency staff costs	55,153	41,781
Staff restructuring costs	-	3,988
	9,010,646	5,969,118

Staff restructuring costs comprise:

Severance payments	-	3,988
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Elston Hall Multi Academy Trust
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Notes to the Financial Statements
For the Year Ended 31 August 2020

11. Staff (continued)

b. Staff numbers

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

	2020 No.	2019 No.
Teachers	90	59
Teaching Assistants	98	77
Administrative	20	16
Management	21	16
Support staff	110	75
Caretaker	22	9
	361	252

The average headcount expressed as full-time equivalents was:

	2020 No.	2019 No.
Teachers	83	54
Teaching Assistants	68	58
Administrative	16	12
Management	20	15
Support Staff	30	14
Caretaker	15	7
	232	160

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11. Staff (continued)

c. Higher paid staff

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

	2020 No.	2019 No.
In the band £60,001 - £70,000	1	-
In the band £70,001 - £80,000	1	1
In the band £80,001 - £90,000	1	-
In the band £110,001 - £120,000	1	1

d. Key management personnel

The key management personnel of the academy trust comprise the Trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the academy trust was £793,481 (2019 - £693,933).

12. Central services

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

- Human resources
- Educational services
- Financial services
- Operations
- Legal and governance
- Others as arising

The academy trust charges for these services on the following basis:

6% of General Annual Grant (GAG) income.

The actual amounts charged during the year were as follows:

	2020 £	2019 £
Elston Hall Primary School	143,691	144,220
Palmers Cross Primary School	58,160	51,403
Edward the Elder Primary School	56,277	54,604
Goldthorn Park Primary School	96,108	86,400
Pheasey Park Farm & Early Years Centre	71,848	-
Total	426,084	336,627

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Notes to the Financial Statements
For the Year Ended 31 August 2020

13. Trustees' remuneration and expenses

One or more Trustees has been paid remuneration or has received other benefits from an employment with the academy trust. The principal and other staff Trustees only receive remuneration in respect of services they provide undertaking the roles of principal and staff members under their contracts of employment. The value of Trustees' remuneration and other benefits was as follows:

		2020 £000's	2019 £000's
K Grayson, Executive Headteacher and Accounting Officer	Remuneration	115-120	110-115
	Pension contributions paid	25-30	15-20

During the year, retirement benefits were accruing to 1 Trustees (2019 - 1) in respect of defined benefit pension schemes.

During the year, no Trustees received any benefits in kind (2019 - £NIL)

During the year ended 31 August 2020, no Trustee expenses have been incurred (2019 - £NIL).

14. Trustees' and Officers' insurance

The academy 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 academy business, and provides cover up to £10,000,000. It is not possible to quantify the Trustees and officers indemnity element from the overall cost of the RPA scheme membership.

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Notes to the Financial Statements
For the Year Ended 31 August 2020

15. Tangible fixed assets

	Leasehold property	Leasehold improvements	Furniture and fixtures	Computer equipment	Assets under construction	Total
	£	£	£	£	£	£
Cost or valuation						
At 1 September 2019	10,012,603	308,188	62,337	151,335	243,858	10,778,321
Additions	-	-	43,802	77,734	237,785	359,321
Acquired on conversion	15,246,000	-	6,220	-	-	15,252,220
Transfers between classes	-	275,255	-	-	(275,255)	-
At 31 August 2020	<u>25,258,603</u>	<u>583,443</u>	<u>112,359</u>	<u>229,069</u>	<u>206,388</u>	26,389,862
Depreciation						
At 1 September 2019	554,339	46,110	21,100	104,088	-	725,637
Charge for the year	346,083	57,559	15,268	23,572	-	442,482
At 31 August 2020	<u>900,422</u>	<u>103,669</u>	<u>36,368</u>	<u>127,660</u>	<u>-</u>	1,168,119
Net book value						
At 31 August 2020	<u>24,358,181</u>	<u>479,774</u>	<u>75,991</u>	<u>101,409</u>	<u>206,388</u>	25,221,743
At 31 August 2019	<u>9,458,264</u>	<u>262,078</u>	<u>41,237</u>	<u>47,247</u>	<u>243,858</u>	10,052,684

On 19 November 2020 the Trust received an independent professional external valuation from FHP for the land and buildings in connection with Pheasey Park Farm Primary School and Early Years Centre. The valuation of land - £2,338,000 and buildings - £12,908,000 were made on a depreciated replacement cost basis. The trustees have used this valuation and subsequently depreciated in line with the accounting policies.

