

REGISTERED COMPANY NUMBER: 08333208 (England and Wales)

Report of the Governors and
Financial Statements for the Year Ended 31 August 2016
for
Llangrove C E Academy

Thorne Widgery Accountancy Ltd
Chartered Accountants
Statutory Auditors
2 Wyevale Business Park
Kings Acre
Hereford
Herefordshire
HR4 7BS

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for the Year Ended 31 August 2016

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Llangrove C E Academy

Reference and Administrative Details
for the Year Ended 31 August 2016

GOVERNORS

P Box (Principal Accounting Officer) *
J Deloyde (Staff governor) *
P Whitcombe
J Howie (Staff governor)
M Visser
J Bibby
R Woodcock (Chairman) *
S Mondon (Vice - chair) (resigned 14.10.15)
J Bailey
R Finighan (resigned 24.2.16)
D Morehead
C Harris
V Rossiter
C Watson (appointed 16.6.16)

* members of the finance and premises committee

MEMBERS

Diocese of Hereford Educational Trust
Rev S Mondon (resigned 14.10.15)
Parochial Church Council Parish of Llangrove
Parochial Church Council Parish of Welsh Newton
Parochial Church Council Parish of Llangarron
Chair of Governors

SENIOR MANAGEMENT TEAM

P Box	Executive Headteacher
P Whitcombe	Executive Headteacher
S Dean	Deputy Headteacher
E Fox	Assistant Headteacher

**DIRECTOR OF FINANCE AND
ADMINISTRATION**

J Deloyde

COMPANY SECRETARY

S Morehead

REGISTERED OFFICE

Llangrove
Ross on Wye
Herefordshire
HR9 6EZ

REGISTERED COMPANY NUMBER

08333208 (England and Wales)

Llangrove C E Academy

Reference and Administrative Details
for the Year Ended 31 August 2016

AUDITORS

Thorne Widgey Accountancy Ltd
Chartered Accountants
Statutory Auditors
2 Wyevale Business Park
Kings Acre
Hereford
Herefordshire
HR4 7BS

SOLICITORS

Anthony Collins Solicitors
134 Edmond Street
Birmingham
B3 2ES

BANKERS

Lloyds
6-8 High Town
Hereford
HR1 2AE

The governors who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2016. The governors have adopted the provisions of 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) (effective 1 January 2015) and the Academies Accounts Direction issued by the Education Funding Agency.

OBJECTIVES AND ACTIVITIES

Objects and aims

The principal object and activity of the Academy is to advance for the public benefit education in the United Kingdom, in particular, by establishing, maintaining, carrying on, managing and developing a school offering a broad range of curriculum of pupils of different abilities.

The aims of the Academy during the period ended 31 August 2016 are summarised below:

- to continue to raise the standard of educational attainment and achievement of all pupils
- to provide a broad and balanced curriculum, including extra-curricular activities
- to develop students as more effective learners
- to develop the Academy sites so that it enables students to achieve their full potential
- to ensure that every child enjoys the same high quality education in terms of resourcing, tuition and care
- 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 fulfil the role of a teaching school
- to develop greater coherence, clarity and effectiveness in school systems
- to comply with all appropriate statutory and curriculum requirements
- to develop the Academy's capacity to manage change, and
- to conduct the Academy's business in accordance with the highest standards and integrity, probity and openness.

We aim to get the best for, and from, each child. We intend to enable each child to realise his or her full academic, creative and physical potential and to develop positive social and moral values. Our Academy continues to maintain and manage a school with a designated Church of England religious character, arranging for religious education and daily acts of worship. Our Academy is a community in which children, staff and parents should be part of a happy and caring environment.

Objectives, Strategies and Activities

The main objectives for the year and strategies for achieving them are contained in the school's Strategic Development Plan which is available from each member of the Senior Leadership Team.

Public benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives. All our charitable activities are undertaken to further our charitable purposes for the public benefit.

STRATEGIC REPORT

Achievement and performance

Charitable activities

Llangrove CE Academy continues to increase in pupil numbers after our successful Ofsted inspection in October 2014; achieving Good overall with Leadership & Management and Behaviour & Safety of Pupils considered Outstanding. Pupil numbers have continued to increase again this year.

Llangrove CE Academy has taken part in shared federation activities including the Federation Olympics, HMFA Tennis, Hi 5 Netball and Cross Country at Canon Pyon. We also represented the Ross cluster schools in the Herefordshire Winter School Games in Quik Sticks Hockey. Three of our KS2 pupils won their races in the Ross School Cluster Swimming Gala.

This year children in years 4, 5 and 6 have also had rugby coaching from Worcester Warriors. Our Year 5 and 6 rugby team then went on to take part in a rugby tournament at Greyhound Rugby Club, Hereford. Pupils from Year 5 and Year 6 across the schools have taken part in residential trips to London and the Oaker Wood activity centre. HMFA pupils were also given the opportunity to travel to the Stoke v Everton football match, which many of our pupils enjoyed.

Pupils in Year 4 and 5 performed their 'Water' dance as part of the Moving Targets performances at the Courtyard Theatre.

After the successful trial last year to evaluate the use of tablets we have purchased a further 3 tablets due to the increase in pupil numbers. We now have a set of 20 iPads which are used to support Literacy, Maths, Computing and all areas of the curriculum. They are also used to support SEN interventions. Staff have noticed an improvement in pupil's computing skills, self-confidence and levels of independence.

This academic year we have invested further in improving and developing the skill-set of a wide range of staff members. Examples of this training include:

- 'Tara Loughran' Maths training in Key Stage 1 and Key Stage 2, focusing on new curriculum year expectations and developing children's reasoning skills.
- THRASS approach to spelling.
- SPaG - developing a whole school approach to the teaching of spelling, punctuation and Grammar.
- Early Years teaching staff have attended 'Baseline' training.
- Introduction to 'Tapestry' for Early Years teaching staff.
- Talk for Writing' training, focusing on narrative writing.
- Further Safeguarding training including safer recruitment.
- All staff have attended Prevent training and WRAP training.

We continue to invest in training our Teaching Assistant to deliver Forest Schools curriculum on a weekly basis for the whole school. Examples of this include:

- Outdoor cooking & story telling.
- I-pads and the great outdoors / Forest Schools.

Forest School has given our pupils the time and space they need to discover, experiment and consolidate through play and facilitated experiences and learn new skills. Over time, the learners have taken on more responsibility for their own choices, becoming personally more competent, confident and resilient as well gaining new skills such as fire building, shelter building and whittling.

The Early Years team have worked systematically across all schools to moderate assessment data, with all schools scoring above the County and National Average in 2016, 73% of EYFS pupils achieved a Good Level of Development.

Year 1 pupils data, achieved an 82% pass in the Phonics Screening Test. There were no Year 2 reassessments from the previous year. Llangrove consistently achieves significantly above National Average pass rates.

Both Executive Headteachers are centrally qualified, and practising, Ofsted Inspectors. In addition both achieved PQSI - Professional Qualification in School Inspection. This provides timely strategic input into leadership, governance, safeguarding, assessment and expectations of behaviour and well-being.

