

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

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THE CHILDREN'S ENDEAVOUR TRUST
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REFERENCE AND ADMINISTRATIVE DETAILS

Members	G Collins M Dastbaz V Gillespie T Hunt M Millar
Trustees	I H K Scott, Chair of Trustees S Ayres, Vice Chair B J Benneworth (resigned 14 October 2020) M L Smith (resigned 1 January 2021) S T Coy (resigned 13 October 2021) D T White A Timcke C Nickson (appointed 14 July 2021) B Palmer (appointed 14 October 2020) L Baran (appointed 13 October 2021)
Company registered number	11683082
Company name	The Children's Endeavour Trust
Principal and registered office	Springfield Junior School Kitchener Road Ipswich Suffolk IP1 4DT
Chief executive officer	D Jones (Accounting Officer and ex officio trustee)
Senior management team	D Jones, CEO E King, CFO
Independent auditors	Price Bailey LLP Chartered Accountants Anglia House, 6 Central Avenue St Andrews Business Park Thorpe St Andrew Norwich Norfolk NR7 0HR
Bankers	Lloyds Bank 13 Cornhill Ipswich Suffolk IP1 1DG

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REFERENCE AND ADMINISTRATIVE DETAILS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Solicitors

Stone King LLP
3rd Floor
Bateman House
82-88 Hills Road
Cambridge
Cambridgeshire
CB2 1LQ

THE CHILDREN'S ENDEAVOUR TRUST
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TRUSTEES' REPORT
FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees present their annual report together with the financial statements and auditors' report of the charitable company for the year 1 September 2020 to 31 August 2021. The annual report serves the purposes of both a Trustees' report and a directors' report under company law.

The Trust operated seven schools in this period. Broke Hall Community Primary School and Springfield Junior School were founder members of the Trust back in January 2019 and serve catchment areas in Ipswich. In April 2020, Combs Ford Community Primary School joined the Trust. In May 2020, Abbot's Hall Community Primary School, Bosmere Community Primary School, Chilton Community Primary School and Freeman Community Primary School joined the Trust. The Academies within the Trust now have a combined capacity of 2,553 and a current roll of 2,340.

Structure, governance and management

The Trust is a company limited by guarantee and an exempt charity. The Charitable Company's Memorandum and Articles of Association are its primary governing documents. The Trustees of The Charitable Company are also the Directors for the purposes of company law. The terms Trustee and Director are interchangeable. The Charitable Company includes the following Academies:

- Broke Hall Community Primary School (BH), converted on 1/1/2019
- Springfield Junior School (SJ), converted on 1/1/2019
- Combs Ford Community Primary School (CF), converted on 1/4/2020
- Abbot's Hall Community Primary School (AH), converted on 1/5/2020
- Bosmere Community Primary School (Bos), converted on 1/5/2020
- Chilton Community Primary School (Ch), converted on 1/5/2020
- Freeman Community Primary School (Fr), converted on 1/5/2020

The operation of The Trust's Academies and employment of staff are the responsibility of the Trustees. The Trust retains control of Academy budgets and finances, and monitors these through its Finance Committee. Throughout this report the Board of Trustees is referred to as the Main Governing Body (MGB). Each Academy has appointed Local Governing Bodies (LGB) who have delegated authority to administer their Academy within agreed budgets.

Details of the Trustees who served throughout the period are included in the Reference and Administrative Details section. Within this Report the term Trustee refers to a member of the MGB and the term Governor to a member of an LGB.

a. Constitution

The Trust is a charitable company limited by guarantee and an exempt charity. The charitable company's Trust deed is the primary governing document of the Academy. The Trustees of The Charitable Company are also the Directors for the purposes of company law. The terms Trustee and Director are interchangeable. The Charitable Company is known as The Children's Endeavour Trust.

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

b. Members' liability

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

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Structure, governance and management (continued)

c. Trustees and officers' indemnities

In accordance with normal commercial practice the Trust has purchased insurance to protect Trustees and Officers from claims arising from negligent acts, errors or omissions occurring whilst on Trust business. The insurance provides unlimited cover on any one claim and details of the costs are disclosed in Note 14 to the accounts.

d. Method of recruitment and appointment or election of Trustees

The arrangements are as set out in the Articles and Funding Agreement. Trustees are appointed for a fixed term of 4 years. The Chief Executive Officer (CEO) is an ex officio member of the MGB. Other Trustees are elected to office or appointed if there are insufficient candidates offering themselves for election. The Articles of Association make provision for members to appoint up to 9 Trustees.

e. Policies adopted for the induction and training of Trustees

The Trust is committed to providing adequate opportunities for Trustees and Governors to undertake and receive suitable training so as to enable them to perform their role effectively. To this end The Trust links with a local training provider. New Trustees attend an induction meeting with the CEO and Chair of Trustees. All Trustees and Governors are required to attend a training programme appropriate to their role with particular emphasis on the committee work that they will undertake. The Chair of Trustees meets termly with the LGB Chairs to share best practice, arrange relevant collaborative Trust training sessions and share relevant information and views for both LGBs and Trustees. The Trust has completed a full skills review of all its Trustees and LGB members and identified key, targeted training sessions to be completed throughout the academic year.

f. Organisational structure

The governance of the Trust is defined in the Memorandum and Articles of Association together with the Funding Agreement with the Department of Education.

The MGB meets on 6 occasions per year and its 2 sub committees (Finance and Audit Committee and Human Resources and People Committee) at least 3 times per year. The MGB is responsible for the strategic direction of the Trust. The Trustees are responsible for setting strategic policy, adopting an annual plan and budget, monitoring the Trust by the use of those budgets and making major decisions about the direction of The Trust, capital expenditure and senior staff appointments (CEO and Headteachers). The Governors within their LGB's are responsible for implementing strategic policy, ensuring the appropriateness of annual budgets and capital expenditure projects for their Academy and monitoring performance against that budget and authorised capital limits.

The Headteachers control the Academies at an executive level implementing policies and reporting to their LGB. Each Headteacher is responsible for the day-to-day operation of their Academy, in particular organising staff, resources and students. They are responsible for the authorisation of spending within agreed budgets and for the appointment of staff following vetting and safeguarding recruitment processes.

The Senior Management Team (SMT) looks across the Trust and aligns local Senior Leadership Team and LGB activity with the strategic aims of the Trust as a whole. The Trust's CEO is the Accounting Officer.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Structure, governance and management (continued)

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

The MGB receives and approves the MAT staff structure & complement annually, which they believe will enable the Trust to meet its needs, expectations and vision. The LGBs receive and approve the academy staff structures & complements annually, which they believe will enable the academies to meet their needs and expectations within the Trust's vision. Staffing structures are reviewed and monitored to ensure they are financially sustainable on both short and long-term forecasts.

The setting of remuneration for all Trust employees including the CEO is based on nationally agreed pay and conditions. The Trust has established employment policies including a Pay Policy and Appraisal Policy, these policies are in place for all Trust employees.

As identified in the Trust's Pay Policy, the leadership and management team's remuneration is based on the criteria set out in the nationally agreed Pay and Conditions documents and is benchmarked against the nationally agreed leadership pay ranges. The Headteachers' pay ranges are based on the established group size for an academy, these are then reviewed in light of any additional responsibilities undertaken by the Headteachers such as support for other schools. Other leadership salaries are determined by the LGBs in collaboration with the MGB ensuring that responsibilities are remunerated in a fair and transparent manner and that there are sufficient differentials between each tier of management.

All staffing, including key personnel, are subject to robust, evidence-based performance management processes these are monitored by the LGBs and CEO. When reviewing the staffing structures, reviews of the successes and challenges of the academies as well as value for money are considered against expended funds on leadership staffing costs.

An external professional advisor is used within the Performance Management process for the CEO and all academy Headteachers.

The Trustees do not offer 'bonus' or 'gratuity' payments to any staff, including key management staff.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Structure, governance and management (continued)

h. Trade Unions

The Trust recognises the following trade unions for individual and collective representation, consultation and negotiation purposes, in respect of all employees within its family of academy schools:

ASCL, NEU, NAHT, NASUWT, UNISON and Voice.

The Trust agrees to provide on site facilities to trade union representatives and members in order to enable them to discharge trade union duties and undertake trade union activity in support of the scope and objectives of this policy.

The Trust provides the Trade Unions with appropriate information on financial and organisational issues in order to allow meaningful consultation and negotiation, including information required in accordance with the ACAS Code of Practice (Disclosure of information to trade unions for collective bargaining purposes) and for statutory consultation processes. The Trade Unions agree to treat information with sensitivity in cases of genuine commercial confidentiality and to co ordinate their requests for information wherever possible.

The Trust and Trade Unions have set up a Joint Consultation and Negotiation Committee, consisting of the CEO (to represent the Trust) and Local Union Representatives from the named unions, to undertake the following functions:

- The provision and sharing of information by the Trust and Trade Unions
- Consultation on employment policies/procedures, working and organisational arrangements and professional issues (as far as they relate to working/employment conditions)
- Negotiation (with the aim of reaching agreement) where the Trust seeks to negotiate specific terms and conditions of employment, including through collective agreements.

The Trust had no employees who were relevant union officials during the year. Facilities time was paid to the Local Authority for the Unions at the cost of £1,748.

i. Related parties and other connected charities and organisations

Owing to the nature of the Trust's operations and the composition of the Board of Trustees being drawn from local public and private sector organisations, it is inevitable that from time-to-time transactions will take place with organisations in which members of the MGB may have an interest. Any transaction where the Trustee may have a pecuniary interest is only undertaken in accordance with the 'at cost' principle described in the Academies Financial Handbook.

Springfield Teaching School Alliance was part of the Trust until August 2021 when funding ceased. Its budget is included within the Trust's overall budget.