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Notes to the Financial Statements
For the Year Ended 31 August 2020

16. Debtors

	2020 £	2019 £
Due within one year		
Trade debtors	4,790	189
VAT repayable	165,284	57,959
Other debtors	60	3,689
Prepayments and accrued income	711,344	242,718
	881,478	304,555

17. Creditors: Amounts falling due within one year

	2020 £	2019 £
Bank overdrafts	-	172
Trade creditors	4,708	-
Other creditors	261	4,146
Accruals and deferred income	489,726	280,665
	494,695	284,983

	2020 £	2019 £
Deferred income at 1 September 2019	247,134	215,573
Resources deferred during the year	148,224	247,134
Amounts released from previous periods	(247,134)	(215,573)
	148,224	247,134

At the balance sheet date the multi academy trust was holding funds received in advance for universal infant free school meals.

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Notes to the Financial Statements
For the Year Ended 31 August 2020

18. Statement of funds

	Balance at 1 September 2019 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2020 £
Unrestricted funds						
Unrestricted funds	72,340	674,153	(73,980)	-	-	672,513
Restricted general funds						
General Annual Grant (GAG)	55,135	7,126,039	(6,793,235)	(71,693)	-	316,246
Pupil Premium	-	765,083	(765,083)	-	-	-
Other DfE/ESFA grants	-	735,422	(735,422)	-	-	-
Local authority grants	-	821,060	(821,060)	-	-	-
Other restricted funds	-	291,842	(302,567)	10,725	-	-
Pension reserve	(5,960,000)	(1,358,000)	(1,412,000)	-	(2,439,000)	(11,169,000)
	<u>(5,904,865)</u>	<u>8,381,446</u>	<u>(10,829,367)</u>	<u>(60,968)</u>	<u>(2,439,000)</u>	<u>(10,852,754)</u>
Restricted fixed asset funds						
Transferred on conversion	9,404,643	15,252,220	(352,892)	-	-	24,303,971
DfE grants and transfers from the GAG	653,521	749,946	(127,587)	60,968	-	1,336,848
	<u>10,058,164</u>	<u>16,002,166</u>	<u>(480,479)</u>	<u>60,968</u>	<u>-</u>	<u>25,640,819</u>
Total Restricted funds	<u>4,153,299</u>	<u>24,383,612</u>	<u>(11,309,846)</u>	<u>-</u>	<u>(2,439,000)</u>	<u>14,788,065</u>
Total funds	<u>4,225,639</u>	<u>25,057,765</u>	<u>(11,383,826)</u>	<u>-</u>	<u>(2,439,000)</u>	<u>15,460,578</u>

Elston Hall Multi Academy Trust
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Notes to the Financial Statements
For the Year Ended 31 August 2020

18. Statement of funds (continued)

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

Unrestricted funds

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

Restricted funds

These funds represent grants and other income received for the Academy's operational activities and development.

Pension reserve

This pension reserve included within restricted general funds represents the Academy's share of the pension liability arising on the LGPS pension fund.

Restricted fixed asset funds

These funds represents grants received from the DfE, ESFA and Local Authority to carry out works of a capital nature.