STRATEGIC REPORT

Achievement and performance

Charitable activities

Progress of the pupils in all year groups (July 2015 to July 2016).

Given the raised expectations across all subjects- we expect a minimum three points progress across the year.

	Maths	Reading	Writing
Year 1	3.4	3.5	3.5
Year 2	4.8	3.1	3.5
Year 3	3.0	2.9	3.4
Year 4	3.0	3.7	3.9
Year 5	3.8	3.3	3.8
Year 6	5.4	4.5	4.6
EAL	n/a	n/a	n/a
SEN	4.9	3.4	4.2
Pupil premium	3.8	3.4	3.8
Girls	3.4	3.2	3.5
Boys	4.0	3.8	3.9

The 2016 inspection dashboard confirms that the school has no weaknesses and particular strengths in;

- Phonics
- KS1 attainment in all subjects
- KS2 attainment in all subjects

Key financial performance indicators

These are covered throughout the Governors' Report.

Financial review

Financial position

The majority of the Academy's income is obtained from the DfE in the form of recurrent grants, the use of which is restricted to particular purposes. The grants received from the DfE during the period ended 31 August 2016 and the associated expenditure are shown as restricted funds in the statement of financial activities.

The Academy also receives grants for fixed assets from the DfE in accordance with the Charities Statement of Recommended Practice, 'Accounting and Reporting by Charities' (SORP 2015), such grants are shown in the Statement of Financial Activities as restricted income in the fixed asset fund. The restricted fixed asset fund balance is reduced by annual depreciation charges over the useful life of the assets concerned as defined in the Academy's accounting policies.

During the year ended 31 August 2016, total expenditure of £255,425 (2015: £237,154) was covered by recurrent grant funding from the DfES. The net expenditure before transfers and revaluations for the year was £37,371 (2015: £24,513 net income).

At 31 August 2016, the net book value of fixed assets was £727,347 (2015: £743,235) and movements in tangible fixed assets are shown in the financial statements. The assets were used exclusively for providing education and the associated support services to the pupils of the Academy.

Investment policy

The school will invest any surplus funds on deposit to ensure it maximises its return.

Reserves policy

The governors review the reserve levels of the Academy annually. This review encompasses the nature of income and expenditure streams, the need to match income with commitments and the nature of reserves. The Academy's current level of reserves (total funds less the amount held in fixed assets and restricted funds) is £114 (2015: £10,724), all of which is free reserves. The level of general restricted reserves is £52,160 (2015: £43,042).

STRATEGIC REPORT

Financial review

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.

Principal risks and uncertainties

The Governors consider that the principal risks and uncertainties facing the Academy are:

- Meeting requisite standards of education for students in core subjects
- Complying with legislative requirements regarding employment law, data protection, discrimination, Companies House and HMRC, child protection, the Charity Commission and the National Curriculum.
- Financial risk - not operating within its budget and running a deficit, changes in funding, inappropriate or insufficient financial controls and systems, fraudulent activity and/or financial commitments made without adequate authorisation.
- Operational risks resulting from inexperienced or inappropriate staff being employed and inaccurate, out of date or inappropriate information.

The key controls used by the Academy include:

- Detailed terms of reference for all committees
- Formal agendas for the Academy board and committees
- Schemes of delegation and formal financial regulations
- Formal written policies
- Clear authorisation and approval levels
- Policies and procedures required by law to protect the vulnerable

Financial and risk management objectives and policies

The School has agreed a Risk Management strategy, a Risk register and a risk management plan. These have been discussed by governors and include the financial risks to the school. The register and plan are constantly reviewed in light of any new information and formally reviewed annually.

Future plans

Llangrove CE Academy will continue to strive to provide outstanding education and improve the levels of performance of its pupils at all levels. The Academy will continue to aim to attract high quality teachers and support staff in order to deliver its objectives.

Llangrove CE Academy will continue to work with partner schools to improve the educational opportunities for students in Herefordshire.

As a partner teaching school with Haybridge SCITT, the Academy will continue to support students completing initial teacher training. School Direct students from the HMFA hub will be supported within our school.

Full details of the Curriculum Strategic Plans are available from the school office or on the website. However the Key Initiatives for 2016/17 are:

- Assessment without levels
- Development of writing, including grammar and spelling
- Improve website and online facilities

STRUCTURE, GOVERNANCE AND MANAGEMENT

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 Company was incorporated on the 17th December 2012 and converted from a Local Authority School to an Academy Trust on the 1st February 2013.

The governors act as the trustees for the charitable activities of Llangrove CE Academy and are also the directors of the Charitable Company for the purposes of company law. The Charitable Company is known as Llangrove CE Academy.

Details of the governors who served throughout the period except as noted 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

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

The liability insurance is provided by Arthur J Gallagher Insurance Brokers.

Principal activities

This is defined in the Articles of Association.

Method of Recruitment and appointment or Election of Governors

This is defined in the Articles of Association:

The Members shall appoint a minimum of 8 Governors of whom the following corporate members shall also be governors the Incumbent ex officio and including:

- 3 persons nominated by the Diocesan Board of Education
- 2 persons appointed by Llangrove Parochial Church Council
- 1 person appointed by Welsh Newton Parochial Church Council
- 1 person appointed by Llangarron Parochial Church Council

The Members may appoint Staff Governors through such process as they may determine.

The Headteacher shall be treated for all purposes as being an ex officio Governor.

Parent Governors shall be elected by parents of registered pupils at the Academy. A Parent Governor must be a parent of a pupil at the Academy at the time when they are elected.

The Governing Body shall make all necessary arrangements for, and determine all other matters relating to, an election of Parent Governors, including any question of whether a person is a parent of a registered pupil at the Academy. Any election of Parent Governors which is contested shall be held by secret ballot.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The Academy together with its close links with Herefordshire Marches Federation of Academies has a leadership structure which consists of the governors, The Senior Leadership Team and Team Leaders. The aim of the leadership structure is to devolve responsibility and encourage involvement in decision making at all levels. The Headteacher is the Accounting Officer.

The governors are responsible for setting general policy, adopting an annual plan and budget, approving the statutory accounts, monitoring the Academy by the use of budgets and other data, and making major decisions about the direction of the Academy, capital expenditure and staff appointments.

The Senior Management Team are the Principal (Chief Executive), three Vice Principals and the Finance Director. These leaders direct the Academy at an executive level implementing the policies laid down by the governors and reporting back to them. The Senior Managers are responsible for the authorisation of spending within agreed budgets and the appointment of staff, though appointment boards for posts in the Senior Management Team always contain a governor. Some spending control is devolved to members of the Senior Management Team, with limits above which the Principal must countersign.

Heads of Department are responsible for the day to day operation of curriculum subject areas and accordingly organise their teaching staff, capital resources, facilities and students.

Policies and Procedures for the Induction and training of Governors

The Academy has a Governor Recruitment and Induction policy.

The training and induction provided for new governors includes a tour of the Academy and a chance to meet staff and pupils. The Governor Support Team at the Local Authority provides external training including financial matters. They provide regular updates on practice, legislation and guidance. 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.