Objectives and activities

a. Objects and aims

The principal object and aim of the Charitable Company is the operation of a number of Academies to provide free education and care for pupils of different abilities within our local communities between the ages of 3 and 11. The Trust's main objectives are encompassed in our mission statement, which is 'Promoting Professional Excellence,' to deliver the highest educational standards for all pupils. We believe in collaboration and harnessing professional strengths across organisations to benefit children. Education must enable pupils to realise their potential, building the skills, knowledge and attitudes necessary. We deliver an inspiring curriculum enriched with exciting learning experiences and opportunities.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities (continued)

Vision

Our vision is to ensure that our schools are at least good (in Ofsted terms) with strong and improving outcomes and are able to demonstrate outstanding practices and provision. We ensure that best practice is shared so that all pupils and schools benefit from excellence. We have established a local family of academies by engaging with schools that share our educational vision. We collaborate effectively with the DfE Regional Schools Commissioner and the Local Authority. We use resources efficiently and effectively to ensure value for money and sustainability. We have systems to deliver robust quality assurance, risk management and governance to ensure effective use of finances.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities (continued)

b. Objectives, strategies and activities

Strategic Intent		Objectives	Actions
1) Leadership and Governance	<u>1a)</u>	To develop highly effective, skills-based Leadership and Governance with a clarity of vision that will enable us to develop shared goals.	<p>Recruit to ensure a full complement of Trustees that meet all aspects of the skills audit.</p> <p>Develop clear role descriptions for each Trustee linked to a key area of responsibility.</p> <p>Ensure all LGBs have a full complement.</p>
	<u>1b)</u>	To ensure the Trust has the high-quality leadership in the short, medium and long term.	<p>Develop, and implement a robust and sustainable programme that identifies and develops future leaders.</p> <p>Trust Collaborative 'Leaders of the Future' Group to be established for CPD/networking.</p> <p>Ensure Leadership at senior level and well-developed middle leaders, are demonstrating strong progress in each school.</p> <p>Trust Subject Leader Groups meet termly with structured foci.</p> <p>CEO and Headteacher performance management to be externally quality assured.</p>
	<u>1c)</u>	To ensure that strategic planning at Trust and school level is highly effective in setting and achieving appropriate goals for Trust and school performance.	<p>Initial School Reviews to take place, quality assured by external adviser.</p> <p>4 x ½ day Challenge and Support visits per school to monitor improvement strands.</p> <p>Ensure that a robust programme of external quality assurance is in place.</p> <p>'KPI Scorecard' to be created for Trust Board.</p> <p>In the absence of any nationally collected data since the summer of 2019, shared consistent summative data collection protocols to be actioned.</p>

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TRUSTEES' REPORT (CONTINUED)
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Objectives and activities (continued)

1) Leadership and Governance	1d)	To deliver a Quality Assurance Programme across the Trust to continually challenge expectations in all schools.	Standards Working Party to be initiated. Formal Headteacher collaboration to be initiated. Extra School Improvement Capacity to be harnessed from within. Establish standardised approaches to Self-Evaluation across all schools/moderated by CEO.
	1e)	To ensure each of the member schools has effective and compliant local governance aligned to the Trust's vision, ethos and principles.	Ensure accountable bodies across CET are able to demonstrate clearly through their minutes and monitoring role, that they provide appropriate challenge and are clearly focused on raising standards in teaching and learning: Governing Body minutes to be scrutinised for support/challenge. Trust to deliver Governance Training and to buy into National Governance Association 'Learning Link' CPD resources. Engagement with this to become Governing Body agenda item. Governance Monitoring Mornings to be conducted to upskill. Headteacher Reports to be standardised with key ingredients.
	1f)	To ensure the Trust has the highest quality, highly motivated and well-supported workforce and to recruit and retain effectively.	Termly structured teacher forum meetings will be delivered with expert input and opportunities for collaboration/networking. Working Groups to be established with release per term for Deputies/SENDCos/Safeguarding Leads HR policies will be faithfully followed and consulted upon with Unions and staff, Terms and Conditions match local and national.
2) Teaching, Learning and Assessment	2a)	To deliver excellence in teaching, learning, assessment and curriculum design across the Trust to maximise pupil progress and drive standards forward.	All schools will give and receive challenge and support in line with the CET School Improvement Strategy to meet their targets. Trust CPD will develop practice across schools.
	2b)	To continually develop the curriculum and ensure all pupils access enriched opportunities to develop personally and make a contribution to their communities and beyond.	See point 1f re structured termly teacher forum meetings/CPD. Trust to encourage schools to look into working towards UNICEF Rights Respecting Award. Equality working group to analyse findings from recent Race Reports and make recommendations to schools in terms of Equalities Objectives.

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TRUSTEES' REPORT (CONTINUED)
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Objectives and activities (continued)

2) Teaching, Learning and Assessment	<u>2c)</u>	To create optimum structured opportunities for staff to collaborate and share best practice.	<p>Regular Leadership Group Meetings and Business manager meetings.</p> <p>Termly structured teacher forum meetings will be delivered with expert input and opportunities for collaboration/networking.</p> <p>Working Groups: Deputies focusing on school development priorities.</p> <p>SENDCos focusing on auditing their school's provision and sharing good practice.</p> <p>DSL's for supervision meeting and bringing.</p> <p>(LotF) Collaborative School Development Group for Teachers who have a whole school development responsibility.</p>
	<u>2d)</u>	To continually develop teaching pedagogy and subject knowledge to ensure that progress can be maximised for all pupil groups.	Trust-wide termly input for teaching staff from experts, focusing on: cognitive load, scaffolding learning and monitoring learning.
	<u>2e)</u>	To ensure that schools effectively assess gaps in learning (as a result of the pandemic) and to use pupil premium/catch-up funding effectively.	<p>Headteachers to compare and contrast strategy for pupil premium/catch-up funding and then follow up with impact late summer.</p> <p>LGBs to monitor.</p>
	<u>2f)</u>	To ensure that schools have a remote learning offer in case of further lockdowns.	Headteachers to evaluate their Remote Learning offer and CEO to analyse offers.
3) Behaviour, Safety and Welfare of Pupils and Staff	<u>3a)</u>	To implement rigorous safeguarding processes in all schools to ensure the highest standards of safety across the Trust.	<p>Set up termly Safeguarding Working Party.</p> <p>Standardise and further develop safeguarding practice, protocols and procedures in line with statutory guidelines and best practice.</p> <p>Report caseloads regularly to LGBs and Trust Board.</p>
	<u>3b)</u>	To ensure that statutory and best-practice training is delivered to all staff around safeguarding, prevent and safer working practices.	<p>Provide training for all staff.</p> <p>Ensure LGBs monitor training records.</p>
	<u>3c)</u>	To continue to work to improve the attendance of persistent absentees and prevent absenteeism where possible.	Consider Trust wide processes/EWO support to improve pupil attendance levels and reduce number of persistent absentees.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities (continued)

3) Behaviour, Safety and Welfare of Pupils and Staff	<u>3d)</u>	To develop systems for schools in supporting children and staff in mental health and well-being.	Trust to buy into wellbeing service via Central Charge. Safeguarding Working Group to share approaches to supporting pupils' mental health.
	<u>3e)</u>	To liaise and engage with external expertise/provision to meet the needs of pupils.	Leadership Group to explore services that could be jointly procured EG Ed Psych/Counselling/EWO.
4) Outcomes for Pupils		To ensure that all groups of pupils are supported and challenged to enable them to reach their full potential by maintaining high standards of teaching and learning.	Outcome Targets/Required Impact: The percentage of pupils in the trust who meet the expected standard in reading, writing and mathematics combined to be at least in line with national at key stage 2. Schools' progress scores indicate that pupils make better than average progress when compared with pupils from similar starting point nationally. The difference between the percentage of disadvantaged pupils in the trust who meet the expected standard in reading, writing and mathematics combined and the percentage of non-disadvantaged pupils nationally who meet the expected standard in reading, writing and mathematics combined is decreasing.
	<u>4b)</u>	To ensure that schools' progress scores indicate that pupils make better than average progress when compared with pupils from similar starting point nationally.	The difference between schools' progress scores for disadvantaged pupils and the national average progress scores for non-disadvantaged pupils is decreasing.
	<u>4c)</u>	To reduce the gap between school progress scores for disadvantage pupils and the national average progress scores for non-disadvantaged pupils.	

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities (continued)

5) Professional Development and working with others	<u>5a)</u>	Fulfil role of strategic partner to EastSCITT ITT and provide a Primary Lead.	10-15 Initial Teacher Training trainees will be recruited as part of the Trust's partnership with EastSCITT. Primary Lead will be appointed.
	<u>5b)</u>	To continually evaluate the effectiveness of CPD across the Trust to strategically plan CPD opportunities.	Annual Trust CPD Audit to be completed and findings fed back to Headteachers/Trust Board. To deliver routine and formalised opportunities to work collaboratively across the Trust.
	<u>5c)</u>	To implement School to School Support.	CEO/Headteachers to identify areas where practice can be shared and to initiate. Formal Headteacher collaboration to be initiated.
6) Operational Efficiency	<u>6a)</u>	To secure the immediate financial viability of an expanded Trust.	Develop balanced budgets Review of 2020-21 school budgets by CFO. CFO to develop budget strategies for each school and Trust Central Charge. CFO to work with Headteachers to prepare revised budget for 2021-22. Headteacher and Governing Body to review budget and propose F&A Comm. to review and recommend 2021-22 school and Trust budgets. Trust Board to review and approve.
	<u>6b)</u>	To develop Trust expertise and capacity to enable effective, efficient and compliant financial & business management.	Trust F&BM Operating Model Schools to provide information on roles, responsibilities and ways of working. Trust CEO and CFO review the current capacity and expertise across the schools. Trust CEO and CFO develop a model for centralised working by utilising existing staff. Leadership group to review and agree model. Develop a plan to engage with schools on the model. Implement model with appropriate consultation, engagement and CPD with staff.
	<u>6c)</u>	To ensure the expanded Trust has compliant financial and business management policies, procedures and practice.	Trust Finance Policies & Procedures Enhance Finance and Compliance Functions of Trust. Continually monitor current policies and procedures for suitability for expanded Trust. Review and monitor compliance at Trust and school level via internal/external audits.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities (continued)

