

COMPANY REGISTRATION NUMBER 07867334

**The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

Company Limited by Guarantee

Financial Statements

31 August 2014

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2014

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The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Reference and Administrative Details

Company Name	The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)
Company Registration Number	07867334
Principal Office	Burleigh Piece Buckingham MK18 7HX
Trustees	Mr Andrew MacGarvey Mr Patrick Fealey Mr Liam Harrison
Directors	Mr Andrew MacGarvey (Chief Executive Officer) Mr Patrick Fealey Mr Liam Harrison Mrs Caroline Conquest Mrs Jenny Harte Mr Martyn Kitson (Exec. Headteacher and Accounting Officer)
Governors	Mr Richard Main (Headteacher) Mr Andrew MacGarvey Mr Patrick Fealey (chair of Governors) Mr Liam Harrison Mrs Caroline Conquest Mrs Jenny Harte Ms J Bunyan Mrs L Handley Mr C A Rose Ms L Horner Mrs S L Joubert Mrs D Bowden Mrs A McGuigan Mrs J Bunyan Mrs K Duckmanton
Senior Management Team	Mr Martyn Kitson – Executive Headteacher Mr Richard Main – Headteacher Mrs L Handley – Deputy Headteacher Mrs S Jones – Deputy Headteacher Mrs S Cairns – SEN Manager

**The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

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Reference and Administrative Details *(continued)*

Auditor

MHA MacIntyre Hudson
Chartered Accountants
& Statutory Auditor
Peterbridge House
The Lakes
Northampton
NN4 7HB

Bankers

Lloyds TSB Bank plc
Lloyds Court
28 Secklow Gate West
Milton Keynes
Buckinghamshire
MK9 3EH

Solicitors

Devonshires Solicitors
30 Finsbury Circus
London
EC2M 7DT

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Trustees' Annual Report

Year ended 31 August 2014

The Trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charitable company for the year ended 31 August 2013.

Structure, governance and management

Constitution

The Bourton Meadow Educational Trust is a company limited by guarantee and an exempt charity. The company was incorporated on 1 December 2011. The charitable company's Memorandum and Articles of Association are the primary governing documents of the Trust.

The Governors act as the Trustees for the charitable activities of The Bourton Meadow Educational Trust and are also the Directors of the charitable company for the purposes of company law. The charitable company is known as The Bourton Meadow Educational Trust.

Details of the Trustees, Directors and Governors are included in the Reference and Administrative Details on page 1.

Members' Liability

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

Governors' Indemnities

The Trust has purchased insurance to cover Governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on Trust business. Details of the costs can be found in note 13 to the accounts.

Principal Activities

Bourton Meadow School converted to Academy status on 1 March 2012 at which point the entity's operations commenced. It became a multi academy trust in June 2013 and was named the Bourton Meadow Educational Trust. The Trust's principal activities are to provide all children within the Buckingham community with the same outstanding educational opportunities principally by establishing, maintaining, carrying on, managing and developing schools that offer a broad, balanced and outstanding curriculum.

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

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Trustees' Annual Report *(continued)*

Year ended 31 August 2014

Method of Recruitment and Appointment or Election of Governors

The Board of Trustees is responsible for appointing Governors for Bourton Meadow Academy except for parent Governors and staff Governors who are elected by a secret ballot. The term of office for any Governor shall be 4 years, save that this time limit shall not apply to the Headteacher and Executive Headteacher. Subject to remaining eligible to be a particular type of Governor, any Governor may be re-appointed or re-elected.

Policies and Procedures Adopted for the Induction and Training of Governors

The training and induction provided for new Governors will depend on their existing experience. An induction programme is available and will provide training on charity and educational legal and financial matters. All new Governors will be given a tour of the respective academies and the chance to meet with staff and pupils. All Governors are provided with copies of policies, procedures, minutes, accounts, budgets, plans and other documents that they will need to undertake their role as Governors. As there are normally only two or three new Governors a year, induction tends to be done informally and is tailored specifically to the individual.

Organisational Structure

During the initial period a unified management structure was introduced to help improve the way Bourton Meadow Academy is run. Since the transfer to BMET, the structure now consists of four levels: the Trustees, the Directors, the Governors and The Senior Management Team. The aim of the management structure is to devolve responsibility and encourage involvement in decision making at all levels.

The Governors are responsible for setting general policy, adopting an annual plan and budget, monitoring the Academy by the use of budgets and making major decisions about the direction of their academy, capital expenditure and senior staff appointments.

The Senior Managers at Bourton Meadow Academy are the Executive Headteacher, the Headteacher, two Deputy Headteachers and a SEN Manager. These managers control the Academy at an executive level implementing the policies laid down by the Governors and reporting back to them. As a group, the Senior Managers are responsible for the authorisation of spending within agreed budgets and the appointment of staff, though senior staff are always appointed by the directors. Some spending control is devolved to members of the Management Team, with limits above which a Senior Manager must countersign.

Risk Management

The Governors have assessed the major risks to which Bourton Meadow Academy is exposed, in particular those relating to the specific teaching, provision of facilities and other operational areas of the Academy, and its finances. The Governors have implemented a number of systems to assess risks that the school faces, especially in the operational areas (e.g. in relation to teaching, health and safety, bullying and school trips) and in relation to the control of finance. They have introduced systems, including operational procedures (e.g. vetting of new staff and visitors, supervision of school grounds) and internal financial controls (see below) in order to minimise risk. Where significant financial risk still remains they have ensured they have adequate insurance cover. The Academy has an effective system of internal financial controls and this is explained in more detail in the Governance statement.

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

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Trustees' Annual Report *(continued)*

Year ended 31 August 2014

Connected Organisations, including Related Party Relationships

The Academy is partnered with Denbigh Teaching School Alliance for teacher training and PEP:mk.

Objectives and activities

Objects and Aims

The principal object and activity of the charitable company, Bourton Meadow Educational Trust, is the operation of The Bourton Meadow Academy to provide an outstanding education for pupils of different abilities between the ages of 3 and 11 with an emphasis on an exciting, broad, balanced and creative curriculum.

Objectives, Strategies and Activities

The Bourton Meadow Academy is a school we can be proud of. The school is a vibrant, positive place to be. Our children become responsible citizens. They enjoy coming to school and are motivated by their successes. They are secure in the knowledge that this school welcomes their whole family and works with them as a team, with the welfare and education of each child being our focus.

Pupils throughout the school enjoy a more "Creative Curriculum" and rise to the challenge of enquiry based learning. Monitoring systems are well organised to provide evidence of the impact that these developments have on children's learning. Staff, Headteacher and Governors have a positive, open minded approach to sharing good practice with other schools. Links with schools in the cluster and beyond have led to rapid review and development. The school community as a whole is working coherently together with a clear understanding of the school's agreed vision statement and aims. Development and improvement is continuous and constantly strived for.

In June 2013 Ofsted inspectors judged our school to be "Outstanding" for the third time and we must now aim higher, therefore providing our pupils with the very best primary education we can.

With this goal in mind the School Improvement and Development Plan for 2014/15 has been written under Ofsted inspection headings.

The main areas of development for BMET during the period ended August 31st 2014 were:

- Work towards taking Grenville Combined School into the Trust
- Work towards establishing Lace Hill Academy as a brand new school within the Trust
- Ensure the Initial Teacher Training Centre is ready to be judged outstanding at its next Ofsted inspection
- Continue the development of Bourton Meadow Academy
- Ensure the continuity of the senior leadership of the Trust
- Revisit the Trust's vision
-

The main areas for Bourton Meadow Academy to develop during the period ended 31 August 2014 are summarised below:

- The Ofsted Evaluation Schedule for Schools published in July 2014.

