

Registration number: 06268570

CASTLE VIEW ENTERPRISE ACADEMY

(A company limited by guarantee)

Annual Report and Consolidated Financial Statements

for the Year Ended 31 August 2022

Castle View Enterprise Academy

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Castle View Enterprise Academy

Reference and Administrative Details

Members	H Mottram CBE L Hunter MBE M Parker (resigned 10 December 2021) R Somerville (appointed 10 December 2021)
Trustees (Directors)	L Hunter MBE J Bridges OBE (accounting officer) B Gubbins CBE A Radcliffe R Koglbauer-Franklin, Vice Chair A Young K McLaughlin C Leighton H Mottram CBE, Chair M Wooler R Hutton D Ross Dr E Leonard-Cross C Lakeman J Owens N Gudgion
Company Secretary	P Smith
Senior Management Team	J Bridges OBE, CEO J Owens, Principal A Payne, Vice Principal M Ruddick, Vice Principal A Marshall, Vice Principal E McDermott, Assistant Vice Principal G Woollett, Assistant Vice Principal P Smith, Finance Director
Principal and Registered Office	Castle View Enterprise Academy Cartwright Road Sunderland SR5 3DX
Company Registration Number	06268570
Bankers	Barclays Bank 53 Fawcett Street Sunderland SR1 1RS
Solicitors	Muckle LLP Time Central 23 Gallowgate Newcastle upon Tyne NE1 4BF

Castle View Enterprise Academy

Reference and Administrative Details (continued)

Auditors Azets Audit Services
Bulman House
Regent Centre
Gosforth
Newcastle upon Tyne
NE3 3LS

Company Name Castle View Enterprise Academy

Castle View Enterprise Academy

Trustees' Report for the Year Ended 31 August 2022

The Governors present their annual report together with the financial statements and auditor's report of the charitable company for the period 1 September 2021 to 31 August 2022. The annual report serves the purposes of both a Governors' report, and a directors' report under company law.

Structure, governance and management

Constitution

The academy trust is a company limited by guarantee and an exempt charity. The charitable company's memorandum and articles of association are the primary governing documents of the academy trust. The Governors of Castle View Enterprise Academy are also the directors of the charitable company for the purposes of company law. The charitable company is known as Castle View Enterprise Academy.

Details of the Governors who served during the year are included in the Reference and Administrative Details on page 1.

Members' liability

Each member of the charitable company undertakes to contribute to the assets of the 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.

Trustees' indemnities

The academy has purchased insurance to protect Governors from claims arising against negligent acts, errors or omissions occurring whilst on academy business. Further details are provided in note 11.

Method of recruitment and appointment or election of Trustees

The term of office for any Trustee shall be 4 years, save that this time limit shall not apply to the Principal or any post held ex officio. Subject to remaining eligible to be a particular type of Trustee, any Trustee may be re-appointed or re-elected.

Policies and procedures adopted for the induction and training of Trustees

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

Castle View Enterprise Academy

Trustees' Report for the Year Ended 31 August 2022 (continued)

Organisational structure

During the year the academy continued to operate a unified management structure. The Structure consists of four levels: the Governors, the Chief Executive Officer, the Senior Leadership Team and the Middle Leader Team. The aim of the management structure is to devolve responsibility and encourage involvement in decision making at all levels.

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

The Chief Executive Officer (CEO) is responsible for managing all non-educational aspects of the Trust and provides support and guidance to the Principal.

The Senior Leadership Team are the Principal, three Vice Principals and two Assistant Vice Principals. These managers, together with the Finance Director, control the academy at an executive level implementing the policies laid down by the Governors and reporting back to them.

The daily management of the academy is centred on the Director of each subject area and Heads of Year. They drive forward their area and are accountable for achievement, attendance and behaviour.

Arrangements for setting pay and remuneration of key management personnel

The Members and Governors receive no remuneration for the services they provide.

The Governors determine the general pay and remuneration policy of the Academy. That of the CEO, the Principal and the Finance Director are set directly by the Governors based on performance against targets. The pay and remuneration of other Key Management Personnel and members of the Senior Leadership Team are determined in accordance with the general pay policy of the Academy and subject to satisfactory performance against targets.

Trade union facility time

Relevant union officials

Number of employees who were relevant union officials during the relevant period	Full-time equivalent employee number
1	-

Percentage of time spent on facility time

Percentage of time	Number of employees
0%	1

Percentage of pay bill spent on facility time

	2022
Provide the total pay bill	5,193,000

Paid trade union activities

2022
0

Trustees should refer to Statutory Instrument 2017 No. 328, The Trade Union Facility Time Publication Requirements Regulations 2017 for calculation details.

Castle View Enterprise Academy

Trustees' Report for the Year Ended 31 August 2022 (continued)

Connected organisations, including related party relationships

Northumbrian Water Limited and Sunderland City Council are the sponsors of Castle View Enterprise Academy Trust. Since the foundation of the academy, Northumbrian Water Limited has donated £250,000 and Sunderland City Council has donated £1,100,000 to The Northumbrian Water Limited Endowment Trust, referred to below, the income from which is to be applied to assist the academy to achieve its educational purposes, and in particular:

- 1) to counter the impact of deprivation and disadvantage on education: and
- 2) to promote educational work within the community served by the academy.

Objectives and activities

The principal object and activity of the academy trust is the operation of Castle View Enterprise Academy to provide education for students of different abilities between the ages of 11 and 16 with an emphasis on business and enterprise.