Key management remuneration

1. Performance pay review is completed by the HMFA pay review committee, made up of representatives from each school, mostly Chairs of Governors, including Llangrove's Chair of Governors.
2. Performance Management in each school takes place on an annual cycle of review. It is undertaken by the senior leaders, Deputy Head teachers and Executive Head teachers.
3. Targets are related to current school key areas as well as individual targets and are linked to the new teacher standards.
4. Staff underperforming are given clear agreed targets with appropriate timescale for review, and a mentor from the leadership team.

Related parties

The Academy has strong collaborative links with 2 other primary schools; Canon Pyon Primary Academy and Lord Scudamore Academy. The Headteachers Peter Box and Paul Whitcombe are Executive Headteachers at both of these schools.

Related Party Relationships have been recorded on a Register of Director's Declarations of Interest and any additional declarations noted at the start of each Board of Directors Meeting. The following companies have been identified as having a Related Party Relationship as they share common Directors; Activate Educational Ltd and Calon Solutions Ltd.

AUDITORS

Insofar 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.

Llangrove C E Academy

Report of the Governors
for the Year Ended 31 August 2016

The Governors Report, incorporating a strategic report, was approved by the board of governors, as the company directors on 16 November 2016 and signed on its behalf by:

R Woodcock - Chairman

Governance Statement
for the Year Ended 31 August 2016

Scope of Responsibility

As governors, we acknowledge we have overall responsibility for ensuring that Llangrove C E 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 of loss.

The board of the governors 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 Llangrove C E Academy and the Secretary of State for Education. They are also responsible for reporting to the board of governors any material weaknesses or breakdowns in internal control.

Governance

The information on governance included here supplements that described in the Governors' Report and in the Statement of Governors' responsibilities. The Governing Body has formally met three times during the period. These meetings also covered Finance and staffing agendas. Attendance during the period at meetings of the Governing Body was as follows:

Governor		Meetings Attended	Out of a Possible
R Woodcock	Chairman	3	3
J Howie	Staff Governor	3	3
P Box	Principal Accounting Officer	3	3
J Deloyde		3	3
P Whitcombe		0	3
M Visser		2	3
J Bibby		3	3
S Mondon	Vice - chair (resigned 14.10.15)	0	0
J Bailey		3	3
R Finighan	(resigned 24.2.16)	0	2
D Morehead		3	3
C Harris		2	3
V Rossiter		2	3
C Waston	(appointed 16.6.16)	1	1

Governance Review

The Academy reviews the skills set of the Governors to ensure a board range of knowledge/expertise is represented.

Review of Value for Money

As accounting officer the principal has responsibility for ensuring that the academy 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 available. The accounting officer for the academy trust has delivered improved value for money during the year by:

- HMFA have a legally bound connection with Llangrove and the other schools and academies in the Federation. We are able to minimise costs by the sharing of resources, staff, vehicles and combining pupil extra-curricular activities.
- We purchase services as a group to obtain discount and best rate. Examples of this are for Professional services, Advertising, IT licences and IT software.
- We have been able to maximise the use of the PE Sports Grant funding with the sharing of specialist PE teacher employed by the federation.

Review of Value for Money

- Where possible we negotiate and purchase services as a group to obtain discount and best rate. Two of our high value service providers offer discounts across the federation. These suppliers are Hoople Ltd who provides Payroll, Staffing and HR Services, SIMS and Schools Advisory Service who provide staff absence insurance.
- We belong to Activate Educational; a network of local schools within the county which focuses on professional development and training. This has provided us with the access to low cost specialist training events and expertise.
- As an academy we regularly look at our services and contracts to check if they need to be appraised or renegotiated to get the best mix of quality and effectiveness for the least cost. We continue to utilise the valuable people and skills we already have working in the Federation enabling us to make a further saving.
- Wherever possible we request annual service charges to be invoiced to us on a monthly/quarterly basis so that the cost can be evenly spread over the financial year to minimise impact on cash flow. Bank reconciliations are performed on a monthly basis to monitor cash flow.
- We adopt best practice in terms of prudence and financial management. Where possible a tender process is undertaken for any supplies or services over an agreed amount, this has driven down costs so as to obtain value for money.

The Academy Trust has continued to develop procedures for assessing need, and obtaining goods and services which provide "best value" in terms of suitability, efficiency, time and cost.

- We continue to buy the Academy's heating oil within a local "oil syndicate" as a bulk order giving a considerable saving each year of up to £300. This is also saving time as it is organised by a local villager who sources the best price and arranges delivery on our behalf.
- This year due to the increase in our pupil numbers we were able to request a free fridge from Cool Milk and were successful with our request.
- We have looked at changing our photocopy rental and compared different companies to find the best value for money, this will be reviewed again next year.
- Llangrove CE Academy together with HMFA reviewed the current IT infrastructure across the HMFA schools to consider IT solutions and development through strategic vision and planning meetings. One area that was highlighted in need of change was the current Broadband service which wasn't considered good value for money as the service was unreliable and expensive. HMFA explored various Internet service options taking into consideration; cost, contract length, speed and reliability of service. It was agreed that Llangrove CE Academy would switch to a Fibre Optic service saving the school approximately £2368 per year (69% of current costs).
- Our onsite pre-school generates additional rental income each year, Leapfrogs rental is on a daily basis for most of the year, including school holidays. We also promote the use of our school premises for lettings which includes: Parish Councils, Leapfrogs Preschool fundraising activities, Beavers/Rainbows, amongst others. This now generates another small extra income.
- Other income includes funding from School Direct as part of the student partnership with Worcester University. During the year Llangrove were able to place 3 student teachers and offered support and mentoring which generated an income of £1705.

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 charitable company 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 Llangrove C E Academy for the period 1 September 2015 to 31 August 2016 and up to the date of approval of the annual report and financial statements.

Capacity to Handle Risk

The board of governors has reviewed the key risks to which the charitable company is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The board of governors is of the view that there is a formal on-going process for identifying, evaluating and managing the charitable company's significant risks that has been in place for the period 1 September 2015 to 31 August 2016 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the board of governors.

The Risk and Control Framework

The Academy 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 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 Governing Body has considered the need for a specific internal audit function and has decided not to appoint an internal auditor. Llangrove CE Academy reconciliation of accounts are carried out on a monthly basis by the Finance Director and are subsequently checked and agreed by the Chair of Governors.

Review of Effectiveness

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

- the work of the Responsible Officer;
- 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 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 committee and a plan to address any weaknesses and ensure continuous improvement of the system is in place.

Approved by order of the members of the board of trustees on 16 November 2016 and signed on its behalf by:

R Woodcock - Chairman

P Box - Accounting Officer

Llangrove C E Academy

Statement on Regularity, Propriety and Compliance
for the Year Ended 31 August 2016

As accounting officer of Llangrove C E Academy I have considered my responsibility to notify the charitable company board of governors 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 charitable company 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 2015.

I confirm that I and the charitable company board of governors are able to identify any material irregular or improper use of funds by the charitable company, or material non-compliance with the terms and conditions of funding under the charitable company's funding agreement and the Academies Financial Handbook 2015.