6) Operational Efficiency	<u>6d)</u>	To secure efficiencies in service commissioning and procurement.	<p>Trust Commissioning plan</p> <p>Collate & review data on current non-staff expenditure and contracts.</p> <p>Identify and plan key supplier, contract and service negotiations across Trust.</p> <p>Complete supplier, contract and service negotiations.</p> <p>Report to Board and LGBs on savings secured.</p>
	<u>6e)</u>	To access external funding for Trust activities.	<p>TrCF and CiF bids</p> <p>In the event of expansion, to apply for £100k TCaF grant funding from DfE</p> <p>Submit 2 x CiF bids for each school for premises improvements.</p>
	<u>6f)</u>	To secure the Trust's long-term financial sustainability.	<p>Trust 3 Year Budget</p> <p>Stay abreast of funding policy and possible scenarios.</p> <p>Embed Financial Risk Register to identify challenges.</p> <p>Continually analyse optimum use of all resources.</p> <p>Develop 3 year budget models based on different scenarios.</p>
7) Growth and Development	<u>7a)</u>	To consolidate our recent growth and ensure the Central Function is future proof.	Trust Strategic Plan produced and Trust F&BM Operating Model.
	<u>7b)</u>	To liaise with schools that share our educational vision with a view to collaborative work in the future.	CEO to liaise with LA, RSC and local schools to explore opportunities for growth eg Local Schools joining, Free School Presumption opportunities.
	<u>7c)</u>	To collaborate effectively with the DfE Regional Schools Commissioner and the Local Authority for the benefit of Suffolk children.	<p>CEO to liaise with RSC's Office.</p> <p>CEO to have termly meeting with Lead Standards and Excellence Officers.</p> <p>Headteachers to have regular meetings with Standards and Excellence Officers.</p>

c. Public benefit

The Trustees believe that by working towards the objects and aims of the Trust as detailed above, they have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Strategic report

Achievements and performance

Achievements:

In the last year, the Trust:

- Worked with a large and successful local school with over 500 pupils in preparation for them to join the Trust
- Completed an External Audit and 3 Internal Audits with positive reports
- Recruited two new Trustees
- Made it to the final 2 (of 14 applications) for a Local Free School Presumption
- Embedded collaborative Trust Groups for:
 - Leaders of the Future (The Trust Collaborative Development Group)
 - Deputies
 - Safeguarding Leads
 - SENDCos
- Delivered 3 remote whole Trust CPD sessions
- Planned a Trust Training Morning for over 100 teachers with 17 workshops
- Delivered pupil projects in poetry, reading, maths and PE
- Undertook a Trustwide CPD Survey
- Recruited 19 EastSCITT trainees for Initial Teacher Training
- Secured CIF funding for projects with a value of £500,000

Performance Data:

The Coronavirus Pandemic meant that schooling was interrupted for the great majority of pupils in this academic year. National school summative performance data was not collected, however, the schools in the Trust undertook their own assessments based on previous National testing arrangements.

There were no Ofsted Inspections of the schools in this time period.

		Trust Average (Weighted)	Trust Range (Highest - Lowest)
Key Stage 1 Performance			
At Expected	Reading	64%	15%
	Writing	59%	10%
	Maths	65%	12%
	Combined	49%	13%

Key Stage 2 Performance

At Expected	Reading	<u>70%</u>	<u>24%</u>
	Writing	<u>62%</u>	<u>25%</u>
	Maths	<u>72%</u>	<u>35%</u>
	Combined	<u>54%</u>	<u>38%</u>

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Strategic report (continued)

Achievements and performance (continued)

a. Key performance indicators

The Trustees receive monthly reports on the financial position of the Trust and this information is discussed at each committee meeting to enable them to monitor the performance of the Trust compared to aims, strategies and financial budgets.

In this year, the Trust has developed a range of other Key Performance Indicators to monitor:

Pupils: Attendance; School roll as % of Pupil Admission Number; % pupils accessing wrap around care
Achievement: Progress and attainment in key measures (Reading, Writing and Maths); Trust weighted average in Reading, Writing and Maths; Data range in Reading, Writing and Maths
Staffing: Staff absence; % of budget spent on staffing; % of budget spent on leadership/teachers/support staff; % of teachers at UPS
Safeguarding: Caseload; Exclusions; Incidence of Physical Interventions/Restraint

Total pupil numbers in the census for 2020/21 were 2,334.

Another key financial performance indicator is staffing costs (excluding agency costs) as a percentage of total income excluding conversion balances. For 2020/21 this was 77.4%. The Trustees are confident that staffing levels are closely monitored to agreed Full Time Equivalent and staffing structures all approved by the MGB.

The Finance and Audit Committee also monitor premises costs to General Annual Grant (GAG) income, capitation spend for curriculum departments to GAG income, total income less grants and cash flow on a regular basis to ensure that the budget is set and managed appropriately.

Energy Efficiency

Quantification and Reporting Methodology:-

We have followed the 2020 HM Government Environmental Reporting Guidelines. We have also used the GHG Reporting Protocol – Corporate Standard and have used the 2021 UK Government's Conversion Factors for Company Reporting.

Intensity measurement

The chosen intensity measurement ratio is total gross emissions in metric tonnes CO₂e per pupil, the recommended ratio for the sector.

Measures taken to improve energy efficiency

- We have been successful in a bid to replace inefficient windows at Freeman Community Primary School at a value of £101,000.
- We have made greater use of video conferencing technology for leadership and staff meetings, to reduce the need for travel between sites.
- We have implemented a 'Bike to Work Scheme' so employees can purchase bicycles and pay less tax on them.
- We have encouraged employees to turn off lights/computers to retain energy.
- We encourage pupils to walk to school.

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TRUSTEES' REPORT (CONTINUED)
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Strategic report (continued)

Achievements and performance (continued)

b. Going concern

After making appropriate enquiries, the Board of Trustees has a reasonable expectation that the Academy has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

Financial review

The key objective of the trust is to provide an excellent education to pupils from the ages of 3 - 11. The principal source of funding for the Trust is the General Annual Grant (GAG) and other grants that it receives from the Education and Skills Funding Agency (ESFA). For the period ended 31 August 2021 the Trust received £12,455,845 of GAG and other funding. A high percentage of this income is spent on wages and salaries and support costs to deliver the Trust's primary objective of the provision of education. During the period the Trust spent £12,394,417 on expenditure. The Academy brought forward from 19/20 £585,237 of restricted funds (ignoring LGPS pension valuation) and £1,178,245 of unrestricted funding. The carry forward for 20/21 is £1,098,217 restricted funding and £1,257,244 unrestricted funding (ignoring pension funds and restricted fixed assets).

The Trust has used this funding to support the key objectives of the trust and to enable the children to have the best possible teaching within a curriculum enriched with exciting learning experiences and opportunities.

The Trust reviews and updates its Finance Policy. Within the Finance Policy is the Accounting Policy; Bad Debt and Redundant Equipment; Charging and Remission; Competitive Tendering; Fixed Asset Accounting Policy; Investment; Letting Policy; Procurement Policy; RoFR; VAT Policy.

Due to the accounting rules for the Local Government Pension Scheme under FRS102, the Trust is recognising a significant pension fund deficit of £5,331,000. This does not mean that an immediate liability for this amount crystallises and such a deficit generally results in a cash flow effect in the form of increased employer contributions over a number of years.

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

a. Reserves policy

The Trustees are aware of the requirement to balance current and future needs and always aim to set a balanced budget with annual income balancing annual expenditure. The Trustees monitor estimated period end carry forward figures via the monthly management account reports. The budget plan identifies how any carry forward will be allocated in the plan for the following academic year, including the identification of any funds earmarked for a specific project or purpose.

The Trust's current level of free reserves (total funds less the amount held in fixed assets and restricted funds) is £1,257,244. This has been built up from a mixture of locally raised income and balances transferred from the predecessor schools.

Schools within the trust are expected to hold contingency reserves from their annual GAG funding, or other income, to fund future expenditure related to academy development, strategic long term aims and developments, in addition to provisions for unexpected events and working capital.

The Trustees are holding other unrestricted funds of £1,257,244 to cover future increases in costs and expenditure that may arise from uninsurable losses. The Trust holds these for in period contingencies and always plans to have a carry forward of at least 3% to assist in making strategic decisions to keep in line with national funding changes and curriculum needs. The Trustees expect schools to have appropriate levels of reserves, as determined in the reserves policy within three years of Trust membership. Schools will be expected to plan to meet these levels.

The Trust's balance on restricted general funds (excluding pension reserve) plus the balance on unrestricted funds at 31 August 2021 was £2,355,461.

The cash balance of the Trust has been very healthy throughout the period, ending the period with a balance of £2,984,108. A proportion of this cash is held by the Teaching School for specific projects and is not available to meet normal recurring expenditure. The Trustees monitor cash flow as part of the monthly reports produced by the Business Manager and distributed to the committee.

THE CHILDREN'S ENDEAVOUR TRUST
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

b. Principal risks and uncertainties

The Trust works with the Headteachers and LGB's in maintaining a central risk register identifying the major risks, to which each Academy is exposed, and identifying actions and procedures to mitigate those risks. This register is approved and monitored by the MGB via the Finance & Audit Committee with a formal review of the process undertaken on an annual basis. The internal control systems and the exposure to identified risks are monitored on behalf of the Trust at each Finance & Audit Committee meeting. The principal risks facing the Trust are outlined below; those facing the Academies at an operational level are addressed by its systems and by internal financial and other controls.

Principal Risks

- Actual outcomes are below national benchmarks
- The school is unable to set a balanced budget for the next 3 years
- The school is in not in a financially sustainable position
- Quality of teaching is below required standards
- Pupil numbers are declining

The Trustees report that the Trust's financial and internal controls conform to guidelines issued by the ESFA, and that improvements to the wider framework of systems dealing with business risk and risk management strategy continue to be made and formally documented.

It is recognised that a systems led approach provides reasonable confidence, but not absolute assurance that major risks have been adequately managed.

As a group of academy schools, the level of financial risk is low. Cash flows can be reliably forecast, monitored and reported. Staff costs make up the majority of expenditure and are relatively stable with contingencies in place to cover such items as sickness and maternity.

The Trust and each Academy continually strengthen its risk management process throughout the period by developing the process and ensuring staff awareness.