In accordance with the articles of association, the academy trust has adopted a 'Scheme of Governance' approved by the Secretary of State for Education. The Scheme of Governance specifies amongst other things, the basis for admitting students to the academy, the catchment area from which students are drawn and that the curriculum should comply with the substance of the national curriculum with an emphasis on business and enterprise and their practical applications.

Objectives, strategies and activities

The academy's main strategy is encompassed in its mission statement which is:

- To provide the best education for all students in order for them to achieve their personal best;
- To develop personal, social, spiritual and cultural development within an environment where every child does matter; and
- To create an orderly, disciplined, caring environment and prepare all students for the world of work and further education in the 21st Century.

The activities undertaken to achieve these objectives are all intended to provide the highest quality of education in the public sector for students between the ages of 11 and 16.

Public benefit

The Trustees have given due consideration to the Charity Commission's general guidance on public benefit when reviewing the aims and objectives of the academy trust and in planning future activities. In particular, the Trustees consider the provision of education to provide public benefit to the community in which it operates.

Equal Opportunities Policy

The governors recognise that equal opportunities should be an integral part of good practice within the workplace. The academy trust aims to establish equal opportunities in all areas of its activities including creating a working environment in which the contribution and needs of all people are fully valued.

Castle View Enterprise Academy

Trustees' Report for the Year Ended 31 August 2022 (continued)

Strategic Report

Achievements and performance

- Grade 4 or more in English and Maths: 68.5%, an increase of 7% from 2019 and 12% from 2018. This is also higher than our 2021 TAG's
- Grade 5 or more in English and Maths: 54.3%, an increase of 9.3% from 2019, 18.3% above 2018, and above national average
- Progress 8: TBC
- Attainment 8: 46.3 an increase of 4.3 points from 2019, and 5.3 points from 2018.
- Ebacc APS: 4.2 up from 3.35 in 2018, and 3.5 in 2019
- Percentage of pupils entered for the English Baccalaureate: 56% up from 10.9% in 2019
- Percentage of pupils achieving the strong pass for English Baccalaureate: 19% an increase of 13% from 2019

All headline results have improved from the 2019.

There were some excellent subject results...

Outstanding student performance 2022

- KM: 7 x grade 9's, 1 x grade 8, 2 grade 7's
- CB: 7 x grade 9's, 2 grade 7's
- EP: 4 x grade 9's, 6 x grade 8's
- ES: 4 x grade 9's, 4 x grade 8's, 1 x grade 7

Castle View Enterprise Academy receives additional funding, in the form of Pupil Premium, for those students who are eligible. The funding allocated each year and that received by the Academy is:

Castle View Enterprise Academy

Trustees' Report for the Year Ended 31 August 2022 (continued)

DfE Financial Year (Ending 31st March)	Students Eligible	% of Students Eligible	Funding per Student	Total Allocation
2012-2013	333	43%	£623	£207,459
2013-2014	320	43%	£900	£288,000
2014-2015	320	43%	£935	£299,200
2015-2016	306.5	42%	£935	£286,578
2016-2017	303.5	41%	£935	£283,773
2017-2018	318.5	43%	£935	£297,878
2018-2019	355.2	42%	£935	£335,425
2019-2020	363	39%	£955	£346,665
2020-2021	351.5	39%	£955	£335,682
2021-2022	445.6	44%	£955	£425,549
2022-2023 (indicative)	411	40.7	£955	£404,835

Actual Funding Received per Academic Year

2012-2013	£249,489
2013-2014	£291,836
2014-2015	£299,430
2015-2016	£286,605
2016-2017	£291,720
2017-2018	£315,470
2018-2019	£332,098
2019-2020	£355,709
2020-2021	£393,477
2021-2022	£416,640

Castle View Enterprise Academy

Trustees' Report for the Year Ended 31 August 2022 (continued)

The academy operates an extensive work experience and enterprise programme working in collaboration with over 50 business partners. The Year 7 Business & Enterprise curriculum is led by businesses and students have regular visits.

In March 2017 the academy was inspected under the new Ofsted framework and was rated GOOD in all areas.

The academy has an established a successful Sport Academy with specialisms in Cricket, Football and Dance.

CVEA now operates its own Cadet Force, this was formed in 2015 and they are affiliated with The Royal Regiment of Fusiliers with direct links into Fifth Fusiliers.

CVEA is the first school in Sunderland to offer this programme for young people in our care.

Key non-financial performance indicators

- Progress and attainment across 8 qualifications
- The percentage of students achieving the threshold in English and Maths (Grade 4/5)
- Percentage of students entering and percentage of students achieving the English Baccalaureate
- Percentage of students staying in education after Key Stage 4
- Attendance within national average
- Reduction in suspensions
- Good in Ofsted Inspections
- Maintenance of reserves at or above the Reserves Policy
- Control of costs to budget levels

Going concern

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

Castle View Enterprise Academy

Trustees' Report for the Year Ended 31 August 2022 (continued)

Financial review

Most of the academy's income is obtained from the Department of Education (DfE) via the Education and Skills Funding Agency (ESFA) in the form of recurrent grants, the use of which is restricted to particular purposes. The grants received from the DfE/ESFA during the year ended 31 August 2022 and the associated expenditure are shown as restricted funds in the Statement of Financial Activities.