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

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Trustees' Annual Report *(continued)*

Year ended 31 August 2014

- The "Every Child Matters Outcomes and Framework."
- Views of staff, governors, parents and pupils.
- Analysis of key stage 1 and 2 SAT results.
- Researching best practice from other schools.
- Planning the use of the school's resources to maximise educational outcomes

The overriding objectives are:

- To ensure that every child enjoys the same high quality education in terms of resourcing, tuition and care
- To raise the standard of educational achievement of all pupils
- To improve the effectiveness of the Academy by keeping the curriculum and organisational structure under continual review
- To provide value for money for the funds expended
- To comply with all appropriate statutory and curriculum requirements
- To maintain close links with industry and commerce; and
- To conduct the Academy's business in accordance with the highest standards of integrity, probity and openness.

The Academy's main strategy is encompassed in its mission statement which is '*To provide outstanding outcomes and lifelong learning skills for all via Bourton Meadow Academy*'.

To this end the activities provided include:

- To deliver outstanding teaching and learning
- To lead by example in supporting and enriching the community
- To provide outstanding teacher training and consultancy for the wider educational community
- To provide and support CPD amongst staff to enhance performance
- To provide excellence in the wrap around care facilities
- To produce outstanding pupil value added
- To provide enhanced facilities

Public Benefit

The Bourton Meadow Educational Trust promotes education for the benefit of the local community of Buckingham and offers recreational facilities to a variety of local community groups outside of school hours for the benefit of the general public. Community based projects are also undertaken throughout the year by staff and pupils which further enhances the public benefit.

Achievements and performance – Bourton Meadow Academy

The Academy is in its third period of operation and continues to achieve the forecast numbers of pupils. Total pupils in the period ended 31 August 2014 number 603 and the Academy has a full complement in nearly all year groups. The Academy also operates a Nursery taking rising 3's up to school age. This provision had 89 children on roll as at 31 August 2014.

Examination results for 2014 were very pleasing and maintained the high standards of previous years

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

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Trustees' Annual Report *(continued)*

Year ended 31 August 2014

Foundation Stage

65% of pupils have achieved a 'good level of development' compared to 55% in Buckinghamshire last year. The EYFSP average score was 35.8 (Bucks: 33.8).

Key Stage 1

96% of children achieved Level 2 in Reading, 92% achieved a Level 2 in Writing and 97% achieved a Level 2 in Maths. 43% of children achieved a Level 3 in Reading, 30% in writing and 48% in Maths. These figures are significantly above national figures and are a small improvement on last year's excellent results.

Key Stage 2

Once again, children performed significantly above national averages with 99% achieving Level 4+ in Reading, 92% achieving a Level 4 in Writing and 99% achieving a Level 4+ in Maths with 95% achieving Level 4+ in Reading, Writing & Maths combined. 95% of children achieved a Level 4 in all 3 subjects. In addition, 74% of children achieved a Level 5 in reading, 51% in Writing and 66% in Maths. These figures are significantly above national averages and are in line with the very high results from last year.

99% of children achieved two curriculum levels progress in Reading, 97% in Writing and+ 99% achieved this in Maths. In addition, 37% of children made better than expected progress in Reading when compared with national figures,30% in Writing and 44% in Maths. These figures are well above national figures and are in line with what one would expect from an outstanding school.

Going Concern

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

Key Financial Performance Indicators

The Academy Trust uses a number of financial key performance indicators to monitor financial success of the Academy Trust and progress/improvement against the targets set.

Staffing costs are monitored as a percentage of total income. For the period ended 31 August 2013 staffing costs amounted to 73% of total non capital income.

The Academy Trust also monitors its operating surplus or deficit as a percentage of total income. For the period ended 31 August 2013 the operating surplus equated to 4% of total income (excluding LGPS and restricted fixed asset funds).

The Academy Trust also uses a number of non-financial key performance indicators to monitor its performance. These include:

- KS1 level 2 and 3 achievements exceed regional and national percentages
- KS2 level 4 & 5 achievements exceed regional and national percentages
- Pupil attendance rates – for the year ended 31 August 2013 pupil attendance was 96%

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Trustees' Annual Report *(continued)*

Year ended 31 August 2014

Financial review

Most of the Academy's income (83%) is obtained from the DfE in the form of recurrent grants disbursed via the Education Funding Agency (EFA), the use of which is restricted to particular purposes. A significant amount (10%) is generated from extended schools which include breakfast, after-school, Nursery, trips and school meals. Grants received from the DfE during the period ended 31 August 2013 and the associated expenditure are shown as restricted funds in the statement of financial activities.

The restricted fixed asset fund balance is reduced by annual depreciation charges over the expected useful life of the assets concerned.

During the period ended 31 August 2013, total expenditure of £2,879,890, excluding depreciation, was more than covered by recurrent grant funding from the DfE together with other incoming resources. The excess of income over expenditure for the period (excluding restricted fixed asset funds) was £48,553.

At 31 August 2013 the net book value of fixed assets was £3,957,475 and movements in tangible fixed assets are shown in note 14 to the financial statements. The assets were used exclusively for providing education and the associated support services to the pupils of the Academy.

There were no large or unusual transactions in this period. There were a number of minor capital projects that were undertaken to support the schools overall objectives, such as:

- Installation of new windows and doors
- Investment in curriculum resources to enhance support early reading and writing to include training and development in new phonics programme across the Academy
- Investment in upgrading IT across the Academy to include new smartboards and laptops

It is noted that the pension deficit is £xxx,xxx as per the Financial Reporting Standard 17 valuation statement as at 31 August 2013.

The Academy has recognised its share of the Local Government Pension Scheme (LGPS) assets and liabilities in accordance with Financial Reporting Standard 17. A deficit has been recognised at 31 August 2013. Future contribution rates are adjusted so as to reduce this deficit.

Financial and Risk Management Objectives and Policies

The Trust's risk management procedures are outlined above. The Trustees believe that its risk management procedures mitigate as far as reasonably possible the principal risks and uncertainties facing the Academy Trust.

The Bourton Meadow Educational Trust does not have significant trade debtors as invoiced income is a minor ancillary activity. Good credit control is practised including, where possible, invoicing in advance e.g. Nursery (where systems allow).

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Trustees' Annual Report *(continued)*

Year ended 31 August 2014

Cash flow is monitored daily by the Educational Trust and budgets presented to the Governing Body consider cash flow and liquidity in detail. The Trust plans to build up cash reserves to enable it to plan for future capital projects.

Principal Risks and Uncertainties

Through the Trust's risk management procedures, it has considered its principal risks and uncertainties and planned mitigating action wherever possible. The principal risks and uncertainties identified by the Governing Body are:

- Change in Government funding regime – the Trust receives 83% of its income from Government agencies
- Reduction in pupil numbers either through competition or a damaged reputation/falling standards – Bourton Meadow Academy prides itself on the OFSTED grading from its 2013 inspection as a School which rated it as Outstanding, and recognises the importance of maintaining these standards

Key controls that the Academy has in place to mitigate these risks include:

- Attendance at Government funding agency conferences and participation in focus groups to keep up to date with and influence as far as possible Trust funding methodology
- Appropriate organisational structure with several tiers of review
- Internal quality assurance reviews and self-assessments

Reserves Policy

The Trustees review the reserve levels of the Trust annually. This review encompasses the nature of income and expenditure streams, the need to match income with commitments and the nature of reserves. The Trust's current level of free reserves (total funds less the amount held in fixed assets and restricted funds) is **£53,530**. The Trust intends to continue building up free reserves to the level needed.