Fundraising

The Trust held minimal fundraising events due to the pandemic. The Trust does not work with external professional fundraisers or companies who carry out fundraising on its behalf. During the period no complaints or issues have arisen as a result of the fundraising events.

THE CHILDREN'S ENDEAVOUR TRUST
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Streamlined energy and carbon reporting

The Academy's greenhouse gas emissions and energy consumption are as follows:

	2021
Energy consumption used to calculate emissions (kWh)	1,642,965
Energy consumption breakdown (kWh):	
Gas	1,176,315
Electricity	463,708
Transport fuel employee vehicles	2,942
Scope 1 emissions (in tonnes of CO2 equivalent):	
Gas consumption	216.29
Total scope 1	216.29
Scope 2 emissions (in tonnes of CO2 equivalent):	
Purchased electricity	108.11
Scope 3 emissions (in tonnes of CO2 equivalent):	
Business travel in employee-owned or rental vehicles	0.67
Total gross emissions (in tonnes of CO2 equivalent):	325.07
Intensity ratio:	
Tonnes of CO2 equivalent per pupil	0.14

The Academy has followed and used the following quantification and reporting methodologies:

- the 2019 HM Government Environmental Reporting Guidelines;
- the GHG Reporting Protocol - Corporate Standard; and
- the 2020 UK Government's Conversion Factors for Company Reporting.

The chosen intensity ratio is total gross emissions in tonnes of CO2 equivalent per pupil, the recommended ratio for the sector.

Measures taken to improve efficiency:

- We have increased video conferencing for staff meetings, to reduce the need for travel between sites.
- We have implemented a 'Bike to Work Scheme' so employees can purchase bicycles and pay less tax on them.
- We have instructed all employees to turn off lights/computers etc and close doors to retain heat.
- Applied for Conditions Improvement Funding to replace inefficient windows.
- We have solar panels at 4 of our schools.
- We encourage pupils to walk to school.

THE CHILDREN'S ENDEAVOUR TRUST
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Plans for future periods

In this period the Trust did due-diligence work to take on another school. This resulted in a large and successful local school, Whitehouse Community Primary School, with over 500 pupils joining the Trust in September 2021. The Trust is expanding its school improvement capacity and also consolidating its Central Team. It may expand further if schools that share similar principles are identified and would wish to join the Trust.

The Trust has a Trust Improvement Plan designed specifically to address the areas of weak or plateauing performance identified through rigorous review of school performance review and data analysis. Delivery of the plan is overseen by the CEO, Leadership Group of Headteachers and Board of Trustees.

Funds held as custodian on behalf of others

There are no funds held as custodian trustee on behalf of others.

Employees and disabled persons

The Children's Endeavour Trust's ensure that equal opportunities are afforded to all staff, students and stakeholders. Training and career development opportunities are available to all employees. Applications for employment by disabled persons are given full and fair consideration for all vacancies in accordance with their particular aptitude and abilities. In the event of employees becoming disabled then every effort is made to retrain them in order that their employment within the Trust may continue.

Employees vulnerable to covid 19 due to health conditions have individual risk assessments.

Employee involvement

Where appropriate the Trust consults on matters such as policy, pay, health, safety and welfare with the relevant support staff and teaching trade unions. The Trust provides information to employees generally by way of email, memoranda and staff meetings.

At each of the schools, information is channelled via the Leadership meetings. Employees are encouraged to familiarise themselves with Ofsted reports, available from the Trust website and pupil progress and attainment statistics when they are made available.

The Trust does an annual CPD (Continuous Professional Development) survey. This encompasses reflection on opportunities and the culture within each academy. The results of this is used to inform development plans.

Equal Opportunities Policy

The Trust's ensure that equality of opportunities is afforded to staff, students and other stakeholders. Training, career development and promotion opportunities are available to all employees. The trust publishes equality objectives on the school websites.

THE CHILDREN'S ENDEAVOUR TRUST
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Disclosure of information to auditors

Insofar as the Trustees are aware:

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

The Trustees' Report, incorporating a strategic report, was approved by order of the Board of Trustees, as the company directors, on 15 December 2021 and signed on its behalf by:

I H K Scott
Chair of Trustees

THE CHILDREN'S ENDEAVOUR TRUST
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GOVERNANCE STATEMENT

Scope of responsibility

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

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

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

Governance

The information on governance included here supplements that described in the Trustees' Report and in the Statement of Trustees' Responsibilities. The Board of Trustees has formally met 6 times during the year.

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

Trustee	Meetings attended	Out of a possible
I H K Scott, Chair of Trustees	6	6
S Ayres, Vice Chair	6	6
B J Benneworth	1	1
M L Smith	0	2
S T Coy	0	6
D T White	4	6
A Timcke	6	6
C Nickson	0	1
B Palmer	5	6

Review of year:

Three of the five founding Trustees remain in place as two stepped down in this year, however two new Trustees were appointed, based on the needs of the board identified in the annual Trustee Skills Audit. Over the course of the year, the Trust consolidated its expansion, from two schools to seven, in the previous academic year. The Trust also conducted a mutual process of due diligence with a large Ipswich primary school, Whitehouse Community Primary. This process culminated in the agreement of the Trust and the Local Governing Body of Whitehouse to submit an application to the Regional Schools Commissioner to convert and join the Trust. This was approved and the school joined on the 1st September 2021. The coronavirus pandemic and spring lockdown presented additional challenges, but the schools continued to meet the needs of the pupils, whilst following government guidelines.

THE CHILDREN'S ENDEAVOUR TRUST
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GOVERNANCE STATEMENT (CONTINUED)

Governance (continued)

Governance reviews

In May, the Trustees completed their annual skills audits using the National Governance Association Framework. The audits were designed to help identify any knowledge, experience, skills and behaviours a Trust Board needs to deliver their functions effectively. The audit comprised of 6 key areas which were assessed on a sliding scale of 0-5, with 5 signifying extensive skill/experience and 0 none. The results were as follows:

1. Strategic Leadership	4.1
2. Accountability	3.8
3. People	4.6
4. Structures	3.8
5. Compliance	4.5
6. Evaluation	4.0

All the results were high, but there were also areas to develop. The results of this audit informed the Trust training schedule which is delivered by an excellent external governance consultant. The training includes increasing Trustees awareness of the level of accountability they hold. There has also been a Trustee Safeguarding Training Session. Trust Board meetings include updates relating to the Academies Handbook and Safeguarding. The Trust will have an external review of governance in the Autumn of 2021. The final agenda item at Trust Board Meetings is now, 'Reflection on the Meeting.' In the next academic year, the Board will undergo an external review.

The Finance and Audit Committee is a subcommittee of the main Board of Trustees. The Finance and Audit Committee exercises the powers, responsibilities and duties are delegated by the Trust Board and set out in the Terms of Reference and Scheme of Delegation.

Key functions from Terms of Reference:

2.1. Shall prepare and recommend to the Trust Board the Trust and School Financial Regulations and Procedures which shall comply with relevant statute and regulation, the Trust's Scheme of Delegation and the decisions of the Trustees (SoD 5.1 2),

2.2. Shall review, recommend to the Trust Board and monitor the individual School one (1) year budgets that are proposed by each Local Governing Body with a specific responsibility to ensure that budgets do not go into deficit (SoD 5.15 16),

2.3. Shall review, recommend to the Trust Board and monitor the Trust one (1) year budget which shall consolidate individual School budgets with Trust central costs and charges. It shall also have specific responsibility for ensuring that the Trust budget does not go into deficit (SoD 5.6),

2.4. Shall seek to identify and propose to the Trust Board opportunities for the Trust to achieve financial and resource efficiencies for member academies through joint commissioning and procurement,

2.5. Shall review and approve the Trust and School Interim Year End financial reports prior to audit (SoD 5.10 & 5.17),

2.6. Shall review and propose to the Trust Board the appointment and any subsequent re appointment of the Trust's auditors (SoD 5.4),

2.7. Shall plan and oversee the statutory audit of Annual Accounts for the Trust and each School,

2.8. Shall review and recommend to the Trust Board the audited Annual Accounts and Financial Statements in accordance with relevant statutes and regulations (SoD 5.11),

2.9. Shall review and recommend to the Board the Trustees Report (SoD 5.12),

THE CHILDREN'S ENDEAVOUR TRUST
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GOVERNANCE STATEMENT (CONTINUED)

Governance (continued)

2.10. Shall prepare and recommend to the Trust Board a Trust action plan in response to the auditor's management letter and be responsible for its subsequent implementation (SoD 5.14),

2.11. Shall plan, oversee and monitor the internal audit of the Trust and ensure School compliance with the Trust's financial regulations and procedures. In the event of any non compliance shall recommend and implement appropriate actions to enhance compliance (SoD 5.1 2),

2.12. Shall prepare and approve policies relating to the Trust's financial governance and operation including;

- 2.12.1. Procurement,
- 2.12.2. Anti Fraud and Corruption,
- 2.12.3. Investment,
- 2.12.4. Disposal and write off of stock assets,

2.13. Shall consider any proposals for Teachers Annual Pay Awards and Support Staff Annual Pay Awards and make recommendations on these to the Trust Board (SoD 3.4 5),

2.14. Shall recommend to the Trust Board expenditure above the OJEU limit having completed the necessary procurement procedures (SoD 6.4); and

2.15. Shall consider and respond to proposed compensation payments up to the limit set by the Education and Skills Funding Agency (SoD 6.5).

Attendance during the year at meetings was as follows:

Trustee	Meetings attended	Out of a possible
I H K Scott	5	5
S Ayres	5	5
B J Benneworth	1	1
B Palmer	4	5
M L Smith	2	2
D T White	5	5

Review of value for money

As accounting officer, the Chief Executive Officer has responsibility for ensuring that the Trust delivers good value in the use of public resources. The accounting officer understands that value for money refers to the educational and wider societal outcomes achieved in return for the taxpayer resources received.