The academy also receives grants for fixed assets from the DfE/ESFA. In accordance with The Charities SORP (FRS102), such grants are shown in the Statement of Financial Activities as restricted income in the fixed asset fund. The restricted fixed asset fund balance is reduced by annual depreciation charges over the expected useful life of the assets concerned.

In addition, the academy receives grants from the local authority, Sunderland City Council, in respect of students with special educational needs and students whom are looked after by the authority. The income and associated expenditure are shown as restricted funds in the Statement of Financial Activities. The academy also generates income from the letting of school facilities to third parties, and from activities associated with this letting. This income, and the associated costs are shown as unrestricted funds in the Statement of Financial Activities.

The academy has made unrealised losses on the investment of the Endowment Fund in the year of £213,000. This loss is shown in unrestricted funds in the Statement of Financial Activities. Despite the unrealised losses this year, since inception the investment has generated unrealised gains of £48,000.

During the year ended 31 August 2022, total expenditure of £7,264,000 was less than the recurrent grant funding from the DfE/ESFA together with other incoming resources. The excess of income over expenditure for the year (before transfers and actuarial gains and excluding restricted fixed asset funds and unrealised investment losses) was £274,000. COVID-19 has impacted on the financial results of the Academy Trust, in addition to its impact on the provision of education to our students. Additional costs were incurred in both staffing the extra cleaning and in purchases of PPE and cleaning materials. However, savings also arose as a result of restrictions on activities, reduction in spend on educational materials as we moved more to on-line learning, reductions in the use of alternative provision for students and in student transfers. These savings contributed significantly to the surplus for the year.

All of the expenditure shown in the Statement of Financial Activities is in furtherance of the Academy's objectives.

At 31 August 2022 the net book value of fixed assets was £12,135,000 and movements in tangible fixed assets are shown in note 13 to the Financial Statements. The assets were used exclusively for providing education and the associated support services to the students of the academy. At the year-end the cash balances were £2,235,000, and increase of £988,000 reflecting the surplus for the year.

The provisions of Financial Reporting Standard (FRS) 102 have been applied in full in respect of the LGPS pensions scheme, resulting in a deficit of £nil recognised on the balance sheet.

The academy held free reserves at 31 August 2022 of £2,119,000 which is comprised of £1,227,000 of unrestricted funds and £892,000 of restricted funds.

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Trustees' Report for the Year Ended 31 August 2022 (continued)

Reserves policy

The academy holds endowment, restricted and unrestricted funds (the attached financial statements detail these funds). Unrestricted funds are held to cover ongoing costs in relation to the running of the academy including catering provisions, school trips and uniform costs.

The level of reserves is reviewed by the Governors regularly throughout the year. The minimum level of reserves for the ongoing needs of an academy is reviewed by the Governors on an annual basis. This review encompasses the nature of income and expenditure streams, the need to match income with commitments and the nature of reserves. The Governors therefore consider it prudent to hold total reserves in the general fund in the form of free reserves (total funds less the amount held in fixed assets and restricted funds) of 7.5% of total incoming resources less restricted fixed asset income, which amounts to £525,000.

This is considered sufficient to cover:

1. One month's payroll cost and
2. One month's payments to suppliers

At 31 August 2022 actual reserves exceeded this policy by £1,594,000.

Investment policy

The Academy Trust's Endowment Fund is invested in a mixed portfolio of assets through Brewin Dolphin. The financial objective of the investment is to at least maintain the long-term real value of the assets whilst generating a growing income stream to assist in supporting the Academy's educational and such other charitable purposes, whilst maintaining an acceptable level of risk. Other cash is held in accounts through the Trust's bankers.

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Trustees' Report for the Year Ended 31 August 2022 (continued)

Principal risks and uncertainties

The principal risks and uncertainties are centred on changes in the level of funding from the DfE/ESFA. Funding is determined on an annual basis within a government spending review period. Although income per student should be stable throughout the spending review period this is not certain, and can be subject to changes in government policy, driven by national and international factors beyond our control.

The Academy currently received funding from the Local Authority Growth Fund, to assist the Academy in increasing student numbers as a result of significant demand for Secondary places in the North of Sunderland. This funding is scheduled to continue for a further two years, however there is a risk that the funding will not be provided if the demand for places in the areas reduces or other schools undertake their own expansion.

In addition, the academy is a member of the Local Government Pension Scheme (LGPS), which results in the recognition of a significant deficit on the academy balance sheet. The employer's contribution rate is due to be re-assessed in 2022 at the next triennial valuation, and this deficit could lead to a higher rate of contribution with a consequent impact on staff costs.

The Academy is also at risk from continuing and increasing inflation, further impacting on staff costs in particular and on overheads such as heat and light. Unless funding growth reflects inflation, the Academy's spending power will decline. Similarly, the government's policy to increase pay to newly qualified teachers to a minimum of £30,000 per annum will impact the Academy's staff costs.

The Governors have assessed the major risks, to which the academy is exposed, in particular those relating specifically to teaching, provision of facilities and other operational areas of the academy, and its finances. The trustees have implemented a number of systems to assess risks that the school faces, especially in the operational areas (e.g. in relation to teaching, health and safety, bullying and school visits) and in relation to the control of finance. Where significant financial risk still remains, they have ensured they have adequate insurance cover. The academy has an effective system of internal financial controls and this is explained in more detail in the Governance Statement.