Financial Position

The Academy held fund balances at 31 August 2013 of £3,710,733 comprising £64,839 of restricted funds, £3,983,364 of restricted fixed asset funds, £53,530 of unrestricted general funds and a pension reserve deficit of £xxx,xxx.

Investment Policy

Due to the infancy of the Academy, the Governing Body are currently reviewing the investment policy. In the meantime, surplus cash fund are held in a deposit account in a high street bank.

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

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Trustees' Annual Report *(continued)*

Year ended 31 August 2014

Plans for future periods

The main aim of the Trust is to support and develop the education of all children within the Buckingham community. The Trust will continue striving to improve the levels of performance of children within the trust at all levels and will continue its efforts to ensure its pupils leave primary school having reached their maximum potential.

The Trust aims in the future to provide school improvement services to other schools but will only do so in a way that does not jeopardise the achievement of pupils in the Trust's own schools. We expect to have Grenville Combined School join the trust on January 1st 2015 and Lace Hill Academy will open as part of the Trust on September 1st 2015. Our aim is to ensure that both these schools are operating with the same level of outstanding achievement that the Bourton Meadow Academy is renowned for. We plan to expand our Initial Teacher Training Centre to accept more trainees and we are looking at other ways of broadening the work of this part of the Trust. Any further expansion of the Trust will only be in accordance with the clearly stated vision of the Trust.

Funds held as custodian trustee on behalf of others

The Academy holds no funds as custodian trustee on behalf of others.

Independent auditor

In so far as the Governors are aware:

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

MHA MacIntyre Hudson are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Registered office:
Burleigh Piece
Buckingham
MK18 7HX

Signed on behalf of the Trustees

Mr Andrew MacGarvey
Chief Executive Officer

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The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Governance Statement (*continued*)

Year ended 31 August 2013

Scope of Responsibility

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

The board of trustees has delegated the day-to-day responsibility to the Principal, 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 The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy) and the Secretary of State for Education. They are also responsible for reporting to the board of trustees any material weaknesses or breakdowns in internal control.

Governance

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

Trustee	Current/ Resigned	Meetings attended	Out of a possible
Mrs J Robinson	Resigned 08/01/2014	1	2
Mr L J Harrison (Chair of Finance & Personnel)		5	6
Mrs A Taylor-Hopki ns	Resigned 17/12/2013	2	2
Mr P J Fealey (Chair of Governors)		5	6
Mr R Main (HeadTeache	Appointed 18/12/2013	5	5

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Governance Statement (continued)

Year ended 31 August 2013

r)			
Mrs K Herring (Company Secretary)	Appointed 06/12/12	5	6
Mr M Kitson (Executive Head & Accounting officer)	Appointed 13/06/2014	1	1
Mrs L Handley	Appointed 06/01/14	3	3
Mrs L Horner	Resigned 29/11/2013	1	
Mrs J Bunyan		4	6
Mrs L Howard	Resigned 06/01/2014	1	2
Mr C A Rose		6	6
Mrs D Bowden	Appointed 10/01/2013	6	6
Mrs J E Harte		3	6
Mr J J Bateman	Resigned 30/04/2014	3	4
Mrs C Conquest		6	6
Mr A J MacGarvey		5	6
Mr T I Moore	Resigned 30/04/2014	2	5
Mrs S L	Appointed	4	6

**The Bourton Meadow Education Trust
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Governance Statement *(continued)*

Year ended 31 August 2013

Joubert	01/01/2013		
Mrs K Reilly	Resigned 21/10/2013	0	1
Mrs A McGuigan	Appointed 01/01/14	3	3

The Finance, Personnel and Pay Review Committee is a sub-committee of the main board of the governors of Bourton Meadow Academy. Its purpose is to monitor the financial position of the academy and the trust and support staffing plans. This financial period has concentrated on establishing robust financial reporting and procedure for the academy and the trust since conversion. Attendance at meetings in the period was as follows:

	Appointed/Resigned	Meetings attended	Out of a possible
Mr L J Harrison – Chair of Finance and Personnel		5	6
Mrs A Taylor-Hopkins (Principal and Accounting officer)	Resigned 17/12/2013	2	2
Mrs J Robinson	Resigned 08/01/2014	5	6
Mr C A Rose		5	6
Mr A J MacGarvey		5	6
Mr B Boggie – Associate	Appointed 13/11/2013	5	5
Mrs A McGuigan	Appointed 01/01/2014	4	4
Mrs J Harte		2	6

The Purpose of the System of Internal Control

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives; it can therefore only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an ongoing process designed to identify and prioritise the risks to the achievement of academy trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy) for the period ended 31 August 2014 and up to the

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

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Governance Statement (*continued*)

Year ended 31 August 2013

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 education trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The board of trustees is of the view that there is a formal on-going process for identifying, evaluating and managing the education trust's significant risks that has been in place for the period ending 31 August 2014 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the board of trustees and directors.

The Risk and Control Framework

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

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

The board of trustees has considered the need for a specific internal audit function and has decided not to appoint an internal auditor. However, the trustees have appointed MHA MacIntyre Hudson, the external auditor, to perform additional checks.

The auditor's role includes giving advice on financial matters and performing a range of checks on the academy trust's financial systems. On a termly basis, the auditor reports to the board of trustees on the operation of the systems of control and on the discharge of the board of trustee's financial responsibilities.

Review of Effectiveness

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

- the work of the external auditor;
- the financial management and governance self assessment process;
- the work of the executive managers within the academy trust who have responsibility for the

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Governance Statement *(continued)*

Year ended 31 August 2013

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, Personnel and Pay Review Committee and a plan to address weaknesses and ensure continuous improvement of the system is in place.

Approved by order of the members of the Governing Body onand signed on its behalf by:

Mr Andrew MacGarvey
Chief Executive Officer

Mr Martyn Kitson
Executive Headteacher and Accounting Officer

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Statement on Regularity, Propriety and Compliance

Year ended 31 August 2013

As Accounting Officer of The Bourton Meadow Academy I have considered my responsibility to notify the Academy Trust's Governing Body and the Education Funding Agency of material irregularity, impropriety and non-compliance with EFA terms and conditions of funding, under the funding agreement in place between the academy trust and the Secretary of State. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook.

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

I confirm that no instances of material irregularity, impropriety or funding non-compliance have been discovered to date.

Mr Martyn Kitson
Accounting Officer

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

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Statement of Trustees Responsibilities

Year ended 31 August 2013

The Trustees (who act as governors for the Bourton Meadow Education Trust (formerly The Bourton Meadow Academy) and are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with the Annual Accounts Direction issued by the Education Funding Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for ensuring that in its conduct and operation the charitable company applies financial and other controls, which conform with the requirements both of propriety and of good financial management. They are also responsible for ensuring grants received from the EFA/DfE have been applied for the purposes intended.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by order of the members of the board of trustees on and signed on their behalf by:

Mr Andrew MacGarvey
Chief Executive Officer

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

**Independent Auditor's Report to the Members of The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

Year ended 31 August 2013

We have audited the financial statements of the Bourton Meadow Education Trust (formerly The Bourton Meadow Academy) for the year ended 31 August 2013 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement, Accounting Policies and the related notes. The financial reporting framework that has been applied in their preparation is applicable law, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and the Accounts Direction 2013 issued by the Education Funding Agency.

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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the academy trust and the academy trust's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of governors and auditors

As explained more fully in the Responsibilities of the Governors (set out on page 17), the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the academy trust's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the governors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

**Independent Auditor's Report to the Members of The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy) (continued)**

Year ended 31 August 2013

Opinion on financial statements

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 2014 and of its incoming resources and application of resources 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 and the Annual Accounts Direction 2013 issued by the Education Funding Agency.