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

Total funds analysis by academy

Fund balances at 31 August 2020 were allocated as follows:

	2020 £	2019 £
Elston Hall Primary School	305,654	234,157
Palmers Cross Primary School	28,934	(31,893)
Edward the Elder Primary School	51,494	(48,556)
Goldthorn Park Primary School	26,160	(82,573)
Pheasey Park Farm & Early Years Centre	540,182	-
Elston Hall Multi Academy Trust	36,335	56,340
Total before fixed asset funds and pension reserve	988,759	127,475
Restricted fixed asset fund	25,640,819	10,058,164
Pension reserve	(11,169,000)	(5,960,000)
Total	15,460,578	4,225,639

Elston Hall Multi Academy Trust
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Notes to the Financial Statements
For the Year Ended 31 August 2020

18. Statement of funds (continued)

Total cost analysis by academy

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

	Teaching and educational support staff costs	Other support staff costs	Educational supplies	Other costs excluding depreciation	Total 2020
	£	£	£	£	£
Elston Hall Primary School	1,877,890	532,913	45,657	611,176	3,067,636
Palmers Cross Primary School	860,492	151,694	14,733	234,538	1,261,457
Edward the Elder Primary School	761,265	199,966	12,795	235,309	1,209,335
Goldthorn Park Primary School	1,222,149	196,971	21,158	393,882	1,834,160
Pheasey Park Farm & Early Years Centre (from 1.2.20 to 31.8.20)	1,026,475	420,473	21,546	207,018	1,675,512
Elston Hall Multi Academy Trust	1,760,358	-	-	132,886	1,893,244
Academy trust	7,508,629	1,502,017	115,889	1,814,809	10,941,344

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

	Teaching and educational support staff costs	Other support staff costs	Educational supplies	Other costs excluding depreciation	Total 2019
	£	£	£	£	£
Elston Hall Primary School	2,284,233	499,291	32,060	650,893	3,466,477
Palmers Cross Primary School	738,011	146,221	15,849	251,269	1,151,350
Edward the Elder Primary School	666,678	200,856	25,069	245,166	1,137,769
Goldthorn Park Primary School	1,110,834	206,994	39,867	400,947	1,758,642
Elston Hall Multi Academy Trust	116,000	-	-	125,000	241,000
Academy trust	4,915,756	1,053,362	112,845	1,673,275	7,755,238

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Notes to the Financial Statements
For the Year Ended 31 August 2020

18. Statement of funds (continued)

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

	Balance at 1 September 2018 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2019 £
Unrestricted funds						
Unrestricted funds	13,313	96,937	(37,910)	-	-	72,340
Restricted general funds						
General Annual Grant (GAG)	-	5,665,155	(5,617,410)	7,390	-	55,135
Pupil Premium	-	645,112	(645,112)	-	-	-
Other DfE/ESFA grants	-	313,029	(313,029)	-	-	-
Local authority grants	-	635,278	(635,278)	-	-	-
Other restricted funds	-	265,499	(265,499)	-	-	-
Pension reserve	(4,974,000)	-	(241,000)	-	(745,000)	(5,960,000)
	<u>(4,974,000)</u>	<u>7,524,073</u>	<u>(7,717,328)</u>	<u>7,390</u>	<u>(745,000)</u>	<u>(5,904,865)</u>
Restricted fixed asset funds						
Transferred on conversion	9,600,165	-	(195,522)	-	-	9,404,643
DfE grants and transfers from the GAG	587,038	130,694	(56,821)	(7,390)	-	653,521
	<u>10,187,203</u>	<u>130,694</u>	<u>(252,343)</u>	<u>(7,390)</u>	<u>-</u>	<u>10,058,164</u>
Total Restricted funds	<u>5,213,203</u>	<u>7,654,767</u>	<u>(7,969,671)</u>	<u>-</u>	<u>(745,000)</u>	<u>4,153,299</u>
Total funds	<u><u>5,226,516</u></u>	<u><u>7,751,704</u></u>	<u><u>(8,007,581)</u></u>	<u><u>-</u></u>	<u><u>(745,000)</u></u>	<u><u>4,225,639</u></u>

Elston Hall Multi Academy Trust
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Notes to the Financial Statements
For the Year Ended 31 August 2020

19. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2020	Restricted funds 2020	Restricted fixed asset funds 2020	Total funds 2020
	£	£	£	£
Tangible fixed assets	-	-	25,221,743	25,221,743
Current assets	672,513	610,007	620,010	1,902,530
Creditors due within one year	-	(293,761)	(200,934)	(494,695)
Provisions for liabilities and charges	-	(11,169,000)	-	(11,169,000)
Total	672,513	(10,852,754)	25,640,819	15,460,578