The academy has fully implemented the requirements of the Safer Recruitment procedures and relevant staff have received training in this area. In addition, all staff have received training on Safeguarding and Child Protection.

The Academy Trust is subject to a number of risks and uncertainties in common with other Academy Trusts. The Academy Trust has in place procedures to identify and mitigate financial risks.

Fundraising

The Academy is funded principally through Central and Local Government grants, but does generate its own income through such activities as the letting of Academy facilities outside of teaching hours, particularly the 3G football pitch. The Academy does not work with any commercial or professional fundraisers and does not undertake fundraising campaigns.

Plans for future periods

Development work continues at a rapid pace and includes:

- Review of the Academy policies by the Governing Body
- Review of the staffing structure to maximise the effectiveness of the teaching, support and administrative staff
- Continuing to raise attainment and develop inclusion for all students
- Sustaining links with the community and businesses
- Continuing development of our cricket, dance and football academies

Further develop the CCF and its interaction with the other activities of the Academy

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Trustees' Report for the Year Ended 31 August 2022 (continued)

Auditor

In so far as the Trustees are aware:

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

Reappointment of auditor

Azets Audit Services Limited, trading as Azets Audit Services, were appointed auditor to the company following their acquisition of the trade of Tait Walker LLP, trading as MHA Tait Walker, on 1 May 2022.

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of Azets Audit Services as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

The trustees' report, incorporating a Strategic Report, was approved and authorised for issue by order of the members of the Board of Trustees on 19 December 2022 signed on its behalf by:

H Mottram

Heidi Mottram 19 Dec 2022 09:21:49 GMT (UTC +0)

.....
H Mottram CBE
Trustee

Castle View Enterprise Academy

Governance Statement

Scope of Responsibility

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

The board of governors has delegated the day-to-day responsibility to the Principal, as accounting officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and in accordance with the requirements and responsibilities assigned to it in the funding agreement between Castle View Enterprise Academy and the Secretary of State for Education. They are also responsible for reporting to the board of governors any material weaknesses or breakdowns in internal control.

Governance

The information on governance included here supplements that described in the Governors' Report and in the Statement of Governors' Responsibilities. The board of governors has formally met 3 times during the year. Attendance during the year at meetings of the board of trustees was as follows:

Governor	Meetings attended	Out of a possible
H Mottram CBE, Chair	3	3
C E Leighton (resigned 4 November 2022)	1	3
J S Bridges OBE, Chief Executive Officer and Accounting Officer	3	3
J Owens Principal	3	3
B J Gubbins	3	3
L Hunter MBE	3	3
R Hutton	3	3
R Koglbauer-Franklin, Vice Chair	3	3
K McLaughlin	0	3
A E Radcliffe	3	3
M Wooler	2	3
A Young	2	3
D Ross	2	3
E Leonard-Cross	2	3
C Lakeman	0	3
N Gudgion	2	3

The Governing Body is a carefully selected group of individuals brought together to provide challenge, support and monitoring of Castle View Enterprise Academy. The Group is made up of two members of the lead sponsor Northumbrian Water Limited, two education specialists from local Universities, four from business, two from an education background, two Community Governors and two Parent Governors.

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Governance Statement (continued)

A governance self-review was carried out in February 2015 by the governing body, and a strategy action plan was prepared. This plan is reviewed at each meeting of the full governing body.

The Finance, Audit and General Purposes Committee is a sub-committee of the main board of governors. Its purpose is to assist the decision making of the Governing Body, by enabling more detailed consideration to be given to the best means of fulfilling the Governing Body's responsibility to ensure sound management of the Academy's finances, including proper planning monitoring and probity. During the year the Responsible Officer audits the accounts process and joins all of the meetings.

The Finance, Audit and General Purposes Committee meets 3 times per year, separately to the Full Board meetings. The Committee will scrutinise financial reports and management information for the Trust, question the Finance Director and request any further information that it requires. The committee then reports back to the Board at the next meeting, where the financial position and financial management of the Trust can be discussed. The Board believes that this structure meets their responsibilities to ensure robust and effective financial management.

Attendance at meetings in the year was as follows:

Trustee	Meetings attended	Out of a possible
J S Bridges OBE, Principal and Accounting Officer	3	3
C E Leighton (stood down 11 March 2022)	0	1
L Hunter MBE, Committee Chair	1	3
R Hutton	3	3
B J Gubbins (joined 11 March 2022)	2	2

Castle View Enterprise Academy

Governance Statement (continued)

Effectiveness of the Board of Governors

The Board of Governors consists of a broad mix of individuals bringing different skills and experience to the management and oversight of the Academy, including education, business management and finance. Governors take responsibility for specific departments and pastoral areas within the Academy, carrying out regular reviews with senior and middle leaders, meeting students and reviewing work. Reports are then made to the Board of Governors to ensure that the work of the Board is focussed on those areas most in need of development. Training is made available to all Governors, both general and specific to their areas of responsibility, to ensure that the Board remain up to date and effective.

The Board believes that it provides effective strategic direction to the senior leadership team and performs an effective oversight function through observation and questioning. A number of challenges have arisen during the course of the year:

- The Board made the decision to continue to increase the student intake in September 2020, following the increase in the previous three years, as in the longer term this growth would benefit the Academy and the students;
- Reviewed the curriculum and in doing so increased the EBAC provisions.