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

P Box - Accounting Officer

16 November 2016

Statement of Governors Responsibilities
for the Year Ended 31 August 2016

The governors (who act as trustees of Llangrove C E Academy and are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Report of the Governors 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 governors to prepare financial statements for each financial year. Under company law the governors 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 the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the governors are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 and the Academies Accounts Direction 2015 to 2016;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The governors 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 to 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 governors 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.

In so far as the governors are aware:

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

The governors 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 16 November 2016 and signed on its behalf by:

R Woodcock - Chairman

Report of the Independent Auditors to the Members of Llangrove C E Academy

We have audited the financial statements of Llangrove C E Academy for the year ended 31 August 2016 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 2015 to 2016 issued by the Education Funding Agency (EFA).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company'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 Statement of Governors Responsibilities, the governors (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 charitable company'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 Report of the Governors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2016 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;
- have been prepared in accordance with the requirements of the Companies Act 2006; and
- have been prepared in accordance with the Charities SORP 2015 and Academies Accounts Direction 2015 to 2016.

Opinion on other matter prescribed by the Companies Act 2006

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

Report of the Independent Auditors to the Members of
Llangrove C E Academy

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 governors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the governors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Governors.

Mr Kevin M Tong FCCA, ACA (Senior Statutory Auditor)
for and on behalf of Thorne Widgery Accountancy Ltd
Chartered Accountants
Statutory Auditors
2 Wyevale Business Park
Kings Acre
Hereford
Herefordshire
HR4 7BS

16 November 2016

Independent Reporting Accountant's Assurance Report on Regularity to Llangrove C E Academy and the Education Funding Agency

In accordance with the terms of our engagement and further to the requirements of the Education Funding Agency (EFA), as included in the Academies Accounts Direction 2015 to 2016, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Llangrove C E Academy during the period 1 September 2015 to 31 August 2016 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 Llangrove C E Academy and the EFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to Llangrove C E 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 Llangrove C E Academy and the EFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of Llangrove C E Academy's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of Llangrove C E Academy's funding agreement with the Secretary of State for Education and the Academies Financial Handbook, extant from 1 September 2015, 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 2015 to 2016. 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 2015 to 31 August 2016 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 2015 to 2016 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 charitable company's income and expenditure.

The work undertaken to draw our conclusions includes:

- detailed testing of a sample of items of income and expenditure to ensure appropriately applied for the purpose intended
- specific testing, on a sample basis, of system controls relevant to the above
- a general review of correspondence with the appropriate authorities regarding Academy governance matters during the year
- a general review and discussion of the Academy's internal control procedures for establishing and maintaining systems of control and documentation regarding these matters

This work was integrated with our audit on the financial statements to the extent evidence from the conduct of that audit supports the regularity conclusion.

Without qualifying our opinion, we would like to refer to the related and connected party transactions highlighted in note 21 in the attached accounts.

Independent Reporting Accountant's Assurance Report on Regularity to
Llangrove C E Academy and the Education Funding Agency

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 2015 to 31 August 2016 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

Thorne Widgery Accountancy Ltd
Chartered Accountants
2 Wyevale Business Park
Kings Acre
Hereford
Herefordshire
HR4 7BS

16 November 2016

Llangrove C E Academy

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 August 2016

				31.8.16	31.8.15	
	Notes	Unrestricted Fund £	Restricted Fixed Asset Fund £	Restricted General Fund £	Total funds £	Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and capital grants	2	-	4,551	9,197	13,748	48,679
Charitable activities						
Funding for the academy's educational operations	3	-	-	305,085	305,085	296,784
Other trading activities	4	3,810	-	1,659	5,469	14,332
Investment income	5	<u>78</u>	<u>-</u>	<u>-</u>	<u>78</u>	<u>36</u>
Total		3,888	4,551	315,941	324,380	359,831
EXPENDITURE ON Charitable activities						
Academy's educational operations		<u>14,498</u>	<u>34,430</u>	<u>312,823</u>	<u>361,751</u>	<u>335,318</u>
NET INCOME/(EXPENDITURE)		(10,610)	(29,879)	3,118	(37,371)	24,513
Other recognised gains/(losses)						
Actuarial gains/losses on defined benefit schemes		<u>-</u>	<u>-</u>	<u>(47,000)</u>	<u>(47,000)</u>	<u>(5,000)</u>
Net movement in funds		(10,610)	(29,879)	(43,882)	(84,371)	19,513
RECONCILIATION OF FUNDS						
Total funds brought forward		10,724	757,226	(50,958)	716,992	697,479
TOTAL FUNDS CARRIED FORWARD		<u>114</u>	<u>727,347</u>	<u>(94,840)</u>	<u>632,621</u>	<u>716,992</u>

The notes form part of these financial statements

Balance Sheet
At 31 August 2016

	Notes	31.8.16 £	31.8.15 £
FIXED ASSETS			
Tangible assets	12	727,347	743,235
CURRENT ASSETS			
Debtors	13	15,551	14,567
Cash at bank and in hand		<u>56,643</u>	<u>93,125</u>
		72,194	107,692
CREDITORS			
Amounts falling due within one year	14	(19,920)	(39,935)
NET CURRENT ASSETS		<u>52,274</u>	<u>67,757</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		779,621	810,992
PENSION LIABILITY	19	(147,000)	(94,000)
NET ASSETS		<u>632,621</u>	<u>716,992</u>
FUNDS	18		
Unrestricted funds:			
Unrestricted Fund		114	10,724
Restricted funds:			
Restricted Pension Fund		(147,000)	(94,000)
General Annual Grant		43,694	30,002
Other Restricted		6,710	7,307
Other DfE/EFA Grants		1,756	5,733
DfE/YPLA Capital Grants		6,655	22,604
Conversion and depreciation		714,498	726,638
Fixed Assets funded by other grants/donation		<u>6,194</u>	<u>7,984</u>
		<u>632,507</u>	<u>706,268</u>
TOTAL FUNDS		<u>632,621</u>	<u>716,992</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved and authorised for issue by the Board of Governors on 16 November 2016 and were signed on its behalf by:

R Woodcock - Chairman

Llangrove C E Academy

Cash Flow Statement
for the Year Ended 31 August 2016

	Notes	31.8.16 £	31.8.15 £
Cash flows from operating activities:			
Cash generated from operations	1	<u>(41,111)</u>	<u>18,161</u>
Net cash provided by (used in) operating activities		<u>(41,111)</u>	<u>18,161</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		-	(18,744)
Capital grants from DfE/EFA		4,551	38,479
Interest received		<u>78</u>	<u>36</u>
Net cash provided by (used in) investing activities		<u>4,629</u>	<u>19,771</u>
Change in cash and cash equivalents in the reporting period		<u>(36,482)</u>	<u>37,932</u>
Cash and cash equivalents at the beginning of the reporting period		<u>93,125</u>	<u>55,193</u>
Cash and cash equivalents at the end of the reporting period		<u>56,643</u>	<u>93,125</u>

Notes to the Cash Flow Statement
for the Year Ended 31 August 2016

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

	31.8.16	31.8.15
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(37,371)	24,513
Adjustments for:		
Depreciation	15,889	14,288
Capital grants from DfE/EFA	(4,551)	(38,479)
Loss on disposal of fixed assets	-	196
Interest received	(78)	(36)
Increase in debtors	(984)	(1,446)
(Decrease)/increase in creditors	(20,016)	17,125
Difference between pension charge and cash contributions	<u>6,000</u>	<u>2,000</u>
Net cash provided by (used in) operating activities	<u>(41,111)</u>	<u>18,161</u>

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Academies Accounts Direction 2015 to 2016 issued by the EFA, the Charities Act 2011 and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Llangrove C E Academy meets the definition of a public benefit entity under FRS 102.