The accounting officer considers how the Trust's use of its resources has provided good value for money during each academic year, and reports to the Board of Trustees where value for money can be improved, including the use of benchmarking data where appropriate. The accounting officer for the Trust has delivered improved value for money during the year by negotiating services for the seven schools at the same time. This has included Human Resources Support; Access to a Wellbeing Service; Payroll; Clerking of Local Governing Body Meetings and Educational Welfare Officer support. By securing these services as seven schools we secured better value for money. The Trust buys into a Finance System and information management system as a group of seven schools. This saved money and also used time more efficiently, bringing together lots of individual applications into one online system.

The Trust also saved money on Trustee and Governor Training by organising a bespoke package based on need, rather than paying into a less targeted subscription service. Leadership time in the schools has been saved as the CEO has written approximately fifty Trust Policies.

THE CHILDREN'S ENDEAVOUR TRUST
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GOVERNANCE STATEMENT (CONTINUED)

The purpose of the system of internal control

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives. It can, therefore, only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an on-going process designed to identify and prioritise the risks to the achievement of Trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in The Children's Endeavour Trust for the year 1 September 2020 to 31 August 2021 and up to the date of approval of the annual report and financial statements.

Capacity to handle risk

The Board of Trustees has reviewed the key risks to which the Trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The Board of Trustees is of the view that there is a formal ongoing process for identifying, evaluating and managing the Trust's significant risks that has been in place for the year 1 September 2020 to 31 August 2021 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the Board of Trustees.

The risk and control framework

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

- comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the Board of Trustees
- regular reviews by the Finance and Audit 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
- identification and management of risks

The Board of Trustees has considered the need for a specific internal audit function and appointed Schools Choice as internal auditor who conduct an audit three times per year.

The internal auditor's role included giving advice on financial matters and performing a range of checks on the academy trust's financial systems. In particular, the checks carried out in the current period included:

- Monitoring and review.
- Governance.
- Audit and Planning.
- Cycle and budget

The internal auditor provides reports that are disseminated to the Board of Trustees through the Finance and Audit committee. There were no material control issues arising as a result of the internal auditor's work on the operation of the systems of control and on the discharge of the board of trustees' financial responsibilities. The audit provides an annual summary report to the committee outlining the areas reviewed, key findings, recommendations and conclusions to help the committee consider actions and assess year on year progress.

THE CHILDREN'S ENDEAVOUR TRUST
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GOVERNANCE STATEMENT (CONTINUED)

Review of effectiveness

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

- the work of the internal auditor;
- the work of the external auditors;
- the financial management and governance self-assessment process;
- the school resource management self-assessment tool;
- the work of the executive leaders within the Trust who have responsibility for the development and maintenance of the internal control framework.

The accounting officer has been advised of the implications of the result of their review of the system of internal control by the Finance and Audit committee and will ensure continuous improvement of the system is in place.

Approved by order of the members of the Board of Trustees on 15 December 2021 and signed on their behalf by:

I H K Scott
Chair of Trustees

D Jones
Accounting Officer

THE CHILDREN'S ENDEAVOUR TRUST
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STATEMENT ON REGULARITY, PROPRIETY AND COMPLIANCE

As accounting officer of The Children's Endeavour Trust I have considered my responsibility to notify the Academy Board of Trustees and the Education and Skills Funding Agency (ESFA) of material irregularity, impropriety and non-compliance with terms and conditions of all funding received by the Academy, under the funding agreement in place between the Academy 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 2020.

I confirm that I and the Academy Board of Trustees are able to identify any material irregular or improper use of all funds by the Academy, or material non-compliance with the terms and conditions of funding under the Academy's funding agreement and the Academies Financial Handbook 2020.

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

D Jones

Accounting Officer

Date: 15 December 2021

THE CHILDREN'S ENDEAVOUR TRUST
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STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 AUGUST 2021

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP 2019 and the Academies Accounts Direction 2020 to 2021;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

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 Education & Skills Funding Agency and Department for Education have been applied for the purposes intended.

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

Approved by order of the members of the Board of Trustees on 15 December 2021 and signed on its behalf by:

I H K Scott
Chair of Trustees

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF THE
CHILDREN'S ENDEAVOUR TRUST**

Opinion

We have audited the financial statements of The Children's Endeavour Trust (the 'academy') for the year ended 31 August 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Charities SORP 2019 and the Academies Accounts Direction 2020 to 2021 issued by the Education and Skills Funding Agency.

In our opinion the financial statements:

- give a true and fair view of the state of the Academy's affairs as at 31 August 2021 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities SORP 2019 and the Academies Accounts Direction 2020 to 2021 issued by the Education and Skills Funding Agency.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

THE CHILDREN'S ENDEAVOUR TRUST
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INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF THE CHILDREN'S ENDEAVOUR TRUST (CONTINUED)

Other information

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

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the Academy and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Directors' Report..

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

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

Responsibilities of trustees

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

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

THE CHILDREN'S ENDEAVOUR TRUST
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INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF THE CHILDREN'S ENDEAVOUR TRUST (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

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

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

- We reviewed systems and procedures to identify potential areas of management override risk. In particular, we carried out testing of journal entries and other adjustments for appropriateness, and evaluating the business rationale of any large or unusual transactions to determine whether they were significant to our assessment.
- We reviewed key controls, authorisation procedures and decision making processes for any unusual or one-off transactions.
- We reviewed minutes of Trustee meetings and other relevant sub-committees of the Board and agreed the financial statement disclosures to underlying supporting documentation.
- We have made enquiries of the Accounting Officer and senior management team to identify laws and regulations applicable to the Trust. We assessed details of any breaches where applicable in order to assess the impact upon the Trust.
- We reviewed the risk management processes and procedures in place including a review of the Risk Register and Board assurance reporting and the Internal Scrutiny Reports.
- We have reviewed any correspondence with the ESFA / DfE and the procedures in place for the reporting of incidents to the Trustees including reporting of any serious incidents to the Regulator if necessary.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our Auditors' Report.

THE CHILDREN'S ENDEAVOUR TRUST
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**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF THE
CHILDREN'S ENDEAVOUR TRUST (CONTINUED)**

Use of our report

This report is made solely to the Academy'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's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Academy and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

John Warren BSc FCA (Senior Statutory Auditor)

for and on behalf of

Price Bailey LLP

Chartered Accountants

Statutory Auditors

Anglia House, 6 Central Avenue

St Andrews Business Park

Thorpe St Andrew

Norwich

Norfolk

NR7 0HR

22 December 2021

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO THE
CHILDREN'S ENDEAVOUR TRUST AND THE EDUCATION AND SKILLS FUNDING AGENCY**

In accordance with the terms of our engagement letter dated 20 June 2019 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2020 to 2021, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by The Children's Endeavour Trust during the year 1 September 2020 to 31 August 2021 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 Children's Endeavour Trust and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to The Children's Endeavour Trust and ESFA those matters we are required to state in a report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The Children's Endeavour Trust and ESFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of The Children's Endeavour Trust's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of The Children's Endeavour Trust's funding agreement with the Secretary of State for Education dated March 2018 and the Academies Financial Handbook, extant from 1 September 2020, 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 2020 to 2021. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the year 1 September 2020 to 31 August 2021 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 2020 to 2021 issued by ESFA. We performed a limited assurance engagement as defined in our engagement letter.

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

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

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

The work undertaken to draw our conclusions includes:

- An assessment of the risk of material irregularity, impropriety and non-compliance.
- Consideration and corroboration of the evidence supporting the Accounting Officers statement on regularity, propriety and compliance and how the Trust.
- Evaluation of the general control environment of the Academy Trust, extending the procedures required for financial statements to include regularity, propriety and compliance.
- Discussions with and representations from the Accounting Officer and other key management personnel.
- An extension of substantive testing from our audit of the financial statements to cover matters pertaining to regularity, in order to support the regularity conclusion, including governance, internal controls, procurement and the application of income.

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO THE
CHILDREN'S ENDEAVOUR TRUST AND THE EDUCATION & SKILLS FUNDING AGENCY (CONTINUED)**

Conclusion

In the course of our work, nothing has come to our attention which suggest in all material respects the expenditure disbursed and income received during the year 1 September 2020 to 31 August 2021 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

Reporting Accountant
Price Bailey LLP
Chartered Accountants
Statutory Auditors
Anglia House, 6 Central Avenue
St Andrews Business Park
Thorpe St Andrew
Norwich
Norfolk
NR7 0HR

Date: 22 December 2021

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2021**

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Restricted fixed asset funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:						
Donations and capital grants	4	-	73,989	554,210	628,199	11,472,263
Other trading activities	6	134,040	-	-	134,040	69,321
Investments	7	262	-	-	262	510
Charitable activities	5	135,967	11,515,527	-	11,651,494	6,783,833
Teaching schools	28	-	41,850	-	41,850	67,698
Total income		270,269	11,631,366	554,210	12,455,845	18,393,625
Expenditure on:						
Charitable activities	8	184,542	11,564,761	602,930	12,352,233	7,247,584
Teaching schools	8,28	6,728	35,456	-	42,184	65,178
Total expenditure		191,270	11,600,217	602,930	12,394,417	7,312,762
Net income/(expenditure)		78,999	31,149	(48,720)	61,428	11,080,863
Transfers between funds	18	-	(27,169)	27,169	-	-
Net movement in funds before other recognised gains/(losses)		78,999	3,980	(21,551)	61,428	11,080,863
Other recognised gains/(losses):						
Actuarial losses on defined benefit pension schemes	24	-	(1,158,000)	-	(1,158,000)	(179,000)
Net movement in funds		78,999	(1,154,020)	(21,551)	(1,096,572)	10,901,863
Reconciliation of funds:						
Total funds brought forward		1,178,245	(3,078,763)	19,305,174	17,404,656	6,502,793
Net movement in funds		78,999	(1,154,020)	(21,551)	(1,096,572)	10,901,863
Total funds carried forward		1,257,244	(4,232,783)	19,283,623	16,308,084	17,404,656

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

The notes on pages 39 to 69 form part of these financial statements.