It is the view of the Board that the data provided to the Board is of good quality, for both actual and forecast educational and financial outcomes. The data is carefully prepared, based on evidence or supported by reasonable assumptions that are disclosed with the data. The Board will challenge and question the data to satisfy themselves that it is robust and accurate.

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

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

- Constantly reviewing the staffing structure of the academy to ensure that staff are best deployed to support the curriculum needs of all students and to provide the most efficient support and administration services;
- Reviewing contracts for support services at each renewal to identify alternative providers and/or negotiating with providers to reduce costs;
- Enhancing income generation opportunities to provide additional funds to support academy activities.

Conflicts of interest

The Academy trust maintains an up-to-date and complete register of interests, and interests are declared during board meetings. The academy trust has a fully owned subsidiary, however there are no transactions with the company.

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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 academy trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in Castle View Enterprise Academy for the year 1 September 2021 to 31 August 2022 and up to the date of approval of the annual report and financial statements.

Capacity to Handle Risk

The board of governors has reviewed the key risks to which the academy trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The board of governors is of the view that there is a formal on-going process for identifying, evaluating and managing the academy trust's significant risks that has been in place for the year 1 September 2021 to 31 August 2022 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the board of governors.

The Risk and Control Framework

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

- comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the board of trustees
- regular reviews by the finance and general purposes committee of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes
- setting targets to measure financial and other performance
- clearly defined purchasing (asset purchase or capital investment) guidelines
- delegation of authority and segregation of duties
- identification and management of risks
- testing of payroll systems
- testing of purchase systems
- testing of control account/ bank reconciliations
- the work of the internal auditor
- the work of the external auditor
- the work of the executive managers within the academy trust who have responsibility for the development and maintenance of the internal control framework

The board of governors has considered the need for a specific internal audit function. The Governors have now appointed Joseph Leese FCPFA.

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

Castle View Enterprise Academy

Governance Statement (continued)

- Payroll
- ESFA, DFE & Local Authority Income
- Cash Income
- Petty Cash, Expenses & Debit/Credit Card expenditure
- Purchases and Payments
- ESFA Compliance
- Trading and Other Income
- Bank and Cash Management
- Fixed Assets
- Financial Management and Segregation of Duties
- Month End Procedures

The auditor reports to the board of governors, through the Finance, Audit and General Purposes Committee on the operation of the systems of control and on the discharge of the board of governors' financial responsibilities and annually prepares 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.

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 auditor
- The work of the executive managers within the academy trust who have responsibility for the development and maintenance of the internal control framework

The accounting officer has been advised of the implications of the result of their review of the system of internal control by the finance, audit and general purposes committee and a plan to ensure continuous improvement of the system is in place.

Approved and authorised for issue by order of the members of the Board of Trustees on 19 December 2022 and signed on its behalf by:

H Mottram

Heidi Mottram, 19 Dec 2022 09:21:49 GMT (UTC +0) . . .

H Mottram CBE
Trustee

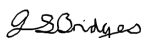
Castle View Enterprise Academy

Statement of Regularity, Propriety and Compliance

As Accounting Officer of Castle View Enterprise Academy I have considered my responsibility to notify the academy trust 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 trust, under the funding agreement in place between the academy trust and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academy Trust Handbook 2021.

I confirm that I and the academy trust Board of Trustees are able to identify any material irregular or improper use of funds by the academy trust, or material non-compliance with the terms and conditions of funding under the academy trust's funding agreement and the Academy Trust Handbook 2021.

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



.....
Janet Bridges 16 Dec 2022 15:06:39 GMT (UTC +0)
.....

J Bridges OBE
Accounting officer

Date: 19 December 2022
.....

Castle View Enterprise Academy

Statement of Trustees' Responsibilities

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

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

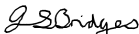
- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

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

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

Approved and authorised for issue by order of the members of the Board on 19 December 2022 signed on its behalf by:


*J Bridges 16 Dec 2022 15:06:39 GMT (UTC +0) **
J Bridges OBE
Trustee


H Mottram 19 Dec 2022 09:21:49 GMT (UTC +0) ***
H Mottram CBE
Trustee

Castle View Enterprise Academy

Independent Auditor's Report on the Financial Statements to the Members of Castle View Enterprise Academy

Opinion

We have audited the financial statements of Castle View Enterprise Academy (the 'Academy') and its subsidiary (the 'Group') for the year ended 31 August 2022, which comprise the Consolidated Statement of Financial Activities for the (including Income and Expenditure Account), Consolidated Balance Sheet, Balance Sheet, Consolidated 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 FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022 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 Group's and parent Academy's affairs as at 31 August 2022 and of the Group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006; and
- have been prepared in accordance with the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the Group 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 original financial statements were 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.

Other information (covers the Reference and Administrative Details, the Trustees' Report and Strategic Report and the Governance Statement)

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

Castle View Enterprise Academy

Independent Auditor's Report on the Financial Statements to the Members of Castle View Enterprise Academy (continued)

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

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has 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 Group and the parent Academy and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

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

- adequate accounting records have not been kept by the parent Academy, 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 Statement of Trustees' Responsibilities set out on page 19, the Trustees 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 Group's and the parent 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 Group or the parent Academy or to cease operations, or have no realistic alternative but to do so.