Opinion on other matter prescribed by the Companies Act 2006

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

Matters on which we are required to report by exception

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

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

**These financial statements have NOT yet been signed by the auditor.
The name and address of the auditor
has therefore been suppressed.**

DRAFT ACCOUNTS

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Independent Reporting Accountant's Assurance Report on Regularity to the Bourton Meadow Education Trust (formerly The Bourton Meadow Academy) and the Education Funding Agency

Year ended 31 August 2013

In accordance with the terms of our engagement letter dated 17 July 2013 and further to the requirements of the Education Funding Agency (EFA) as included in the Academies Accounts Direction 2013, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy) during the period 1 September 2012 to 31 August 2013 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 The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy) and the EFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy) and the EFA those matters we are required to state in a report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy) and the EFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)'s accounting officer and the reporting auditor

The accounting officer is responsible, under the requirements of The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)'s funding agreement with the Secretary of State for Education dated 8 February 2013 and the Academies Financial Handbook, extant from 1 September 2012, 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 2013. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the period 1 September 2012 to 31 August 2013 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 2013 issued by the EFA. We performed a limited assurance engagement as defined in our engagement letter.

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

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

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

**The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

Company Limited by Guarantee

**Independent Reporting Accountant's Assurance Report on Regularity to the Bourton Meadow Education Trust (formerly The Bourton Meadow Academy) and the Education Funding Agency
(continued)**

Year ended 31 August 2013

Conclusion

In the course of our work, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the period 1 September 2012 to 31 August 2013 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

**These financial statements have NOT yet been signed by the auditor.
The name and address of the auditor
has therefore been suppressed.**

DRAFT ACCOUNTS

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Statement of Financial Activities (Incorporating the Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

Year ended 31 August 2013

	Note	Unrestricted Funds £	Restricted Funds £	Restricted Fixed Asset Funds £	Total Funds Year to 31 Aug 13 £	Total Funds Period from 1 Dec 11 to 31 Aug 12 £
Incoming resources						
Incoming resources from generating funds:						
Voluntary income	2	9,765	84,047	–	93,812	35,954
Transfer from Local Authority on conversion	2	–	–	–	–	3,957,941
Activities for generating funds	3	254,356	143,359	–	397,715	148,016
Investment income	4	496	–	–	496	122
Income from charitable trading activities:						
Funding for academy's educational operations	5	–	2,496,223	101,882	2,598,105	1,215,317
Total incoming resources		264,617	2,723,629	101,882	3,090,128	5,357,350
Resources expended						
Costs of generating funds:						
Costs of generating voluntary income		16,117	83,616	–	99,733	19,555
Transfer from Local Authority on conversion		–	–	–	–	349,000
Fundraising trading: cost of goods sold and other costs	6	222,017	131,827	–	353,844	121,474
Charitable activities						
Charitable expenditure:	8	–	2,414,313	117,636	2,531,949	1,147,428
Other resources expended - transfer from Local Authority on conversion	7	–	–	–	–	37,308
Governance costs	9	–	12,000	–	12,000	34,454
Total resources expended		238,134	2,641,756	117,636	2,997,526	1,709,219
Net incoming resources before transfers	10	26,483	81,873	(15,754)	92,602	3,648,131
Gross transfers between funds		–	(59,803)	59,803	–	–
Net income for the year		26,483	22,070	44,049	92,602	3,648,131
Other recognised gains and losses						
Actuarial losses on defined benefit pension schemes		–	–	–	–	(30,000)
Carried forward		26,483	22,070	44,049	92,602	3,618,131

The accounting policies and notes on pages 26 to 45 form part of these financial statements.

**The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

Company Limited by Guarantee

Statement of Financial Activities (Incorporating the Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

Year ended 31 August 2013

	Unrestricted Funds £	Restricted Funds £	Restricted Fixed Asset Funds £	Total Funds Year to 31 Aug 13 £	Total Funds Period from 1 Dec 11 to 31 Aug 12 £
Brought forward	26,483	22,070	44,049	92,602	3,618,131
Net movement in funds	26,483	22,070	44,049	92,602	3,618,131
Reconciliation of funds					
Total funds brought forward at 1 September 2012	27,046	(348,230)	3,939,315	3,618,131	–
Total funds carried forward at 31 August 2013	<u>53,529</u>	<u>(326,160)</u>	<u>3,983,364</u>	<u>3,710,733</u>	<u>3,618,131</u>

All of the academy trust's activities derive from continuing operations during the above two financial periods.

A Statement of Total Recognised Gains and Losses is not required as all gains and losses are included in the Statement of Financial Activities.

The accounting policies and notes on pages 26 to 45 form part of these financial statements.

**The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

Company Limited by Guarantee

Company Registration Number: 07867334

Balance Sheet

31 August 2013

	Note	2013 £	2012 £
Fixed assets			
Tangible assets	14	3,957,475	3,929,043
Current assets			
Debtors	15	85,203	80,218
Cash at bank and in hand		238,652	167,587
		<u>323,855</u>	<u>247,805</u>
Creditors: amounts falling due within one year	16	<u>(179,597)</u>	<u>(167,717)</u>
Net current assets		144,258	80,088
Total assets less current liabilities		4,101,733	4,009,131
Net assets excluding pension liability		4,101,733	4,009,131
Defined benefit pension scheme liability	17	(391,000)	(391,000)
Net assets including pension liability		£3,710,733	£3,618,131
Funds of the academy trust:	19		
Restricted income funds:			
Fixed asset fund		3,983,364	3,939,315
General funds		64,839	42,770
Pension reserve	17	<u>(391,000)</u>	<u>(391,000)</u>
Total restricted income funds		3,657,203	3,591,085
Unrestricted income funds:			
General fund		53,530	27,046
Total funds		£3,710,733	£3,618,131

The Balance sheet continues on the following page.
The accounting policies and notes on pages 26 to 45 form part of these financial statements.

**The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

Company Limited by Guarantee

Company Registration Number: 07867334

Balance Sheet *(continued)*

31 August 2013

These financial statements were approved by the Governors, and authorised for issue on and are signed on their behalf by:

Mr P J Fealey
Chair of Governors

Mrs A Taylor-Hopkins
Principal and Accounting Officer

The accounting policies and notes on pages 26 to 45 form part of these financial statements.

**The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

Company Limited by Guarantee

Cash Flow Statement

Year ended 31 August 2013

	Note	Year to 31 Aug 13 £	£	Period from 1 Dec 11 to 31 Aug 12 £
Net cash inflow from operating activities	25		216,637	192,481
Returns on investments and servicing of finance	26			
Interest received		<u>496</u>		<u>122</u>
Net cash inflow from returns on investments and servicing of finance			496	122
Capital expenditure	27		(146,068)	(72,203)
Increase in cash in the year			<u>£71,065</u>	<u>£167,587</u>
Reconciliation of net cash flow to movement in net funds				
			2013	2012
			£	£
Net funds at 1 September 2012			167,587	–
Net funds at 31 August 2013			<u>238,652</u>	<u>167,587</u>

The accounting policies and notes on pages 26 to 45 form part of these financial statements.

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Accounting Policies

Year ended 31 August 2013

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards, the Charity Commission Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005), the Academies Accounts Direction issued by the Education Funding Agency and the Companies Act 2006. A summary of the principal accounting policies, which have been applied consistently, except where noted, is set out below.