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)
REGISTERED NUMBER: 11683082

BALANCE SHEET
AS AT 31 AUGUST 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	15	18,755,083	19,158,421
		18,755,083	19,158,421
Current assets			
Debtors	16	613,426	666,969
Cash at bank and in hand		2,984,108	1,836,908
		3,597,534	2,503,877
Creditors: amounts falling due within one year	17	(713,533)	(593,642)
		2,884,001	1,910,235
Net current assets		2,884,001	1,910,235
Total assets less current liabilities		21,639,084	21,068,656
Net assets excluding pension liability		21,639,084	21,068,656
Defined benefit pension scheme liability	24	(5,331,000)	(3,664,000)
Total net assets		16,308,084	17,404,656
Funds of the Academy			
Restricted funds:			
Fixed asset funds	18	19,283,623	19,305,174
Restricted income funds	18	1,098,217	585,237
		20,381,840	19,890,411
Restricted funds excluding pension asset	18	20,381,840	19,890,411
Pension reserve	18	(5,331,000)	(3,664,000)
		15,050,840	16,226,411
Total restricted funds	18	15,050,840	16,226,411
Unrestricted income funds	18	1,257,244	1,178,245
		16,308,084	17,404,656
Total funds		16,308,084	17,404,656

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)
REGISTERED NUMBER: 11683082

BALANCE SHEET (CONTINUED)
AS AT 31 AUGUST 2021

The financial statements on pages 35 to 69 were approved by the Trustees, and authorised for issue on 15 December 2021 and are signed on their behalf, by:

I H K Scott
Chair of Trustees

The notes on pages 39 to 69 form part of these financial statements.

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 AUGUST 2021

	Note	2021 £	2020 £
Cash flows from operating activities			
Net cash provided by operating activities	20	792,320	551,923
Cash flows from investing activities	21	354,880	831,887
Change in cash and cash equivalents in the year		1,147,200	1,383,810
Cash and cash equivalents at the beginning of the year		1,836,908	453,098
Cash and cash equivalents at the end of the year	22, 23	<u>2,984,108</u>	<u>1,836,908</u>

The notes on pages 39 to 69 form part of these financial statements

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

1. General information

The Children's Endeavour Trust is a private company limited by guarantee incorporated in England and Wales under the Companies Act 2006. The address of its registered office is Springfield Junior School, Kitchener Road, Ipswich, IP1 4DT. The place of business is at each of the individual school sites within the Trust.

The financial statements are presented in pounds sterling, which is the functional currency of the company, and rounded to the nearest pound.

2. Accounting policies

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

2.1 Basis of preparation of financial statements

The financial statements of the Academy, which is a public benefit entity under FRS 102, have been prepared under the historic cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102), the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)), the Academies Accounts Direction 2020 to 2021 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

The Children's Endeavour Trust meets the definition of a public benefit entity under FRS 102.

2.2 Going concern

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

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

2. Accounting policies (continued)

2.3 Income

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

• **Grants**

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

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

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

• **Donations**

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

• **Transfer on conversion**

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

• **Donated fixed assets (excluding transfers on conversion or into the Academy)**

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 Capital Grants' and a corresponding amount is included in the appropriate fixed asset category and depreciated over the useful economic life in accordance with the Academy's accounting policies.

2.4 Interest receivable

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

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

2. Accounting policies (continued)

2.5 Expenditure

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

- **Charitable activities**

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

All resources expended are inclusive of irrecoverable VAT.

2.6 Taxation

The Academy 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 is potentially exempt from taxation in respect of income or capital gains received within categories covered by Part 11, chapter 3 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

2. Accounting policies (continued)

2.7 Tangible fixed assets

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

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

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

The estimated useful lives are as follows:

Leasehold buildings	- 50 years maximum in line with property valuations
Leasehold land	- 125 years straight-line
Furniture and equipment	- 5 years straight-line
Plant and machinery	- 5 years straight-line
Computer equipment	- 3 years straight-line

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

2.8 Debtors

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

2.9 Cash at bank and in hand

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

2.10 Liabilities

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the Academy 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.

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

2. Accounting policies (continued)

2.11 Financial instruments

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

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost as detailed in note 16. Prepayments are not financial instruments.

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

Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost as detailed in note 17. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

2.12 Operating leases

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

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

2. Accounting policies (continued)

2.13 Pensions

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

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

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

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

2.14 Fund accounting

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

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

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

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

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

3. Critical accounting estimates and areas of judgment

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

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost or income for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 24, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2019 has been used by the actuary in valuing the pensions liability at 31 August 2021. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

Critical areas of judgment:

No judgements were made in the preparation of these financial statements.

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

4. Income from donations and capital grants

	Unrestricted funds 2021 £	Restricted funds 2021 £	Restricted fixed asset funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income on conversion	-	-	-	-	11,249,008
Donated fixed assets	-	-	91,917	91,917	-
Other donations	-	73,989	-	73,989	78,849
Total donations	-	73,989	91,917	165,906	11,327,857
Capital Grants	-	-	462,293	462,293	144,406
Subtotal	-	-	462,293	462,293	144,406
	-	73,989	554,210	628,199	11,472,263
Total 2020	1,075,136	(2,137,151)	12,534,278	11,472,263	

In the period ended 31 August 2020, income on conversion was £11,249,008 of which £1,075,136 was unrestricted and £10,173,872 was restricted or restricted fixed assets.

In 2020, other donations of £78,849 were restricted and capital grants of £144,406 were restricted fixed assets.

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

5. Funding for the Academy's provision of education

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	As restated Total funds 2020 £
DfE/ESFA grants				
GAG	-	9,216,198	9,216,198	5,475,048
Other DfE/ESFA grants				
Pupil premium	-	724,952	724,952	317,786
Rates reclaim	-	21,114	21,114	54,514
PE grant	-	133,060	133,060	48,798
Teacher threshold	-	437,468	437,468	275,040
UIFSM	-	274,989	274,989	160,562
FSM supplementary grant	-	15,440	15,440	3,520
Start up grant	-	-	-	125,000
Others	-	13,082	13,082	-
	-	10,836,303	10,836,303	6,460,268
Other Government grants				
Local authority grant	-	490,861	490,861	267,995
	-	490,861	490,861	267,995
Other income from the Academy's provision of education	135,967	-	135,967	51,399
COVID-19 additional funding (DfE/ESFA)				
Catch-up Premium	-	188,363	188,363	-
	-	188,363	188,363	-
COVID-19 additional funding (non-DfE/ESFA)				
Coronavirus exceptional support	-	-	-	4,171
	-	-	-	4,171
	135,967	11,515,527	11,651,494	6,783,833
Total 2020 as restated	51,399	6,732,434	6,783,833	

Included in other DfE/ESFA grants is a conversion grant.

Included in other income from the academy trust's educational operations is catering income.

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

5. Funding for the Academy's provision of education (continued)

Following the reclassification in the Academies Accounts Direction 2020/21 of some grants received from the Department of Education and ESFA, the academy's funding for Universal Infant Free School Meals, Rates Reclaim, PE Grant, Teacher Threshold, FSM Supplementary Grant, Start Up Grant and Pupil Premium is no longer reported under the Other DfE Group grants heading, but as separate lines under the Other DfE/ESFA grants heading. The prior year numbers have been reclassified.

The academy received £188,363 of funding for catch-up premium and costs incurred in respect of this funding totalled £188,363.

6. Income from other trading activities

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Club income	23,665	23,665	5,437
Lettings income	34,391	34,391	1,989
Music services income	3,149	3,149	3,351
Other income	49,037	49,037	48,440
Sale of other goods	2,387	2,387	5,412
Sale of uniforms	10,252	10,252	2,587
Consultancy services	11,159	11,159	2,105
	<u>134,040</u>	<u>134,040</u>	<u>69,321</u>
Total 2020	<u>69,321</u>	<u>69,321</u>	

In 2020, income from other trading activities was unrestricted.

7. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Bank interest	262	262	510
Total 2020	<u>510</u>	<u>510</u>	

In 2020, investment income was unrestricted.

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

8. Expenditure

	Staff Costs 2021 £	Premises 2021 £	Other 2021 £	Total 2021 £	Total 2020 £
Provision of Education:					
Direct costs	8,577,050	-	423,439	9,000,489	5,356,103
Allocated support costs	1,096,798	712,619	1,542,327	3,351,744	1,891,481
Teaching school	-	-	42,184	42,184	65,178
	<u>9,673,848</u>	<u>712,619</u>	<u>2,007,950</u>	<u>12,394,417</u>	<u>7,312,762</u>
Total 2020	<u>5,746,785</u>	<u>63,427</u>	<u>1,502,550</u>	<u>7,312,762</u>	

In the year ended 31 August 2020, direct expenditure consisted of £5,124,747 staff costs and £231,356 other costs.

Support expenditure consisted of £571,921 staff costs, £63,427 premises costs and £1,256,133 other costs.

The teaching school expenditure consisted of £50,117 staff costs and £15,061 other costs.

In 2021, of the total expenditure, £191,270 (2020: £136,455) was to unrestricted funds, £11,600,217 (2020: £6,782,700) was to restricted funds and £602,930 (2020: £393,617) was to restricted fixed asset funds.