First time adoption of FRS 102

These financial statements are the first financial statements of Llangrove C E Academy prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities SORP 2015. The financial statements of Llangrove C E Academy for the year ended 31 August 2015 were prepared in accordance with previous Generally Accepted Accounting Practice ('UK GAAP') and SORP 2005.

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 Company 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. The governors 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.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received 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 period is deducted from income and recognised as a liability.

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

Sponsorship income

Sponsorship income provided to the charity which amounts to a donation is recognised in the Statement of Financial Activities in the period in which it is receivable (where there are no performance-related conditions), where it is probable that the income will be received and the amount can be measured reliably.

Donations

Donations are recognised on a receivable basis (where there are no performance related conditions), where it is probable that the income will be received and the amount can be measured reliably.

Other income

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

1. **ACCOUNTING POLICIES - continued**

Donated goods, facilities and services

Goods donated for resale are included at fair value, being the expected proceeds from sale less the expected costs of sale. If it is practical to assess the fair value at receipt, it is recognised in stock and 'Income from other trading activities'. Upon sale, the value of the stock is charged against 'Income from other trading activities' and the proceeds are recognised as 'Income from other trading activities'. Where it is impractical to fair value the items due to the volume of low value items they are not recognised in the financial statements until they are sold. This income is recognised within 'Income from other trading activities'.

Where the donated good is a fixed asset it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset category and depreciated over the useful economic life in accordance with the charity's accounting policies.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

All resources expended are inclusive of irrecoverable VAT.

Charitable activities

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

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

1. **ACCOUNTING POLICIES - continued**

Tangible fixed assets

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

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

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

Leasehold buildings	2% per annum
Fixtures, fittings and equipment	15-20% per annum
ICT equipment	33 1/3% per annum

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.

Land and buildings are not revalued.

Investments

Any surplus funds will be invested to ensure maximum deposit.

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.

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.

Leased Assets

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

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.

1. **ACCOUNTING POLICIES - continued**

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 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.

Pension costs and other post-retirement benefits

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. As stated in note 29, the TPS is a multi-employer scheme and there is insufficient information available to use defined benefit accounting. The TPS is therefore treated as a defined contribution scheme for accounting purposes and the contributions recognised in the period to which they relate.

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

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 (income) for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 19, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2013 has been used by the actuary in valuing the pensions liability at 31 August 2016. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

2. DONATIONS AND CAPITAL GRANTS

	31.8.16	31.8.15
	£	£
Capital grants	4,551	38,479
Contributions from other organisations	-	1,887
School trips etc.	3,218	3,194
Grants and donations	<u>5,979</u>	<u>5,119</u>
	<u>13,748</u>	<u>48,679</u>

Grants received, included in the above, are as follows:

	31.8.16	31.8.15
	£	£
Capital Grant	<u>4,551</u>	<u>38,479</u>

3. FUNDING FOR THE ACADEMY'S EDUCATIONAL OPERATIONS

	Unrestricted funds £	Restricted funds £	31.8.16 Total funds £	31.8.15 Total funds £
DfE/EFA revenue grant				
General Annual Grant(GAG)	-	269,116	269,116	255,390
Other DfE/EFA Grant	<u>-</u>	<u>35,969</u>	<u>35,969</u>	<u>41,394</u>
	<u>-</u>	<u>305,085</u>	<u>305,085</u>	<u>296,784</u>

4. OTHER TRADING ACTIVITIES

	31.8.16	31.8.15
	£	£
Hire of facilities	3,810	4,402
Income from other schools	<u>1,659</u>	<u>9,930</u>
	<u>5,469</u>	<u>14,332</u>

5. INVESTMENT INCOME

	31.8.16	31.8.15
	£	£
Deposit account interest	<u>78</u>	<u>36</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

6. EXPENDITURE

	Staff costs £	Non-pay expenditure Premises £	Other costs £	31.8.16 Total £	31.8.15 Total £
Charitable activities					
Academies educational operations					
Direct costs	141,411	11,140	68,912	221,463	192,367
Allocated support costs	<u>60,173</u>	<u>37,608</u>	<u>42,507</u>	<u>140,288</u>	<u>142,951</u>
	<u>201,584</u>	<u>48,748</u>	<u>111,419</u>	<u>361,751</u>	<u>335,318</u>

Net income/ (expenditure) is stated after charging/(crediting):

	31.8.16 £	31.8.15 £
Auditors' remuneration	5,810	5,755
Depreciation - owned assets	15,888	14,287
Deficit on disposal of fixed asset	-	196
Operating leases	<u>3,010</u>	<u>3,010</u>

7. CHARITABLE ACTIVITIES - ACADEMY'S EDUCATIONAL OPERATIONS

	Unrestricted funds £	Restricted funds £	31.8.16 Total funds £	31.8.15 Total funds £
Direct costs	14,498	206,965	221,463	192,367
Support costs	<u>-</u>	<u>140,288</u>	<u>140,288</u>	<u>142,951</u>
	<u>14,498</u>	<u>347,253</u>	<u>361,751</u>	<u>335,318</u>

	31.8.16 Total £	31.8.15 Total £
Analysis of support costs		
Support staff costs	60,173	60,523
Depreciation	4,749	3,344
Administrative supplies	12,042	11,879
Premises costs	37,608	39,699
Other support costs	19,906	21,751
Governance costs	<u>5,810</u>	<u>5,755</u>
Total support costs	<u>140,288</u>	<u>142,951</u>

8. GOVERNORS' REMUNERATION AND BENEFITS

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:

J Howie (staff trustee):	Remuneration	£10,000 - £15,000	(2015: £10,000 - £15,000)
	Employers Pension Contributions	£0 - £5,000	(2015: £0 - £5,000)
J Deloyde (staff trustee):	Remuneration	£30,000 - £35,000	(2015: £30,000 - £35,000)
	Employers Pension Contributions	£5,000 - £10,000	(2015: £5,000 - £10,000)

Other related party transactions involving the trustees are set out in note 21.

Governors' expenses

During the period ended 31 August 2016, travel and subsistence expenses totalling £154 were reimbursed or paid directly to 2 trustees (2015: £149 to 1 trustees).