Incoming resources

All incoming resources are recognised when the academy trust has entitlement to the funds, certainty of receipt and the amount can be measured with sufficient reliability.

Grants receivable

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 entitlement of receipt its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Donations

Donations are recognised on a receivable basis where there is certainty of receipt and the amount can be reliably measured.

Other income

Other income, including the hire of facilities, is recognised in the period it is receivable and to the extent the goods have been provided or on completion of the service.

Donated services and gifts in kind

The value of donated services and gifts in kind provided to the academy trust are recognised at their open market value in the period in which they are receivable as incoming resources, where the benefit to the academy trust can be reliably measured. An equivalent amount is included as expenditure under the relevant heading in the Statement of Financial Activities, except where the gift in kind was a fixed asset in which case the amount is included in the appropriate fixed asset category and depreciated over the useful economic life in accordance with Academy Trust's policies.

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Accounting Policies *(continued)*

Year ended 31 August 2013

Resources expended

All expenditure is recognised in the period in which a liability is incurred and has been classified under headings that aggregate all costs related to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

All resources expended are inclusive of irrecoverable VAT.

Costs of generating funds

These are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities

These are costs incurred on the academy trust's educational operations.

Governance costs

These include the costs attributable to the academy trust's compliance with constitutional and statutory requirements, including audit, strategic management and Trustees meetings and reimbursed expenses.

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 Education Funding Agency where the asset acquired or created is held for a specific purpose.

Restricted general funds comprise all other restricted funds received and include grants from the Education Funding Agency.

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Accounting Policies *(continued)*

Year ended 31 August 2013

Fixed assets

Assets costing £2,000 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment. Where tangible fixed assets have been acquired with the aid of specific grants, either from the government or from the private sector, they are included in the Balance Sheet at cost and depreciated over their expected useful economic life. The related grants are credited to a restricted fixed asset fund in the Statement of Financial Activities and carried forward in the Balance Sheet.

Depreciation on fixed assets is charged to the restricted fixed asset fund in the Statement of Financial Activities so as to reduce the fund over the useful economic life of the related asset on a basis consistent with the academy trust's depreciation policy.

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

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

Impairment losses are recognised in the Statement of Financial Activities.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment	- 20% straight line
Fixtures & fittings	- 33.3% straight line
Freehold property	- 2% straight line
Plant & Machinery	- 6.66% straight line

Operating lease agreements

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

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Accounting Policies *(continued)*

Year ended 31 August 2013

Pension costs

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, are contracted out of the State Earnings-Related Pension Scheme ('SERPS'), and the assets are held separately from those of the Academy Trust.

The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with the academy trust in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary on the basis of quinquennial valuations using a prospective benefit method. As stated in note 17, the TPS is a multi employer scheme and the academy trust is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis. The TPS is therefore treated as a defined contribution scheme and the contributions recognised as they are paid each year.

The LGPS is a funded scheme and the assets are held separately from those of the academy trust in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit 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 gains and losses on settlements and curtailments. They are included as part of staff costs. Past service costs are recognised immediately in the Statement of Financial Activities if the benefits have vested. If the benefits have not vested immediately, the costs are recognised over the period until vesting occurs. The expected return on assets and the interest cost are shown as a net finance amount of other finance costs or credits adjacent to interest. Actuarial gains and losses are recognised immediately in other gains and losses.

Going concern

The Governors 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 to continue as a going concern. The Governors make this assessment in respect of a period of one year from the date of approval of the financial statements.

Taxation

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

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2013

1. General Annual Grant (GAG)

Under the funding agreement with the Secretary of State the academy trust was subject to limits at 31 August 2013 on the amount of GAG that could be carried forward from one year to the next. An amount equal to 12% of GAG could be carried forward, of which up to 2% could be used for general recurrent purposes, with any balance being available for premises/capital purposes.

The academy trust has not exceeded these limits during the year ended 31 August 2013.

2. Voluntary income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2013 £	Total Funds 2012 £
Transfer from Local Authority on conversion	-	-	-	3,957,941
Donations	9,765	84,047	93,812	35,954
	<u>9,765</u>	<u>84,047</u>	<u>93,812</u>	<u>3,993,895</u>

3. Incoming resources from activities for generating funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2013 £	Total Funds 2012 £
Rental income	9,765	-	9,765	4,399
School meal income	-	129,433	129,433	33,263
School funds	244,591	-	244,591	107,471
Teacher recharges	-	13,926	13,926	-
Other income	-	-	-	2,883
	<u>254,356</u>	<u>143,359</u>	<u>397,715</u>	<u>148,016</u>

4. Investment income

	Unrestricted Funds £	Total Funds 2013 £	Total Funds 2012 £
Bank interest receivable	496	496	122
	<u>496</u>	<u>496</u>	<u>122</u>

**The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2013

5. Funding for academy's educational operations

	Restricted Funds £	Restricted Fixed Asset Funds £	Total Funds 2013 £	Total Funds 2012 £
DfE/EFA grants				
General Annual Grant (GAG) (note 1)	2,068,208	–	2,068,208	1,017,771
Capital Grant	–	91,199	91,199	–
Other DfE/EFA grants	28,348	–	28,348	4,963
Devolved formula capital	–	10,683	10,683	10,272
Local authority	8,381	–	8,381	17,556
	<u>2,104,937</u>	<u>101,882</u>	<u>2,206,819</u>	<u>1,050,562</u>
Other Government grants				
Teaching Agency grant	379,786	–	379,786	155,255
Teacher leadership grant	11,500	–	11,500	9,500
	<u>391,286</u>	<u>–</u>	<u>391,286</u>	<u>164,755</u>
	<u>2,496,223</u>	<u>101,882</u>	<u>2,598,105</u>	<u>1,215,317</u>

6. Fundraising trading: Cost of goods sold and other costs

	Unrestricted Funds £	Restricted Funds £	Total Funds 2013 £	Total Funds 2012 £
School meals	–	117,901	117,901	33,263
Teacher recharges	–	13,926	13,926	66
School fund	222,017	–	222,017	88,145
	<u>222,017</u>	<u>131,827</u>	<u>353,844</u>	<u>121,474</u>

**The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2013

7. Resources expended

	Staff costs £	Premises £	Other costs £	Total Funds 2013 £	Total Funds 2012 £
Costs of generating voluntary income:					
Transfer from Local Authority on conversion			-	-	349,000
Unrestricted donations	-	-	10,802	10,802	11,797
Restricted donations	865	-	82,751	83,616	7,758
Hire of facilities	5,315	-	-	5,315	-
	<u>6,180</u>	<u>-</u>	<u>93,553</u>	<u>99,733</u>	<u>368,555</u>
Costs of activities for generating funds:					
School meals	58,582	-	59,319	117,901	33,263
Teacher recharges	13,926	-	-	13,926	66
School fund	176,523	-	45,493	222,016	88,145
	<u>249,031</u>	<u>-</u>	<u>104,812</u>	<u>353,843</u>	<u>121,474</u>
Academy's educational operations:					
Direct costs	1,292,959	-	200,536	1,493,495	697,325
Support costs	620,053	139,925	278,477	1,038,455	487,411
	<u>1,913,012</u>	<u>139,925</u>	<u>479,013</u>	<u>2,531,950</u>	<u>1,184,736</u>
Governance costs including allocated support costs	-	-	12,000	12,000	34,454
	<u><u>2,168,223</u></u>	<u><u>139,925</u></u>	<u><u>689,378</u></u>	<u><u>2,997,526</u></u>	<u><u>1,709,219</u></u>