9. Charitable Activities

	2021 £	2020 £
Direct costs - educational operations	9,000,489	5,356,103
Support costs - educational operations	3,351,744	1,891,481
	<u>12,352,233</u>	<u>7,247,584</u>

THE CHILDREN'S ENDEAVOUR TRUST
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

Analysis of support costs

	2021 £	2020 £
Support staff costs	1,096,798	571,923
Depreciation	602,930	393,619
Technology costs	179,848	94,939
Premises costs	712,619	63,427
Legal costs - on conversion	10,582	39,691
Legal costs - other	1,508	583
Other support costs	727,244	707,789
Governance costs	20,215	19,510
	<u>3,351,744</u>	<u>1,891,481</u>

10. Net income/(expenditure)

Net income/(expenditure) for the year includes:

	2021 £	2020 £
Operating lease rentals	6,974	4,377
Depreciation of tangible fixed assets	602,930	393,619
Fees paid to auditors for:		
- audit	13,605	11,665
- assurance services other than audit	4,460	4,330
- other services	2,150	3,515
	<u>639,119</u>	<u>517,496</u>

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11. Staff

a. Staff costs

Staff costs during the year were as follows:

	2021 £	2020 £
Wages and salaries	6,950,506	4,158,121
Social security costs	598,805	348,443
Pension costs	2,089,182	1,212,938
	<u>9,638,493</u>	<u>5,719,502</u>
Agency staff costs	35,355	2,582
Staff restructuring costs	-	24,701
	<u>9,673,848</u>	<u>5,746,785</u>

Staff restructuring costs comprise:

	2021 £	2020 £
Redundancy payments	-	24,701
	<u>-</u>	<u>24,701</u>

b. Staff numbers

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

	2021 No.	2020 No.
Teaching	130	76
Management	15	12
Administration and support	226	140
	<u>371</u>	<u>228</u>

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11. Staff (continued)

c. Higher paid staff

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

	2021 No.	2020 No.
In the band £60,001 - £70,000	3	1
In the band £70,001 - £80,000	3	2
In the band £80,001 - £90,000	1	-
	<u> </u>	<u> </u>

d. Key management personnel

The key management personnel of the Academy comprise the Trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the Academy was £165,864 (2020 - £121,031). This includes £14,331 (2020: £9,951) for employer national insurance and £30,067 (2020: £22,137) for employer pension costs.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

12. Central services

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

- HR advice
- Transactional HR services
- Payroll/pension
- EWO
- Wellbeing
- Occupational health
- The Key
- Governor services/training/hub
- Governor clerking
- Pupil discipline
- Teacher recruitment
- Audit services
- Legal services
- Finance support

The Academy charges for these services on the following basis:

3.5% of GAG income to cover central Trust costs.

The actual amounts charged during the year were as follows:

	2021 £	2020 £
Broke Hall Community Primary School	82,687	63,700
Springfield Junior School	49,063	39,199
Combs Ford Community Primary School	50,728	21,264
Abbot's Hall Community Primary School	53,025	14,194
Bosmere Community Primary School	35,667	9,548
Chilton Community Primary School	23,909	6,408
Freeman Community Primary School	27,488	9,198
Total	<u>322,567</u>	<u>163,511</u>

13. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 August 2021, no Trustee expenses have been incurred (2020 - £NIL).

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FOR THE YEAR ENDED 31 AUGUST 2021

14. Trustees' and Officers' insurance

The academy trust has opted into the Department of Education's risk protection arrangement (RPA), an alternative to insurance where UK government funds cover losses that arise. This scheme protects Trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy business, and provides cover up to £10,000,000. It is not possible to quantify the Trustees and officers indemnity element from the overall cost of the RPA scheme membership.

15. Tangible fixed assets

	Long-term leasehold property £	Furniture and equipment £	Plant and machinery £	Computer equipment £	Total £
Cost or valuation					
At 1 September 2020	19,044,655	143,133	345,282	148,810	19,681,880
Additions	-	40,606	-	158,986	199,592
At 31 August 2021	<u>19,044,655</u>	<u>183,739</u>	<u>345,282</u>	<u>307,796</u>	<u>19,881,472</u>
Depreciation					
At 1 September 2020	371,836	22,922	80,330	48,371	523,459
Charge for the year	449,855	29,529	54,352	69,194	602,930
At 31 August 2021	<u>821,691</u>	<u>52,451</u>	<u>134,682</u>	<u>117,565</u>	<u>1,126,389</u>
Net book value					
At 31 August 2021	<u><u>18,222,964</u></u>	<u><u>131,288</u></u>	<u><u>210,600</u></u>	<u><u>190,231</u></u>	<u><u>18,755,083</u></u>
At 31 August 2020	<u><u>18,672,819</u></u>	<u><u>120,211</u></u>	<u><u>264,952</u></u>	<u><u>100,439</u></u>	<u><u>19,158,421</u></u>

16. Debtors

	2021 £	2020 £
Due within one year		
Trade debtors	5,413	7,199
Other debtors	11,506	20,896
Prepayments and accrued income	548,240	601,219
VAT repayable	48,267	37,655
	<u>613,426</u>	<u>666,969</u>

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17. Creditors: Amounts falling due within one year

	2021 £	2020 £
Trade creditors	138,877	84,298
Other taxation and social security	132,474	132,576
Other creditors	188,409	187,061
Accruals and deferred income	253,773	189,707
	713,533	593,642
	713,533	593,642
	2021 £	2020 £
Deferred income at 1 September 2020	161,709	69,762
Resources deferred during the year	194,443	161,709
Amounts released from previous periods	(161,709)	(69,762)
	194,443	161,709
	194,443	161,709

Deferred income related to universal infant free school meal grant income, rates reclaim and conversion grant (2020: universal infant free school meal grant income).

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NOTES TO THE FINANCIAL STATEMENTS
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18. Statement of funds

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2021 £
Unrestricted funds	1,178,245	270,269	(191,270)	-	-	1,257,244
Restricted general funds						
General Annual Grant	475,180	9,216,198	(8,693,359)	(10,562)	-	987,457
PE Grant	-	133,060	(132,990)	-	-	70
Pupil Premium	-	724,952	(724,952)	-	-	-
UIFSM	2,552	274,989	(276,339)	-	-	1,202
Rates Relief	-	21,114	(21,114)	-	-	-
Teacher Threshold	-	437,468	(437,468)	-	-	-
Local Authority	-	490,861	(490,861)	-	-	-
Educational Visits	225	45,583	(45,667)	-	-	141
FSM Supplementary Grant	-	15,440	(15,440)	-	-	-
Other DfE/ESFA Grants	-	13,082	(12,082)	-	-	1,000
Other Restricted Funds	6,747	28,406	(10,398)	(16,607)	-	8,148
Teaching School	100,533	41,850	(42,184)	-	-	100,199
COVID catch-up premium	-	188,363	(188,363)	-	-	-
Pension reserve	(3,664,000)	-	(509,000)	-	(1,158,000)	(5,331,000)
	<u>(3,078,763)</u>	<u>11,631,366</u>	<u>(11,600,217)</u>	<u>(27,169)</u>	<u>(1,158,000)</u>	<u>(4,232,783)</u>
Restricted fixed asset funds						
General Restricted Fixed Asset Fund	19,154,926	-	(599,954)	188,737	-	18,743,709
Capital assets from GAG	3,497	-	(2,976)	10,562	-	11,083

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FOR THE YEAR ENDED 31 AUGUST 2021

18. Statement of funds (continued)

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2021 £
DfE/ESFA Grants	146,751	462,293	-	(80,213)	-	528,831
DfE Capital Donations	-	86,157	-	(86,157)	-	-
Capital Donations	-	5,760	-	(5,760)	-	-
	<u>19,305,174</u>	<u>554,210</u>	<u>(602,930)</u>	<u>27,169</u>	<u>-</u>	<u>19,283,623</u>
Total Restricted funds	<u>16,226,411</u>	<u>12,185,576</u>	<u>(12,203,147)</u>	<u>-</u>	<u>(1,158,000)</u>	<u>15,050,840</u>
Total funds	<u><u>17,404,656</u></u>	<u><u>12,455,845</u></u>	<u><u>(12,394,417)</u></u>	<u><u>-</u></u>	<u><u>(1,158,000)</u></u>	<u><u>16,308,084</u></u>

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

General Annual Grant

This represents funding from the ESFA to cover the costs of recurrent expenditure. Under the funding agreement with the Secretary of State, the academy trust was not subject to a limit on the amount of GAG it could carry forward at 31 August 2021.

Pupil Premium

This represents funding to help raise achievement and improve outcomes for pupils from low income families who are eligible for free school meals.

UIFSM

This represents funding to provide free school meals for all students in key stage 1.

Other DfE/ESFA grants

This represents PE Grant, UIFSM, Rates Relief, Teacher Threshold, FSM Supplementary Grant, COVID catch-up premium and other income from DfE / ESFA received in the period. These funds are used to raise achievement and improve outcomes for pupils, or to provide support for pupils from low income families.

The COVID Catch-up Premium, is to be utilised to help pupils catch-up on missed learning, as a result of the impact of COVID

Local authority funds

This represents other funding received from the local authority bodies towards a specific purpose.

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FOR THE YEAR ENDED 31 AUGUST 2021

18. Statement of funds (continued)

Educational Visits

These are funds donated to the trust for the purpose of providing educational trips for students to attend throughout the school year.

Teaching School

These are funds that relate to running the teaching school. For a detailed analysis see note 28.

Other restricted

This represents funding received from other bodies towards a specific purpose.

Pension reserve

This fund represents the Trust's share of the deficit in the Local Government Pension Scheme (LGPS) transferred to the Trust on conversion from state controlled schools.

The restricted pension fund is materially in deficit and plans to eliminate the liability on the defined benefit pension scheme are set out in note 24 based on the period end actuarial valuation.

Restricted fixed asset fund

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

THE CHILDREN'S ENDEAVOUR TRUST
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18. Statement of funds (continued)

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

	Balance at 1 September 2019 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2020 £
Unrestricted funds						
Unrestricted funds	118,324	1,196,366	(136,445)	-	-	1,178,245
Restricted general funds						
General Annual Grant	128,388	5,475,048	(5,124,342)	(3,914)	-	475,180
Pupil Premium	-	428,021	(428,021)	-	-	-
UIFSM	-	160,562	(158,010)	-	-	2,552
Local Authority Educational Visits	-	157,760	(157,760)	-	-	-
Other DfE/ESFA Grants	-	60,874	(60,649)	-	-	225
Other Restricted Funds	-	511,043	(511,043)	-	-	-
Teaching School Pension reserve	469	17,975	(11,697)	-	-	6,747
	98,013	67,698	(65,178)	-	-	100,533
	(1,003,000)	(2,216,000)	(266,000)	-	(179,000)	(3,664,000)
	(776,130)	4,662,981	(6,782,700)	(3,914)	(179,000)	(3,078,763)
Restricted fixed asset funds						
General Restricted Fixed Asset Fund	7,127,659	12,389,872	(393,200)	30,595	-	19,154,926
Capital assets from GAG	-	-	(417)	3,914	-	3,497
DfE/ESFA Grants	32,940	144,406	-	(30,595)	-	146,751
	7,160,599	12,534,278	(393,617)	3,914	-	19,305,174
Total Restricted funds	6,384,469	17,197,259	(7,176,317)	-	(179,000)	16,226,411