9. STAFF COSTS

	31.8.16	31.8.15
	£	£
Wages and salaries	164,114	153,356
Social security costs	5,931	8,566
Other pension costs	<u>31,539</u>	<u>27,567</u>
	<u>201,584</u>	<u>189,489</u>

The average number of persons (including senior management team) employed by the charitable company during the year was as follows:

	31.8.16	31.8.15
Teachers	2	2
Administration and Support	4	4
Management	<u>1</u>	<u>1</u>
	<u>7</u>	<u>7</u>

No employees received emoluments in excess of £60,000.

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) received by key management personnel for their services to the academy trust was £136,363 (2015: £125,620).

In addition to above, £25,000 (2015: £20,000) was paid to Calon Solutions Ltd the provider of the Executive Head teachers. The executive head teachers are included within the senior management team on page 1.

10. GOVERNORS' AND OFFICERS' INSURANCE

In accordance with normal commercial practice the Academy has purchased insurance to protect Governors and Officers from claims arising from negligent acts, errors or omissions occurring whilst on Academy business. The insurance provides cover up to £1,000,000 on any one claim and the cost for the period ended 31 August 2016 was £34 (2015: £41).

The cost of this insurance is included in the total insurance cost.

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted Fund £	Restricted Fixed Asset Fund £	Restricted General Fund £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and capital grants	-	38,479	10,200	48,679
Charitable activities				
Funding for the academy's educational operations	-	-	296,784	296,784
Other trading activities	10,403	-	3,929	14,332
Investment income	<u>36</u>	<u>-</u>	<u>-</u>	<u>36</u>
Total	10,439	38,479	310,913	359,831
EXPENDITURE ON Charitable activities				
Academy's educational operations	<u>6,000</u>	<u>38,505</u>	<u>290,813</u>	<u>335,318</u>
NET INCOME/(EXPENDITURE)	4,439	(26)	20,100	24,513
Transfers between funds	<u>-</u>	<u>9,650</u>	<u>(9,650)</u>	<u>-</u>
Other recognised gains/(losses)				
Actuarial gains/losses on defined benefit schemes	<u>-</u>	<u>-</u>	<u>(5,000)</u>	<u>(5,000)</u>
Net movement in funds	4,439	9,624	5,450	19,513
RECONCILIATION OF FUNDS				
Total funds brought forward	<u>6,285</u>	<u>747,602</u>	<u>(56,408)</u>	<u>697,479</u>
TOTAL FUNDS CARRIED FORWARD	<u>10,724</u>	<u>757,226</u>	<u>(50,958)</u>	<u>716,992</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

12. TANGIBLE FIXED ASSETS

	Long leasehold £	Fixtures and fittings £	Totals £
COST			
At 1 September 2015 and 31 August 2016	<u>753,000</u>	<u>23,744</u>	<u>776,744</u>
DEPRECIATION			
At 1 September 2015	28,778	4,731	33,509
Charge for year	<u>11,140</u>	<u>4,748</u>	<u>15,888</u>
At 31 August 2016	<u>39,918</u>	<u>9,479</u>	<u>49,397</u>
NET BOOK VALUE			
At 31 August 2016	<u>713,082</u>	<u>14,265</u>	<u>727,347</u>
At 31 August 2015	<u>724,222</u>	<u>19,013</u>	<u>743,235</u>

Included within Leasehold land and building is non-depreciated land with a value of £196,000. Leasehold land and buildings are subject to a 125 year lease with the local authority.

Land and buildings are not revalued.

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.16	31.8.15
	£	£
VAT	1,733	2,177
Prepayments and accrued income	<u>13,818</u>	<u>12,390</u>
	<u>15,551</u>	<u>14,567</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.16	31.8.15
	£	£
Trade creditors	7,182	3,774
Social security and other taxes	6,197	4,942
Other creditors	25	24
Accruals and deferred income	5,226	7,526
Accrued expenses	<u>1,290</u>	<u>23,669</u>
	<u>19,920</u>	<u>39,935</u>
Deferred income	31.8.16	
	£	
Deferred Income at 1 September 2015	7,526	
Resources deferred in the years	5,226	
Amounts released from previous years	<u>(7,526)</u>	
	<u>5,226</u>	

At the balance sheet date the Academy Trust was holding funds received in advance for Universal Infant Free School Meal grant relating to the Autumn 2016 term.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

15. OPERATING LEASE COMMITMENTS

At 31 August 2016 the total of the Academy Trust's future minimum lease payments under non-cancellable operating leases was:

	Other operating leases 31.8.16 £	31.8.15 £
Expiring:		
Within one year	718	3,010
Between one and five years	<u>539</u>	<u>1,257</u>
	<u>1,257</u>	<u>4,267</u>

16. 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.

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Fund £	Restricted Fixed Asset Fund £	Restricted General Fund £	31.8.16 Total funds £	31.8.15 Total funds £
Fixed assets	-	727,347	-	727,347	743,235
Current assets	114	-	72,080	72,194	107,692
Current liabilities	-	-	(19,920)	(19,920)	(39,935)
Pension liability	-	-	(147,000)	(147,000)	(94,000)
	<u>114</u>	<u>727,347</u>	<u>(94,840)</u>	<u>632,621</u>	<u>716,992</u>

18. MOVEMENT IN FUNDS

	At 1.9.15 £	Net movement in funds £	Transfers between funds £	At 31.8.16 £
Unrestricted funds				
Unrestricted Fund	10,724	(10,610)	-	114
Restricted funds				
Restricted Pension Fund	(94,000)	(53,000)	-	(147,000)
General Annual Grant	30,002	13,692	-	43,694
Other Restricted	7,307	(597)	-	6,710
Other DfE/EFA Grants	5,733	(3,977)	-	1,756
DfE/YPLA Capital Grants	22,604	(15,949)	-	6,655
Conversion and depreciation	726,638	(12,140)	-	714,498
Fixed Assets funded by other grants/donation	<u>7,984</u>	<u>(1,790)</u>	-	<u>6,194</u>
	706,268	(73,761)	-	632,507
TOTAL FUNDS	<u>716,992</u>	<u>(84,371)</u>	<u>-</u>	<u>632,621</u>

18. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted Fund	3,888	(14,498)	-	(10,610)
Restricted funds				
General Annual Grant	269,117	(255,425)	-	13,692
Other Restricted	10,855	(11,452)	-	(597)
Other DfE/EFA Grants	35,969	(39,946)	-	(3,977)
DfE/YPLA Capital Grants	4,551	(20,500)	-	(15,949)
Restricted Pension Fund	-	(6,000)	(47,000)	(53,000)
Conversion and depreciation	-	(12,140)	-	(12,140)
Fixed Assets funded by other grants/donation	-	(1,790)	-	(1,790)
	<u>320,492</u>	<u>(347,253)</u>	<u>(47,000)</u>	<u>(73,761)</u>
TOTAL FUNDS	<u><u>324,380</u></u>	<u><u>(361,751)</u></u>	<u><u>(47,000)</u></u>	<u><u>(84,371)</u></u>

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

- General Annual Grant (GAG): Under the funding agreement with the Secretary of State, the Academy was not subject to a limit on the amount of GAG that it could carry forward at 31 August 2016.
- Other DfE/EFA Grants: are utilised for the purposes intended by the donor.
- Other Restricted General Funds: include payments made towards Academy trips.
- The Pension Fund: is the surplus/ (deficit) in the Local Government Pension Scheme.
- Restricted Fixed Asset Funds: include the fixed assets transferred on conversion to Academy, capital grants, additions and depreciation.
- Unrestricted Funds: are all those income and expenses for general use in the Academy.