**The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2013

8. Academy's educational operations

	Restricted Funds £	Restricted Fixed Asset Funds £	Total Funds 2013 £	Total Funds 2012 £
<i>Direct costs</i>				
Teaching & educational support staff	1,292,959	–	1,292,959	596,808
Course and conference fees	–	–	–	6,225
Educational supplies	62,721	–	62,721	21,255
Staff development	137,815	–	137,815	70,188
Other direct costs	–	–	–	2,849
	<u>1,493,495</u>	<u>–</u>	<u>1,493,495</u>	<u>697,325</u>
<i>Allocated support costs</i>				
Support staff costs	620,053	–	620,053	291,881
Depreciation	–	117,636	117,636	53,914
Maintenance of premises & equipment	93,475	–	93,475	46,292
Light & heat	24,076	–	24,076	10,254
Cleaning	6,798	–	6,798	3,038
Rent & rates	13,308	–	13,308	3,770
Insurance	18,650	–	18,650	8,604
Security & transport	2,273	–	2,273	2,002
Catering	558	–	558	65
Bank charges	501	–	501	276
Other occupation costs	15,930	–	15,930	6,212
Legal & professional services	53,114	–	53,114	5,715
Transfer from Local Authority on conversion	–	–	–	37,308
Other support costs	72,082	–	72,082	18,080
	<u>875,557</u>	<u>117,636</u>	<u>993,193</u>	<u>487,411</u>
	<u><u>2,414,313</u></u>	<u><u>117,636</u></u>	<u><u>2,531,949</u></u>	<u><u>1,184,736</u></u>

9. Governance costs

	Restricted Funds £	Total Funds 2013 £	Total Funds 2012 £
Audit and accountancy fees	12,000	12,000	11,402
Legal and professional fees	–	–	23,052
	<u>12,000</u>	<u>12,000</u>	<u>34,454</u>

**The Bourton Meadow Education Trust
(formerly The Bourton Meadow Academy)**

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2013

10. Net incoming/(outgoing) resources for the year

This is stated after charging:

	2013	2012
	£	£
Staff pension contributions	109,308	152,099
Operating leases		
Fees payable to auditor		
- audit of the financial statements	6,050	5,750
- other services	5,950	5,652
Depreciation	117,636	53,914

11. Staff costs and emoluments

	2013	2012
	£	£
Wages and salaries	1,805,724	822,969
Social security costs	91,529	47,485
Other pension costs	249,135	113,926
	2,146,388	984,380
Supply teacher costs	21,835	-
	£2,168,223	£984,380

Particulars of employees:

	2013	2012
The average number of employees during the year,		
Teachers	30	29
Administration and support	42	35
Management	5	4
	77	68

The number of employees whose remuneration for the year fell within the following bands, were:

	2013	2012
£70,001 to £80,000	-	1
£80,001 to £90,000	1	-
	1	1

The above employee participated in the Teachers' Pension Scheme. During the period ended 31 August 2013, pension contributions for this employee amounted to £10,258 (2012 - £5,005).

The Bourton Meadow Education Trust (formerly The Bourton Meadow Academy)

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2013

12. Trustees remuneration and expenses

The principal and other staff trustees only receive remuneration in respect of services they provide undertaking the roles of Principal and staff and not in their services as trustees. Other trustees did not receive any payments from the academy trust in respect of their role as trustees. The value of trustees's remuneration was as follows:

	2013 £	Period from conversion to 31 August 2012 £
Mrs A Taylor Hopkins, Principal	£80K - £85K	£40K - £45K
Ms L Horner, staff trustee	£30K - £35K	-
Mrs L Howard, staff trustee	£45K - £50k	-

No expenses were paid to trustees for the period to 31 August 2013.

13. Trustees' and officers' insurance

In accordance with normal commercial practice the academy trust has purchased insurance to protect trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on Academy business. The insurance provides cover up to £2,000,000 on any one claim and the cost for the period ended 31 August 2013 was included in the Academy's core insurance premium totalling £16,872 (2012 - £15,020).

14. Tangible fixed assets

	Plant and machinery £	Equipment £	Computer equipment £	Freehold Property £	Total £
Cost					
At 1 September 2012	23,592	20,067	38,982	3,900,316	3,982,957
Additions	13,731	17,799	27,815	86,723	146,068
At 31 August 2013	<u>£37,323</u>	<u>£37,866</u>	<u>£66,797</u>	<u>£3,987,039</u>	<u>£4,129,025</u>
Depreciation					
At 1 September 2012	2,094	2,153	8,985	40,682	53,914
Charge for the year	8,015	6,524	21,245	81,852	117,636
At 31 August 2013	<u>£10,109</u>	<u>£8,677</u>	<u>£30,230</u>	<u>£122,534</u>	<u>£171,550</u>
Net book value					
At 31 August 2013	<u>27,214</u>	<u>29,189</u>	<u>36,567</u>	<u>3,864,505</u>	<u>3,957,475</u>
At 31 August 2012	<u>21,498</u>	<u>17,914</u>	<u>29,997</u>	<u>3,859,634</u>	<u>3,929,043</u>

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Year ended 31 August 2013

15. Debtors

	2013	2012
	£	£
Trade debtors	6,111	500
VAT recoverable	29,719	25,131
Prepayments and accrued income	49,373	54,587
	<u>£85,203</u>	<u>£80,218</u>

16. Creditors: Amounts falling due within one year

	2013	2012
	£	£
Taxation and social security	32,825	31,584
Capital loans	19,555	36,098
Accruals and deferred income	127,217	100,035
	<u>£179,597</u>	<u>£167,717</u>

Deferred income

	2013
	£
Deferred income at 1 September 2012	27,943
Resources deferred in the year	25,779
Amounts released from previous years	(27,943)
Deferred income at 31 August 2013	<u>£25,779</u>

Deferred income relates to income received in advance for trips, school meals and music tuition and an insurance rebate received in advance.

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Year ended 31 August 2013

17. Pensions and similar obligations

The Academy's employees belong to two principal pension schemes: the Teachers' Pension Scheme England and Wales (TPS) for academic and related staff; and the Local Government Pension Scheme (LGPS) for non-teaching staff which is managed by Buckinghamshire County Council. Both are defined-benefit schemes. The pension costs are assessed in accordance with the advice of independent qualified actuaries. The latest actuarial valuation of the TPS was 31 March 2004 and of the LGPS was at 31 March 2010.

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

Teachers' Pension Scheme

Introduction

The Teachers' Pension Scheme ("TPS") is a statutory, contributory, defined benefit scheme. The regulations under which the TPS operates are the Teachers' Pensions Regulations 2010. These regulations apply to teachers in schools and other educational establishments in England and Wales maintained by local authorities, to teachers in many independent and voluntary-aided schools, and to teachers and lecturers in establishments of further and higher education. Membership is automatic for full-time teachers and lecturers and from 1 January 2007 automatic too for teachers and lecturers in part-time employment following appointment or a change of contract. Teachers and lecturers are able to opt out of the TPS.

The Teachers' Pension Budgeting and Valuation Account

Although teachers and lecturers are employed by various bodies, their retirement and other pension benefits, including annual increases payable under the Pensions (Increase) Acts are, as provided for in the Superannuation Act 1972, paid out of monies provided by Parliament. Under the unfunded TPS, teachers' contributions on a 'pay-as-you-go' basis, and employers' contributions, are credited to the Exchequer under arrangements governed by the above Act.

The Teachers' Pensions Regulations require an annual account, the Teachers' Pension Budgeting and Valuation Account, to be kept of receipts and expenditure (including the cost of pensions' increases). From 1 April 2001, the Account has been credited with a real rate of return (in excess of price increases and currently set at 3.5%), which is equivalent to assuming that the balance in the Account is invested in notional investments that produce that real rate of return.