Castle View Enterprise Academy

Independent Auditor's Report on the Financial Statements to the Members of Castle View Enterprise Academy (continued)

Auditor's responsibilities for the audit of the financial statements

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

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

- enquiries of management about any actual or potential litigation and claims;
- enquiries of management about any known or suspected instances of non-compliance with laws and regulations and fraud;
- challenging assumptions and judgements made by management in their significant accounting estimates;
- auditing the risk of management override of controls, including through testing of journal entries and other adjustments for appropriateness, evaluations the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias;
- reading correspondence with regulators including the OFSTED;
- reading Health and Safety and other relevant reports;
- reviewing minutes of those charged with governance;
- reviewing internal assurance reports; and
- reviewing financial statement disclosures and testing to supporting documentation.

We identified the following areas as those most likely to have a material impact on the financial statements: Health and Safety; employment law (including the Working Time Directive); and compliance with the Charities Act 2011 and UK Companies Act.

Owing to the inherent limitations of an audit, there is an unavoidable risk that some material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK). For instance, the further removed non-compliance is from the events and transactions reflected in the financial statements, the less likely the auditor is to become aware of it or to recognise the non-compliance.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Castle View Enterprise Academy

Independent Auditor's Report on the Financial Statements to the Members of Castle View Enterprise Academy (continued)

Use of our report

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

Azets Audit Services

Brian Laidlaw 19 Dec 2022 12:26:44 GMT (UTC+0)

Brian Laidlaw BA CA (Senior Statutory Auditor)

For and on behalf of Azets Audit Services

Statutory Auditor

Chartered Accountants

Bulman House

Regent Centre

Gosforth

Newcastle upon Tyne

NE3 3LS

Date: 19 December 2022.

Azets Audit Services is a trading name of Azets Audit Services Limited

Castle View Enterprise Academy

Independent Reporting Accountant's Assurance Report on Regularity to Castle View Enterprise Academy and the Education and Skills Funding Agency

In accordance with the terms of our engagement letter dated 30 June 2022 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2021 to 2022, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Castle View Enterprise Academy during the period 1 September 2021 to 31 August 2022 have been applied to the purposes identified by Parliament and the financial transactions conform to the authorities which govern them.

Respective responsibilities of the Board of Trustees's accounting officer and the reporting accountant

The Accounting Officer is responsible, under the requirements of the Board of Trustees's funding agreement with the Secretary of State for Education dated 25 May 2007 and the Academy Trust Handbook, extant from 1 September 2021, for ensuring that expenditure disbursed and income received is applied for the purposes intended by Parliament and the financial transactions conform to the authorities which govern them.

Our responsibilities for this engagement are established in the United Kingdom by our profession's ethical guidance and are to obtain limited assurance and report in accordance with our engagement letter and the requirements of the Academies Accounts Direction 2021 to 2022. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the year from 1 September 2021 to 31 August 2022 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

Approach

We conducted our engagement in accordance with the Framework and Guide for External Auditors and Reporting Accountant of Academy Trusts issued by ESFA. We performed a limited assurance engagement as defined in our engagement letter.

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

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

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

The work undertaken to draw to our conclusion includes:

- Review of Governing Body and committee minutes;
- Review of available internal assurance reports;
- Completion of self assessment questionnaire by the Accounting Officer;
- Discussions with the Accounting Officer and finance team;
- Review documentation provided to Governors and Accounting Officer setting our responsibilities;
- Obtained a formal letter of representation detailing the responsibilities of Governors;
- Review of payroll, purchases and expense claims on a sample basis;
- Confirmation that the lines of delegation and limits set have been adhered to;

Castle View Enterprise Academy

Independent Reporting Accountant's Assurance Report on Regularity to Castle View Enterprise Academy and the Education and Skills Funding Agency (continued)

- Evaluation of internal control procedures and reporting lines;
- Review of cash payments for unusual transactions;
- Review of credit card transactions;
- Review of register of interests;
- Review of related party transactions;
- Review of borrowing arrangements;
- Review of land and building transactions;
- Review of potential and actual bad debts;
- Review of gifts and hospitality on a sample basis to ensure in line with policy; and
- Consideration of governance issues.

Conclusion

In the course of our work, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the year from 1 September 2021 to 31 August 2022 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

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

Azets Audit Services

. Brian Laidlaw, 19 Dec 2022 12:26:44 GMT (UTC +0)

Azets Audit Services
Chartered Accountants
Bulman House
Regent Centre
Gosforth
Newcastle upon Tyne
NE3 3LS

Date:..19.December.2022

Azets Audit Services is a trading name of Azets Audit Services Limited

Castle View Enterprise Academy

Consolidated Statement of Financial Activities for the Year Ended 31 August 2022 (including Income and Expenditure Account)

	Note	Unrestricted Funds £ 000	Restricted General Funds £ 000	Restricted Fixed Asset Funds £ 000	Endowment Fund £ 000	Total 2022 £ 000
Income and endowments from:						
Donations and capital grants	3	-	-	20	-	20
<i>Charitable activities:</i>						
Funding for the Academy trust's educational operations	4	72	6,907	-	-	6,979
Other trading activities	5	730	-	-	-	730
Investments	6	22	-	-	-	22
Total		824	6,907	20	-	7,751
Expenditure on:						
Raising funds	7	134	4	-	-	138
<i>Charitable activities:</i>						
Academy trust educational operations		12	6,726	388	-	7,126
Total		146	6,730	388	-	7,264
Gains/losses on investment assets		(213)	-	-	-	(213)
Net income/(expenditure)		465	177	(368)	-	274
Transfers between funds		-	(126)	126	-	-
Other recognised gains and losses						
Actuarial gains/(losses) on defined benefit pension schemes	26	129	2,564	-	-	2,693
Net movement in funds/(deficit)		594	2,615	(242)	-	2,967
Reconciliation of funds						
Total funds/(deficit) brought forward at 1 September 2021		633	(1,723)	12,279	1,190	12,379
Total funds carried forward at 31 August 2022		1,227	892	12,037	1,190	15,346