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NOTES TO THE FINANCIAL STATEMENTS
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18. Statement of funds (continued)

Total funds	6,502,793	18,393,625	(7,312,762)	-	(179,000)	17,404,656

Total funds analysis by academy

Fund balances at 31 August 2021 were allocated as follows:

	2021 £	2020 £
Broke Hall Community Primary School	242,845	220,853
Springfield Junior School	460,153	269,179
Combs Ford Primary School	478,156	414,054
Abbot's Hall Community Primary School	467,285	295,131
Bosmere Community Primary School	222,273	147,568
Chilton Community Primary School	265,832	228,896
Freeman Community Primary School	101,213	82,477
The Children's Endeavour Trust	17,505	4,791
Teaching School	100,199	100,533
Total before fixed asset funds and pension reserve	2,355,461	1,763,482
Restricted fixed asset fund	19,283,623	19,305,174
Pension reserve	(5,331,000)	(3,664,000)
Total	16,308,084	17,404,656

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

18. Statement of funds (continued)

Total cost analysis by academy

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

	Teaching and educational support staff costs £	Other support staff costs £	Educational supplies £	Other costs excluding depreciation £	Total 2021 £	Total 2020 £
Broke Hall Community Primary School	1,999,642	203,793	52,122	588,061	2,843,618	2,692,217
Springfield Junior School	1,227,276	88,848	13,599	185,036	1,514,759	1,536,634
Combs Ford Primary School	1,335,354	170,020	12,568	258,574	1,776,516	728,215
Abbot's Hall Community Primary School	1,286,308	159,772	38,599	237,443	1,722,122	537,614
Bosmere Community Primary School	983,969	102,028	13,070	180,015	1,279,082	410,735
Chilton Community Primary School	623,952	88,845	9,453	94,571	816,821	247,001
Freeman Community Primary School	724,513	89,227	7,279	143,056	964,075	293,110
The Children's Endeavour Trust	421,107	194,265	236	216,702	832,310	408,441
Teaching School	4,556	-	-	37,628	42,184	65,178
Academy	8,606,677	1,096,798	146,926	1,941,086	11,791,487	6,919,145

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19. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Restricted fixed asset funds 2021 £	Total funds 2021 £
Tangible fixed assets	-	-	18,755,083	18,755,083
Current assets	1,257,244	1,811,750	528,540	3,597,534
Creditors due within one year	-	(713,533)	-	(713,533)
Provisions for liabilities and charges	-	(5,331,000)	-	(5,331,000)
Total	<u>1,257,244</u>	<u>(4,232,783)</u>	<u>19,283,623</u>	<u>16,308,084</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2020 £	Restricted funds 2020 £	Restricted fixed asset funds 2020 £	Total funds 2020 £
Tangible fixed assets	-	-	19,158,421	19,158,421
Current assets	1,178,245	1,178,879	146,753	2,503,877
Creditors due within one year	-	(593,642)	-	(593,642)
Provisions for liabilities and charges	-	(3,664,000)	-	(3,664,000)
Total	<u>1,178,245</u>	<u>(3,078,763)</u>	<u>19,305,174</u>	<u>17,404,656</u>

THE CHILDREN'S ENDEAVOUR TRUST
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

20. Reconciliation of net income to net cash flow from operating activities

	2021 £	2020 £
Net income for the year (as per Statement of Financial Activities)	61,428	11,080,863
Adjustments for:		
Depreciation	602,930	393,619
Capital grants from DfE and other capital income	(554,210)	(144,406)
Interest receivable	(262)	(510)
Decrease/(increase) in debtors	53,543	(181,514)
Increase in creditors	119,891	386,879
Income on conversion	-	(11,249,008)
Pension adjustment	509,000	266,000
Net cash provided by operating activities	792,320	551,923

21. Cash flows from investing activities

	2021 £	2020 £
Dividends, interest and rents from investments	262	510
Purchase of tangible fixed assets	(199,592)	(34,509)
Capital grants from DfE Group	462,293	27,487
Donated fixed assets	91,917	-
Cash on conversion	-	838,399
Net cash provided by investing activities	354,880	831,887

22. Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand and at bank	2,984,108	1,836,908
Total cash and cash equivalents	2,984,108	1,836,908

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NOTES TO THE FINANCIAL STATEMENTS
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23. Analysis of changes in net debt

	At 1 September 2020 £	Cash flows £	At 31 August 2021 £
Cash at bank and in hand	1,836,908	1,147,200	2,984,108
	<u>1,836,908</u>	<u>1,147,200</u>	<u>2,984,108</u>

24. Pension commitments

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

The latest actuarial valuation of the TPS related to the period ended 31 March 2016 and of the LGPS 31 March 2019.

Contributions amounting to £183,329 were payable to the schemes at 31 August 2021 (2020 - £178,540) and are included within creditors.

Teachers' Pension Scheme

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

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

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NOTES TO THE FINANCIAL STATEMENTS
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24. Pension commitments (continued)

Valuation of the Teachers' Pension Scheme

The Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TPS in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 published by HM Treasury every 4 years. The aim of the review is to specify the level of future contributions. Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. The latest actuarial valuation of the TPS was carried out as at 31 March 2016. The valuation report was published by the Department for Education on 5 March 2019. The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 23.68% of pensionable pay (including a 0.08% administration levy)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £218,100 million and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £196,100 million, giving a notional past service deficit of £22,000 million
- the SCAPE rate, set by HMT, is used to determine the notional investment return. The current SCAPE rate is 2.4% above the rate of CPI, assumed real rate of return is 2.4% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.2%. The assumed nominal rate of return including earnings growth is 4.45%.

The next valuation result is due to be implemented from 1 April 2023.

The employer's pension costs paid to TPS in the year amounted to £1,234,182 (2020 - £659,890).

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

Under the definitions set out in FRS 102, the TPS is an unfunded multi-employer pension scheme. The Academy 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 pension scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2021 was £671,000 (2020 - £382,000), of which employer's contributions totalled £554,000 (2020 - £318,000) and employees' contributions totalled £ 117,000 (2020 - £64,000). The agreed contribution rates for future years are 20.6 per cent for employers and 5.5 - 12.5 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.

Principal actuarial assumptions

	2021	2020
	%	%
Rate of increase in salaries	3.6	2.9
Rate of increase for pensions in payment/inflation	2.9	2.2
Discount rate for scheme liabilities	1.7	1.7
Inflation assumption (CPI)	2.9	2.2

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24. Pension commitments (continued)

The commutation rate was 25% (2020: 25%) pre April 2008 and increased to 63% (2020: 63%) for post April 2008 service.

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

	2021 Years	2020 Years
Retiring today		
Males	22.1	21.9
Females	24.5	24.1
Retiring in 20 years		
Males	23.2	22.7
Females	26.4	25.6

Sensitivity analysis

	2021 £000	2020 £000
Discount rate +0.1%	(282,724)	(202,956)
Discount rate -0.1%	282,724	202,956
Mortality assumption - 1 year increase	86,992	62,448
Mortality assumption - 1 year decrease	(86,992)	(62,448)
CPI rate +0.1%	260,976	187,344
CPI rate -0.1%	(260,976)	(187,344)

Share of scheme assets

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

	2021 £	2020 £
Equities	3,658,380	2,443,780
Bonds	1,385,750	1,076,920
Property	388,010	372,780
Cash	110,860	248,520
Total market value of assets	5,543,000	4,142,000

The actual return on scheme assets was £751,000 (2020 - £119,000).

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24. Pension commitments (continued)

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

	2021 £	2020 £
Current service cost	(997,000)	(550,000)
Interest income	76,000	45,000
Interest cost	(142,000)	(79,000)
Total amount recognised in the Statement of Financial Activities	(1,063,000)	(584,000)

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

	2021 £	2020 £
At 1 September	7,806,000	2,540,000
Conversion of academy trusts	-	4,364,000
Current service cost	997,000	550,000
Interest cost	142,000	79,000
Employee contributions	117,000	64,000
Actuarial losses	1,833,000	253,000
Benefits paid	(21,000)	(44,000)
At 31 August	10,874,000	7,806,000

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

	2021 £	2020 £
At 1 September	4,142,000	1,537,000
Conversion of academy trusts	-	2,148,000
Interest income	76,000	45,000
Actuarial gains	675,000	74,000
Employer contributions	554,000	318,000
Employee contributions	117,000	64,000
Benefits paid	(21,000)	(44,000)
At 31 August	5,543,000	4,142,000

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NOTES TO THE FINANCIAL STATEMENTS
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25. Operating lease commitments

At 31 August 2021 the Academy had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2021 £	2020 £
Not later than 1 year	6,974	6,266
Later than 1 year and not later than 5 years	14,141	7,167
	<u>21,115</u>	<u>13,433</u>

26. 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.

27. Related party transactions

Owing to the nature of the Academy and the composition of the Board of Trustees being drawn from local public and private sector organisations, transactions may take place with organisations in which the trustees have an interest. All transactions involving such organisations are conducted in accordance with the requirements of the Academies Financial Handbook, including notifying the ESFA of all transactions made on or after 1 April 2019 and obtaining their approval where required, and with the Academy's financial regulations and normal procurement procedures relating to connected and related party transactions.

No related party transactions took place in the period of account, other than certain trustees' remuneration and expenses already disclosed in note 13.

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28. Teaching school trading account

	2021	2021	2020	2020
	£	£	£	£
Income				
Direct income				
DfE/ESFA grants	39,400		35,300	
Other income				
Other income	2,450		32,398	
Total income		41,850		67,698
Expenditure				
Direct expenditure				
Direct staff costs	-		31,668	
Professional services	30,900		-	
Educational supplies	6,728		2,984	
Total direct expenditure	37,628		34,652	
Other expenditure				
Support staff costs	-		18,449	
Other staff costs	-		197	
Office costs	2,181		2,470	
Other costs	-		926	
Professional services	2,375		8,484	
Total other expenditure	4,556		30,526	
Total expenditure		42,184		65,178
(Deficit)/surplus from all sources		(334)		2,520
Teaching school balances at 1 September 2020		100,533		98,013
Teaching school balances at 31 August 2021		100,199		100,533