Valuation of the Teachers' Pension Scheme

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pensions Regulations (2010). These regulations apply to teachers in schools that are maintained by local authorities and other educational establishments, including academies, in England and Wales. In addition teachers in many independent and voluntary-aided schools and teachers and lecturers in some establishments of further and higher education may be eligible for membership. Membership is automatic for full-time teachers and lecturers and from 1 January 2007 automatic too for teachers and lecturers in part-time employment following appointment or a change of contract. Teachers and lecturers are able to opt out of the TPS.

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Year ended 31 August 2013

17. Pensions and similar obligations *(continued)*

The Teachers' Pension Budgeting and Valuation Account

Although members may be employed by various bodies, their retirement and other pension benefits are set out in regulations made under the Superannuation Act (1972) and are paid by public funds provided by Parliament. The TPS is an unfunded scheme and members contribute on a "pay as you go" basis – these contributions along with those made by employers are credited to the Exchequer under arrangements governed by the above Act. The Teachers' Pensions Regulations require an annual account, the Teachers' Pension Budgeting and Valuation Account, to be kept of receipts and expenditure (including the cost of pensions' increases). From 1 April 2001, the Account has been credited with a real rate of return, which is equivalent to assuming that the balance in the Account is invested in notional investments that produce that real rate of return.

Valuation of the Teachers' Pension Scheme

At the last valuation, the contribution rate to be paid into the TPS was assessed in two parts. First, a standard contribution rate (SCR) was determined. This is the contribution, expressed as a percentage of the salaries of teachers and lecturers in service or entering service during the period over which the contribution rate applies, which if it were paid over the entire active service of these teachers and lecturers would broadly defray the cost of benefits payable in respect of that service. Secondly, a supplementary contribution is payable if, as a result of the actuarial review, it is found that accumulated liabilities of the Account for benefits to past and present teachers, are not fully covered by standard contributions to be paid in future and by the notional fund built up from past contributions. The total contribution rate payable is the sum of the SCR and the supplementary contribution rate.

The last valuation of the TPS related to the period 1 April 2001 to 31 March 2004. The Government Actuary's report of October 2006 revealed that the total liabilities of the Scheme (pensions in payment and the estimated cost of future benefits) amounted to £166,500 million. The value of the assets (estimated future contributions together with the proceeds from the notional investments held at that valuation date) was £163,240 million. The assumed real rate of return was 3.5% in excess of prices and 2% in excess of earnings. The rate of real earnings growth was assumed to be 1.5%. The assumed gross rate of return was 6.5%. From 1 January 2007, the SCR was assessed at 19.75%, and the supplementary contribution rate was assessed to be 0.75% (to balance assets and liabilities as required by the regulations within 15 years). This resulted in a total contribution rate of 20.5%, which translated into an employee contribution rate of 6.4% and employer contribution rate of 14.1% payable.

Actuarial scheme valuations are dependent on assumptions about the value of future costs, the design of benefits and many other factors. Many of these assumptions are being considered as part of the work on the reformed TPS, as set out below. Scheme valuations therefore remain suspended. The Public Service Pensions Bill, which is being debated in the House of Commons, provides for future scheme valuations to be conducted in accordance with Treasury directions. The timing for the next valuation has still to be determined, but it is likely to be before the reformed schemes are introduced in 2015.

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17. Pensions and similar obligations *(continued)*

Teachers' Pension Scheme Changes

Lord Hutton published his final report in March 2011 and made recommendations about how pensions can be made sustainable and affordable, whilst remaining fair to the workforce and the taxpayer. The Government accepted Lord Hutton's recommendations as the basis for consultation and Ministers engaged in extensive discussions with trade unions and other representative bodies on reform of the TPS. Those discussions concluded on 9 March 2012 and the Department published a Proposed Final Agreement, setting out the design for a reformed TPS to be implemented from 1 April 2015.

The key provisions of the reformed scheme include: a pension based on career average earnings; an accrual rate of 1/57th; and a Normal Pension Age equal to State Pension Age, but with options to enable members to retire earlier or later than their Normal Pension Age. Importantly, pension benefits built up before 1 April 2015 will be fully protected.

In addition, the Proposed Final Agreement includes a Government commitment that those within 10 years of Normal Pension Age on 1 April 2012 will see no change to the age at which they can retire, and no decrease in the amount of pension they receive when they retire. There will also be further transitional protection, tapered over a three and a half year period, for people who would fall just outside of the 10 year protection.

In his interim report of October 2010, Lord Hutton recommended that short-term savings were also required, and that the only realistic way of achieving these was to increase member contributions. At the Spending Review 2010 the Government announced an average increase of 3.2 percentage points on the contribution rates by 2014-15. The increases were to be phased in from April 2012 on a 40:80:100% basis.

Under the definitions set out in Financial Reporting Standard (FRS 17) Retirement Benefits, the TPS is a multi-employer pension scheme. The academy is unable to identify its share of the underlying assets and liabilities of the scheme. Accordingly, the academy has taken advantage of the exemption in FRS 17 and has accounted for its contributions to the scheme as if it were a defined contribution scheme. The academy has set out above the information available on the scheme.

Local Government Pension Scheme

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2013 was £xx,xxx (2012 - £51,000), of which employer's contributions totalled £xx,xxx (2012 - £40,000) and employees' contributions totalled £xx,xxx (2012 - £11,000). The agreed contribution rates for future years are 22.8% for employers. The contribution rate for employees is determined by reference to their full time equivalent pay as follows:-

Band	Whole time pay rate	Contribution rate
1	£0 to £13,700	5.5%
2	£13,701 to £16,100	5.8%
3	£16,101 to £20,800	5.9%
4	£20,801 to £34,700	6.5%
5	£34,701 to £46,500	6.8%
6	£46,501 to £87,100	7.2%
7	More than £87,100	7.5%

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Notes to the Financial Statements

Year ended 31 August 2013

17. Pensions and similar obligations *(continued)*

Principal actuarial assumptions

	At 31 Aug 2013	At 31 Aug 2012
	%	%
Discount rate	–	3.9
Expected return on scheme assets	–	5.3
Rate of increase in salaries	–	4.1
Rate of increase in pensions payment	–	1.9

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

	At 31 August 2013	At 31 August 2012
Retiring today		
Males	XX	20.0
Females	XX	24.0
Retiring in 20 years		
Males	XX	22.0
Females	XX	25.9

The Academy's share of the assets and liabilities in the scheme and the expected rate of return were:

	Expected return at 31 Aug 2013	Fair value at 31 Aug 2013	Expected return at 31 Aug 2012	Fair value at 31 Aug 2012
	%	£	%	£
Equities	–	–	5.8	100,000
Bonds	–	–	3.4	27,000
Property	–	–	5.3	13,000
Cash	–	–	0.5	3,000
Alternative Assets	–	–	5.8	14,000
Total market value of assets		–		157,000
Present value of scheme liabilities - funded		–		(548,000)
Deficit in the scheme		–		(391,000)

The expected rate of return is based on the long-term future expected investment return for each asset class at the beginning of the period.

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Notes to the Financial Statements

Year ended 31 August 2013

17. Pensions and similar obligations *(continued)*

Amounts recognised in the Statement of Financial Activities

	2013	2012
	£	£
Current service cost (net of employee contributions)	-	45,000
Total operating charge	<u>-</u>	<u>45,000</u>

Analysis of pension finance income/(costs)

	2013	2012
	£	£
Expected return on pension scheme assets	-	4,000
Interest on pension liabilities	-	(11,000)
Pension finance income/(costs)	<u>-</u>	<u>(7,000)</u>

The actuarial losses for the current period are recognised in the Statement of Financial Activities. The cumulative amount of actuarial loss recognised in the Statement of Financial Activities since the adoption of Financial Reporting Standard 17 is £xx,xxx (2012 - £30,000).