Analysis of net assets between funds - prior period

	Unrestricted funds 2019	Restricted funds 2019	Restricted fixed asset funds 2019	Total funds 2019
	£	£	£	£
Tangible fixed assets	-	-	10,052,684	10,052,684
Current assets	72,340	223,490	122,108	417,938
Creditors due within one year	-	(168,355)	(116,628)	(284,983)
Provisions for liabilities and charges	-	(5,960,000)	-	(5,960,000)
Total	72,340	(5,904,865)	10,058,164	4,225,639

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Notes to the Financial Statements
For the Year Ended 31 August 2020

20. Reconciliation of net income/(expenditure) to net cash flow from operating activities

	2020 £	2019 £
Net income/(expenditure) for the period (as per Statement of Financial Activities)	13,673,939	(255,877)
Adjustments for:		
Depreciation	442,482	252,343
Capital grants from DfE and other capital income	(749,946)	(182,491)
Interest receivable	(974)	(297)
Defined benefit pension scheme obligation inherited	1,358,000	-
Defined benefit pension scheme cost less contributions payable	1,292,000	116,000
Defined benefit pension scheme finance cost	120,000	125,000
(Increase)/decrease in debtors	(576,923)	53,176
Increase/(decrease) in creditors	209,713	(89,637)
Tangible fixed assets gifted	(15,252,220)	-
Net cash provided by operating activities	516,071	18,217

21. Cash flows from investing activities

	2020 £	2019 £
Interest receivable	974	297
Purchase of tangible fixed assets	(359,321)	(117,824)
Capital grants from DfE Group	749,946	182,491
Net cash provided by investing activities	391,599	64,964

22. Analysis of cash and cash equivalents

	2020 £	2019 £
Cash in hand	1,021,053	113,383
Total cash and cash equivalents	1,021,053	113,383

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Notes to the Financial Statements
For the Year Ended 31 August 2020

23. Analysis of changes in net debt

	At 1 September 2019	Cash flows	At 31 August 2020
	£	£	£
Cash at bank and in hand	113,383	907,669	1,021,052
Bank overdrafts	(172)	172	-
	<u>113,211</u>	<u>907,841</u>	<u>1,021,052</u>

24. Conversion to an academy trust

On 1 February 2020 Pheasey Park Farm Primary School and Early Years Centre converted to academy trust status under the Academies Act 2010 and all the operations and assets and liabilities were transferred to Elston Hall Multi Academy Trust from Walsall Council for £NIL consideration.

The transfer has been accounted for as a combination that is in substance a gift. The assets and liabilities transferred were valued at their fair value and recognised in the Balance Sheet under the appropriate heading with a corresponding net amount recognised as a net gain in the Statement of Financial Activities as Income from Donations and Capital Grants - transfer from local authority on conversion.

The following table sets out the fair values of the identifiable assets and liabilities transferred and an analysis of their recognition in the Statement of Financial Activities.

	Unrestricted funds	Restricted funds	Restricted fixed asset funds	Total funds
	£	£	£	£
Tangible fixed assets				
Leasehold land and buildings	-	-	15,246,000	15,246,000
Other tangible fixed assets	-	-	6,220	6,220
Current assets				
Cash - representing budget surplus on LA funds	586,494	-	-	586,494
LGPS Pension deficit	-	(1,358,000)	-	(1,358,000)
Net assets/(liabilities)	<u>586,494</u>	<u>(1,358,000)</u>	<u>15,252,220</u>	<u>14,480,714</u>

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Notes to the Financial Statements
For the Year Ended 31 August 2020

25. Capital commitments

	2020 £	2019 £
Contracted for but not provided in these financial statements		
Acquisition of tangible fixed assets	<u>382,534</u>	<u>39,898</u>

26. Pension commitments

The academy 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 West Midlands Pension Fund. 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 2016.

There were no outstanding or prepaid contributions at either the beginning or the end of the financial year.

Teachers' Pension Scheme

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

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