19. PENSION AND SIMILAR OBLIGATIONS

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 Worcestershire County Council. Both are multi-employer defined benefit schemes

The latest actuarial valuation of the TPS related to the period ended 31 March 2012 and of the LGPS 31 March 2013.

Contributions amounting to £3,334 were payable to the schemes at 31 August 2016 (2015: £3,056) and are included within creditors.

19. PENSION AND SIMILAR OBLIGATIONS
- continued

Teachers' pension scheme

Introduction

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pensions Regulations (2010) and, from 1 April 2014, by the Teachers' Pension Scheme Regulations 2014. Membership is automatic for full-time teachers in academies and, from 1 January 2007, automatic for teachers in part-time employment following appointment or a change of contract, although they are able to opt out.

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. Retirement and other pension benefits are paid by public funds provided by Parliament.

Valuation of the Teachers' Pension Scheme

Not less than every four years the Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TPS in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 published by HM Treasury. The aim of the review is to specify the level of future contributions. Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. The latest actuarial valuation of the TPS was carried out as at 31 March 2012 and in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014. The valuation report was published by the Department for Education on 9 June 2014. The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 16.48% of pensionable pay (including a 0.08% employer administration charge (currently 14.1%
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £191,500 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £176,600 million giving a notional past service deficit of £14,900 million
- an employer cost cap of 10.9% of pensionable pay will be applied to future valuation
- the assumed real rate of return is 3.0% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.75%. The assumed nominal rate of return is 5.06%

During the previous year the employer contribution rate was 14.1%. The TPS valuation for 2012 determined an employer rate of 16.4%, which was payable from September 2015. The next valuation of the TPS will be as at March 2016, whereupon the employer contribution rate is expected to be reassessed and will be payable from 1 April 2019.

The employer's pension costs paid to TPS in the period amounted to £14,839 (2015: £11,833).

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

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

19. PENSION AND SIMILAR OBLIGATIONS
- continued

Local government pension scheme

The LGPS is a funded defined benefit pension scheme, with the assets held in separate trustee administered funds. The total contribution made for the year ended 31 August 2016 was £21,117 (2015: £21,966), of which employer's contributions totalled £16,813 (2015: £17,934) and employees' contributions totalled £4,304 (2015: £4,032). The agreed contribution rates for future years are 17.6 per cent for employers and between 5.5 and 9.9 per cent for employees.

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

As the scheme is in deficit, the school has entered into an agreement with the governors to make additional contributions in addition to normal funding levels.

The rates payable over a six year period will be the Future Service Rate of 17.6% of payroll plus phased lump sum deficit contributions starting at £3,700 for the year 2015, increasing by approximately 4% per annum. The rate payable from 1 April 2017 will be further revised following the valuation of the Pension Fund which took place on 31 March 2016.

The current estimated recovery period is 18 years.

The amounts recognised in the balance sheet are as follows:

	Defined benefit pension plans	
	31.8.16	31.8.15
	£	£
Present value of funded obligations	(229,000)	(144,000)
Fair value of plan assets	<u>82,000</u>	<u>50,000</u>
	<u>(147,000)</u>	<u>(94,000)</u>
Deficit	<u>(147,000)</u>	<u>(94,000)</u>
Liability	<u>(147,000)</u>	<u>(94,000)</u>

The amounts recognised in the statement of financial activities are as follows:

	Defined benefit pension plans	
	31.8.16	31.8.15
	£	£
Current service cost	19,000	17,000
Net interest from net defined benefit asset/liability	<u>4,000</u>	<u>3,000</u>
	<u>23,000</u>	<u>20,000</u>
Actual return on plan assets	<u>12,000</u>	<u>-</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

19. PENSION AND SIMILAR OBLIGATIONS
- continued

Changes in the present value of the defined benefit obligation are as follows:

	Defined benefit pension plans	
	31.8.16	31.8.15
	£	£
Defined benefit obligation	(144,000)	(116,000)
Current service cost	(19,000)	(17,000)
Contributions by scheme participants	(4,000)	(4,000)
Interest cost	(6,000)	(5,000)
Actuarial losses/(gains)	(57,000)	(3,000)
Benefits paid	<u>1,000</u>	<u>1,000</u>
	<u>(229,000)</u>	<u>(144,000)</u>

Changes in the fair value of scheme assets are as follows:

	Defined benefit pension plans	
	31.8.16	31.8.15
	£	£
Fair value of scheme assets	50,000	29,000
Contributions by employer	17,000	18,000
Contributions by scheme participants	4,000	4,000
Expected return	2,000	2,000
Actuarial gains/(losses)	10,000	(2,000)
Benefits paid	<u>(1,000)</u>	<u>(1,000)</u>
	<u>82,000</u>	<u>50,000</u>

The amounts recognised in other recognised gains and losses are as follows:

	Defined benefit pension plans	
	31.8.16	31.8.15
	£	£
	<u>-</u>	<u>-</u>

The major categories of scheme assets as amounts of total scheme assets are as follows:

	Defined benefit pension plans	
	31.8.16	31.8.15
	£	£
Equities	68,000	44,000
Bonds - Other	5,000	3,000
Cash/liquidity	2,000	1,000
Property	4,000	-
Other	<u>3,000</u>	<u>2,000</u>
	<u>82,000</u>	<u>50,000</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

19. PENSION AND SIMILAR OBLIGATIONS
- continued

Principal actuarial assumptions at the balance sheet date (expressed as weighted averages)

	31.8.16	31.8.15
Discount rate	2.1%	3.9%
Future salary increases	3.3%	3.7%
Future pension increases	1.9%	2.2%
Inflation assumption (CPI)	1.8%	2.2%

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 2016	At 31 August 2015
Retiring today		
Males	23.5	23.4
Females	25.9	25.8
Retiring in 20 years		
Males	25.8	25.6
Females	28.2	28.1

Amounts for the current and previous period are as follows:

	31.8.16	31.8.15
	£	£
Defined benefit pension plans		
Defined benefit obligation	(229,000)	(144,000)
Fair value of scheme assets	82,000	50,000
Deficit	(147,000)	(94,000)
Experience adjustments on scheme assets	-	(2,000)

20. CONTINGENT LIABILITIES

There are no significant contingent liabilities that the Governors are aware of.

21. RELATED PARTY DISCLOSURES

Owing to the nature of the academy trust and the composition of the board of Governors being drawn from local public and private sector organisations, transactions may take place with organisations in which the trust has an interest. All transactions involving such organisations are conducted at arm's length and in accordance with the trust's financial regulations and normal procurement procedures. The following related party transaction took place in the period of account.