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

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

	2013	2012
	£	£
At 1 September 2012	-	449,000
Current service cost	-	45,000
Interest on pension liabilities	-	11,000
Employee contributions	-	11,000
Actuarial gain/(loss)	-	32,000
At 31 August 2013	<u>-</u>	<u>548,000</u>

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

	2013	2012
	£	£
At 1 September 2012	-	100,000
Expected return on pension scheme assets	-	4,000
Actuarial gain/loss	-	2,000
Employer contributions	-	40,000
Employee contributions	-	11,000
At 31 August 2013	<u>-</u>	<u>157,000</u>

**The Bourton Meadow Education Trust
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Notes to the Financial Statements

Year ended 31 August 2013

17. Pensions and similar obligations (continued)

Reconciliation of opening and closing deficit:

	2013	2012
	£	£
Pension scheme liability transferred	-	(349,000)
Current service cost (net of employee contributions)	-	(45,000)
Employer contributions	-	40,000
Other finance income/(costs)	-	(7,000)
Actuarial gain/(loss)	-	(30,000)
Deficit at 31 August 2013	-	(391,000)

The five year history of experience adjustments is as follows:

	2013	2012	
	£	£	
Present value of defined benefit obligations	-	(548,000)	
Fair value of share of scheme assets	-	157,000	
Deficit in the scheme	-	(391,000)	
Experience adjustments on share of scheme assets			
Amount (£)	-	2,000	
Experience adjustments on scheme liabilities			
Amount (£'000)	-	32,000	
Sensitivity analysis			
	£000's	£000's	
Adjustment to discount rate	+0.1%	0.0%	-0.1%
Present value of total obligation	530	548	567
Projected service cost	92	96	100
Adjustment to mortality age rating assumption	+1 year	None	-1 year
Present value of total obligation	528	548	569
Projected service cost	92	96	100

The expected employer contributions for the year ended 31 August 2014 are £xx,xxx.

**The Bourton Meadow Education Trust
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Year ended 31 August 2013

18. Commitments under operating leases

At 31 August 2013 the academy had annual commitments under non-cancellable operating leases as set out below.

	Assets other than Land and buildings	
	2013	2012
	£	£
Operating leases which expire:		
Within 2 to 5 years	<u>17,483</u>	<u>-</u>

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Year ended 31 August 2013

19. Funds

	Balance at 1 Sep 2012 £	Incoming resources £	Resources expended £	Gains and losses £	Transfer £	Balance at 31 Aug 2013
Restricted general funds						
General annual grant (GAG)	–	1,879,670	(1,836,522)	–	(53,653)	(10,505)
Other LA grants	–	194,119	(194,119)	–	–	–
Other DfE/EFA grants	29,541	436,360	(395,870)	–	–	70,031
Defined benefit pension scheme	(391,000)	–	–	–	–	(391,000)
Donations	13,202	84,047	(83,616)	–	(6,150)	7,483
School meals	–	129,433	(121,307)	–	–	8,126
Transfer from Local Authority	27	–	–	–	–	27
	<u>(348,230)</u>	<u>2,723,629</u>	<u>(2,631,434)</u>	<u>–</u>	<u>(59,803)</u>	<u>(315,838)</u>
Restricted fixed asset funds						
DfE/EFA capital grant	10,272	101,882	–	–	(100,955)	11,199
Capital expenditure from other funds	69,887	–	(14,460)	–	160,758	216,185
Capital income transferred from Local Authority	3,859,156	–	(103,176)	–	–	3,755,980
	<u>3,939,315</u>	<u>101,882</u>	<u>(117,636)</u>	<u>–</u>	<u>59,803</u>	<u>3,983,364</u>
Total restricted funds	<u>3,591,085</u>	<u>2,825,511</u>	<u>(2,749,070)</u>	<u>–</u>	<u>–</u>	<u>3,702,464</u>
Unrestricted funds						
General unrestricted funds	27,046	264,617	(248,456)	–	–	43,207
Total unrestricted funds	<u>27,046</u>	<u>264,617</u>	<u>(248,456)</u>	<u>–</u>	<u>–</u>	<u>43,207</u>
Total funds	<u>3,618,131</u>	<u>3,090,128</u>	<u>(2,997,526)</u>	<u>–</u>	<u>–</u>	<u>3,710,733</u>

The transfer between the restricted General Annual Grant fund and restricted fixed asset funds represents amounts capitalised during the period.

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

Restricted general funds will be used for educational purposes in line with the academy trust's objects and its funding agreement with the Educational Funding Agency.

The trust is carrying a deficit on its GAG funds. The academy trust will return this fund to surplus in the year ended 31 August 2014 by utilising the GAG funding for 2013/14.

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Year ended 31 August 2013

Restricted fixed assets funds will be reserved against future depreciation charges, and the remainder relates to unspent capital grants which will be utilised to enhance the academy trust's facilities.

20. Analysis of net assets between funds

Fund balances at 31 August 2013 are represented by:

	Unrestricted funds £	Restricted general funds £	Restricted fixed asset fund £	Total £
Tangible fixed assets	-	-	3,957,475	3,972,165
Current assets	43,207	254,759	25,889	323,855
Current liabilities	-	(179,597)	-	(179,597)
Pension scheme liability	-	(391,000)	-	(391,000)
	<u>43,207</u>	<u>(280,900)</u>	<u>3,983,364</u>	<u>3,710,733</u>

21. Capital commitments

	2013 £	2012 £
Contracted for, but not provided in the financial statements	<u>30,200</u>	<u>-</u>

22. Related party transactions

No transactions with related parties were undertaken such as are required to be disclosed under the Charity Commission 'Statement of Recommended Practice: Accounting and Reporting by Charities' ('SORP 2005'), the Academies Accounts Direction issued by the EFA and the Companies Act 2006.

23. Ultimate controlling party

There is no ultimate controlling party.

24. Company limited by guarantee

The academy trust is a company limited by guarantee and does not have share capital.

25. Reconciliation of net incoming resources before transfers to net cash inflow from operating activities

	2013 £	2012 £
Net incoming resources before transfers	92,603	3,648,131
Fixed assets transferred from Local Authority	-	(3,910,754)
Depreciation	117,636	53,914
Pension transferred from Local Authority	-	349,000
Interest receivable	(496)	(122)
FRS 17 pension cost less contributions payable	-	5,000
FRS 17 pension finance income	-	7,000
Increase in debtors	(397)	(80,218)
Increase in creditors	7,292	167,717
Cash transferred on conversion to an academy trust	-	(47,187)
Net cash inflow from operating activities	<u>216,637</u>	<u>192,481</u>

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Year ended 31 August 2013

26. Returns on investments and servicing of finance

	2013	2012
	£	£
Interest received	496	122
	<u> </u>	<u> </u>

27. Capital expenditure

	2013	2012
	£	£
Purchase of tangible fixed assets	146,068	3,982,957
Net cash outflow from capital expenditure and financial investment	146,068	3,982,957
	<u> </u>	<u> </u>

28. Analysis of changes in net funds

	1 Sep 12	Cash flows	31 Aug 13
	£	£	£
Cash in hand and at bank	167,587	71,065	238,652
	<u> </u>	<u> </u>	<u> </u>

29. Members' liability

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