Calon Solutions Ltd - a company which P Box and P Whitcombe (trustees of the academy) are joint directors and shareholders:

- During the year payments totalling £25,000 (2015: £20,000) were made to Calon Solutions Ltd in respect of the Executive Headship services.
- There were no amounts outstanding at the year end (2015: £Nil)

Activate Educational Ltd - a company limited by guarantee which P Box and P Whitcombe (trustees of the academy) are directors:

- During the year payments totalling £1,969 (2015: £1,663) were made to Activate Educational Ltd for the provision of staff training
- There were no amounts outstanding at the year end (2015: £100 credit note outstanding)

The Hereford Marches Federation of Academies - an academy which P Box and P Whitcombe are Governors

- During the year income of £18 (2015: £3,735) was received from The Hereford Marches Federation of Academies
- During the year expenditure of £14,679 (2015: £14,985) was paid to The Hereford Marches Federation of Academies, this related to recharge of expenditure all in the course of normal business
- At the year end £105 were due to The Hereford Marches Federation of Academies (2015: £1,282)

HMFA Enterprises Ltd - a subsidiary company of The Hereford Marches Federation of Academies

- During the year income of £1,500 (2015: £6,000) was received from HMFA Enterprises Ltd in relation to teaching training placement income received directly to HMFA Enterprises Ltd.
- There were no amounts outstanding at the year end (2015: £Nil)

Transactions with other federation academies:

		Income	Expenditure
Canon Pyon CE Academy	P Box is Executive Headteacher	£18 (2015: £Nil)	£32 (2015: £Nil)
Marden Primary Academy	Headteacher is P Box partner - M Newton	£18 (2015: £Nil)	£Nil (2015: £Nil)
Kings Caple Academy	P Box is Headteacher	£18 (2015: £83)	£65 (2015: £Nil)
Sutton Primary Academy	P Box is Headteacher	£18 (2015: £65)	£Nil (2015: £Nil)
St Weonards Primary School	M Newton is Executive Headteacher	£68 (2015: £65)	£12,020 (2015: £10,044)

All of the above transaction were made in the normal course of business, no amounts were outstanding at the year end (2015: £Nil).

22. FIRST YEAR ADOPTION

Transitional relief

The academy did not take advantage of any reliefs on transition to FRS 102.

Llangrove C E Academy

Reconciliation of Income and Expenditure
for the Year Ended 31 August 2015

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
INCOME AND ENDOWMENTS FROM				
Donations and capital grants		48,679	-	48,679
Charitable activities		296,784	-	296,784
Other trading activities		14,332	-	14,332
Investment income		<u>36</u>	<u>-</u>	<u>36</u>
Total		359,831	-	359,831
EXPENDITURE ON				
Charitable activities		329,563	5,755	335,318
OBSOLETE Governance costs		<u>5,755</u>	<u>(5,755)</u>	<u>-</u>
NET INCOME/(EXPENDITURE)		<u>24,513</u>	<u>-</u>	<u>24,513</u>

Llangrove C E Academy

Reconciliation of Funds

At 1 September 2014

(Date of Transition to FRS 102)

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		<u>738,974</u>	-	<u>738,974</u>
		738,974	-	738,974
CURRENT ASSETS				
Debtors		3,367	-	3,367
Prepayments and accrued income		9,754	-	9,754
Cash at bank and in hand		<u>55,193</u>	-	<u>55,193</u>
		68,314	-	68,314
CREDITORS				
Amounts falling due within one year		<u>(22,809)</u>	-	<u>(22,809)</u>
NET CURRENT ASSETS				
		<u>45,505</u>	-	<u>45,505</u>
TOTAL ASSETS LESS CURRENT LIABILITIES				
		784,479	-	784,479
PENSION LIABILITY				
		<u>(87,000)</u>	-	<u>(87,000)</u>
		<u>697,479</u>	-	<u>697,479</u>
FUNDS				
Unrestricted funds		6,285	-	6,285
Restricted funds		<u>691,194</u>	-	<u>691,194</u>
TOTAL FUNDS				
		<u>697,479</u>	-	<u>697,479</u>

Llangrove C E Academy

Reconciliation of Funds
At 31 August 2015

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		743,235	-	743,235
CURRENT ASSETS				
Debtors		14,567	-	14,567
Cash at bank and in hand		<u>93,125</u>	<u>-</u>	<u>93,125</u>
		107,692	-	107,692
CREDITORS				
Amounts falling due within one year		(39,935)	-	(39,935)
		<u>67,757</u>	<u>-</u>	<u>67,757</u>
NET CURRENT ASSETS				
		810,992	-	810,992
TOTAL ASSETS LESS CURRENT LIABILITIES				
PENSION LIABILITY		(94,000)	-	(94,000)
		<u>716,992</u>	<u>-</u>	<u>716,992</u>
NET ASSETS				
FUNDS				
Unrestricted funds		10,724	-	10,724
Restricted funds		<u>706,268</u>	<u>-</u>	<u>706,268</u>
TOTAL FUNDS				
		<u>716,992</u>	<u>-</u>	<u>716,992</u>

Detailed Statement of Financial Activities
for the Year Ended 31 August 2016

	31.8.16 £	31.8.15 £
INCOME AND ENDOWMENTS		
Donations and capital grants		
Capital grants	4,551	38,479
Contributions from other organisations	-	1,887
School trips etc.	3,218	3,194
Grants and donations	<u>5,979</u>	<u>5,119</u>
	13,748	48,679
Other trading activities		
Hire of facilities	3,810	4,402
Income from other schools	<u>1,659</u>	<u>9,930</u>
	5,469	14,332
Investment income		
Deposit account interest	78	36
Charitable activities		
Grants	<u>305,085</u>	<u>296,784</u>
Total incoming resources	324,380	359,831
EXPENDITURE		
Charitable activities		
Wages	117,144	106,071
Social security	4,551	6,370
Pensions	19,716	16,525
Educational supplies	59,466	41,364
Educational consultancy	3,446	8,897
Depreciation	11,140	11,140
Interest on pension scheme liabilities	<u>6,000</u>	<u>2,000</u>
	221,463	192,367
Support costs		
Management		
Wages	46,970	47,285
Social security	1,380	2,196
Pensions	11,823	11,042
Administrative supplies	12,042	11,879
Recruitment and support	4,074	4,953
Maintenance of premises and equipment	26,483	29,152
Cleaning	2,494	2,002
Rent and rates	2,012	45
Energy costs	4,390	5,300
Insurance	2,229	3,200
Professional fees	4,050	5,637
Catering	11,750	11,019
Carried forward	<u>129,697</u>	<u>133,710</u>

Llangrove C E Academy

Detailed Statement of Financial Activities
for the Year Ended 31 August 2016

	31.8.16	31.8.15
	£	£
Management		
Brought forward	129,697	133,710
Fixtures and fittings	4,749	3,148
Loss on sale of tangible fixed assets	-	196
Bank interest and charges	<u>32</u>	<u>142</u>
	134,478	137,196
Governance costs		
Auditors' remuneration	<u>5,810</u>	<u>5,755</u>
Total resources expended	361,751	335,318
	-----	-----
Net (expenditure)/income	<u>(37,371)</u>	<u>24,513</u>