Castle View Enterprise Academy

Consolidated Statement of Financial Activities for the Year Ended 31 August 2021 (including Income and Expenditure Account)

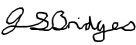
	Note	Unrestricted Funds £ 000	Restricted General Funds £ 000	Restricted Fixed Asset Funds £ 000	Endowment Funds £ 000	Total 2021 £ 000
Income and endowments from:						
Donations and capital grants	3	-	-	40	-	40
<i>Charitable activities:</i>						
Funding for the Academy trust's educational operations	4	-	6,291	-	-	6,291
Other trading activities	5	301	-	-	-	301
Investments	6	14	-	-	-	14
Total		315	6,291	40	-	6,646
Expenditure on:						
Raising funds	7	92	5	-	-	97
<i>Charitable activities:</i>						
Academy trust educational operations		9	6,146	364	-	6,519
Total		101	6,151	364	-	6,616
Gains/losses on investment assets		243	-	-	-	243
Net income/(expenditure)		457	140	(324)	-	273
Transfers between funds		-	(54)	54	-	-
Other recognised gains and losses						
Actuarial gains/(losses) on defined benefit pension schemes	26	(16)	324	-	-	308
Net movement in funds/(deficit)		441	410	(270)	-	581
Reconciliation of funds						
Total funds/(deficit) brought forward at 1 September 2020		192	(2,133)	12,549	1,190	11,798
Total funds/(deficit) carried forward at 31 August 2021		633	(1,723)	12,279	1,190	12,379

Castle View Enterprise Academy

(Registration number: 06268570) Consolidated Balance Sheet

	Note	2022 £ 000	2021 £ 000
Fixed assets			
Intangible assets	12	6	3
Tangible assets	13	12,135	12,379
Investments	14	1,238	1,438
		<u>13,379</u>	<u>13,820</u>
Current assets			
Stocks	15	8	7
Debtors	16	309	276
Cash at bank and in hand		2,235	1,247
		<u>2,552</u>	<u>1,530</u>
Creditors: Amounts falling due within one year	17	<u>(583)</u>	<u>(672)</u>
Net current assets		<u>1,969</u>	<u>858</u>
Total assets less current liabilities		<u>15,348</u>	<u>14,678</u>
Net assets excluding pension liability		15,348	14,678
Pension scheme liability	26	<u>(2)</u>	<u>(2,299)</u>
Net assets including pension liability		<u>15,346</u>	<u>12,379</u>
Funds of the Academy:			
Restricted funds			
Restricted income fund	18	892	439
Restricted fixed asset fund	18	12,037	12,279
Pension Reserve	18	-	(2,162)
Endowment fund	18	1,190	1,190
		<u>14,119</u>	<u>11,746</u>
Unrestricted funds			
Unrestricted income fund	18	<u>1,227</u>	<u>633</u>
Total funds		<u>15,346</u>	<u>12,379</u>

The financial statements were approved and authorised for issue by the Trustees, on 19 December 2022 and signed on their behalf by:


Janet Bridges 16 Dec 2022 15:06:59 GMT (UTC +0) ...
 J Bridges OBE
 Trustee

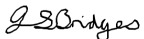

H Mottram 19 Dec 2022 06:21:49 GMT (UTC +0) ...
 H Mottram CBE
 Trustee


Castle View Enterprise Academy

(Registration number: 06268570)
Balance Sheet

	Note	2022 £ 000	2021 £ 000
Fixed assets			
Intangible assets	12	3	-
Tangible assets	13	12,037	12,279
Investments	14	1,241	1,441
		<u>13,281</u>	<u>13,720</u>
Current assets			
Stocks	15	8	7
Debtors	16	298	329
Cash at bank and in hand		2,149	1,197
		<u>2,455</u>	<u>1,533</u>
Creditors: Amounts falling due within one year	17	<u>(548)</u>	<u>(651)</u>
Net current assets		<u>1,907</u>	<u>882</u>
Total assets less current liabilities		<u>15,188</u>	<u>14,602</u>
Net assets excluding pension liability		15,188	14,602
Pension scheme liability	26	<u>-</u>	<u>(2,162)</u>
Net assets including pension liability		<u>15,188</u>	<u>12,440</u>
Funds of the Academy:			
Restricted funds			
Restricted income fund	18	892	439
Restricted fixed asset fund	18	12,037	12,279
Pension Reserve	18	-	(2,162)
Endowment fund	18	1,190	1,190
		<u>14,119</u>	<u>11,746</u>
Unrestricted funds			
Unrestricted income fund	18	<u>1,069</u>	<u>694</u>
Total funds		<u>15,188</u>	<u>12,440</u>

The financial statements were approved and authorised for issue by the Trustees, on 19 December 2022 and signed on their behalf by:


Janet Bridges 19 Dec 2022 15:06:39 GMT (UTC +0)
 J Bridges OBE
 Trustee


Heidi Mottram 19 Dec 2022 09:21:49 GMT (UTC +0)
 H Mottram CBE
 Trustee

Castle View Enterprise Academy

Consolidated Statement of Cash Flows

	Note	2022 £ 000	2021 £ 000
Cash flows from operating activities			
Net cash provided by (used in) operating activities	21	1,128	681
Cash flows from investing activities			
	22	<u>(140)</u>	<u>(69)</u>
Change in cash and cash equivalents in the year		988	612
Cash and cash equivalents at 1 September		<u>1,247</u>	<u>635</u>
Cash and cash equivalents at 31 August	23	<u><u>2,235</u></u>	<u><u>1,247</u></u>

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022

1 Accounting policies

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

Basis of preparation

The financial statements of the academy trust, which is a public benefit entity under FRS 102, have been prepared under the historical cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102), the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP 2019 (FRS 102)), the Academies Accounts Direction 2021 to 2022 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

These financial statements are prepared in sterling which is the functional currency of the entity.

Going concern

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

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the academy trust and its sole subsidiary undertaking. These are adjusted, where appropriate, to conform to group accounting policies. As a consolidated group statement of financial activities (incorporating the income and expenditure account) is published, a separate statement of financial activities (incorporating the income and expenditure account) for the parent academy trust is omitted from the group financial statements by virtue of section 408 of the Companies Act 2006.

The academy trust made a surplus/(deficit) of £2,748,000 (2021- £642,000).

Subsidiary undertaking

The financial statements include the results of Castle View Community and Fitness Centre Limited, a wholly owned subsidiary. Further details of the subsidiary and its results are set out in note 14. Profits generated by the subsidiary will be passed to the academy trust via gift aid.

Income

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

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

1 Accounting policies (continued)

Grants

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

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

Capital grants are recognised 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 spent on capital projects in line with the terms and conditions of the grant. Capital grants are recognised when there is entitlement and are not deferred over the life of the asset on which they are expended.

Donations

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

Other income

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

Investment income

Interest receivable is included in the statement of financial activities on an accruals basis.

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.

All resources expended are inclusive of irrecoverable VAT.

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

1 Accounting policies (continued)

Expenditure on raising funds

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

Charitable activities

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

Intangible fixed assets

Intangible assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably. Intangible assets are initially recognised at cost and are subsequently measured at cost net of amortisation and any provision for impairment. Amortisation is provided on intangible fixed assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life, as follows:

Asset class	Amortisation method and rate
Software	3 years straight line

Tangible fixed assets

Assets costing £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, at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful lives, per the table below.

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

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

Asset class	Depreciation method and rate
Long term leasehold land	125 years straight line
Long term leasehold property	50 years straight line
Improvements to property	10 to 25 years straight line
Motor vehicles	4 years straight line
Fixtures and equipment	5 years straight line
Computer equipment	3 years straight line

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

1 Accounting policies (continued)

Liabilities

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

Provisions

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

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

Leased assets

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

Investments

The academy holds an investment portfolio to invest part of its endowment funds, which are managed in line with the academy Investment Policy. The investment objective of endowment funds is to achieve an absolute rate of return deemed achievable in the market place and sufficient to fulfil the charitable objectives of the endowment, taking into account risk and any requirements to preserve capital.

Non-current investments are held on the balance sheet at fair value. Fair value gains and losses are recognised in the Statement of Financial Activity.

Financial Instruments

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

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost as detailed in note 16. Prepayments are not financial instruments. Amounts due to the charity's wholly owned subsidiary are held at face value less any impairment.

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

Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost as detailed in note 17. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument. Amounts due to charity's wholly owned subsidiary are held at face value less any impairment.

Stock

Unsold uniforms and catering stocks are valued at the lower of cost or net realisable value.

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

1 Accounting policies (continued)

Taxation

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

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

Pension benefits

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

The LGPS is a funded multi-employer scheme and the assets are held separately from those of the academy trust in separate trustee-administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit credit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent term and currency to the liabilities. The actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The amounts charged to operating surplus are the current service costs and the costs of scheme introductions, benefit changes, settlements and curtailments. They are included as part of staff costs as incurred. Net interest on the net defined benefit liability/asset is also recognised in the Statement of Financial Activities and comprises the interest cost on the defined benefit obligation and interest income on the scheme assets, calculated by multiplying the fair value of the scheme assets at the beginning of the period by the rate used to discount the benefit obligations. The difference between the interest income on the scheme assets and the actual return on the scheme assets is recognised in other recognised gains and losses.

Actuarial gains and losses are recognised immediately in other recognised gains and losses.

Fund accounting

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

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

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

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

1 Accounting policies (continued)

Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions

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

Local Government Pension Scheme

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost (income) for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 26, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2019 has been used by the actuary in valuing the pensions liability at 31 August 2022. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

Depreciation

The academy trust has made an estimate of the useful lives of the tangible fixed assets. The estimation requires the company to consider how long the asset is likely to be useful and charge the cost of the tangible fixed asset over its life to the Statement of Financial Activities. The charge for the current year was £400,000 (2021 - £374,000).

Critical areas of judgement

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. The key assumptions and other sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are as follows:

Assessing indicator of impairment.

In assessing whether there have been any indicators of impairment of assets the directors have considered both external and internal sources of information such as market conditions, counterparty credit ratings and experience of recoverability. There have been no indicators of impairment identified during the current financial year.

2 General Annual Grant (GAG)

Under the funding agreement with the Secretary of State the academy trust was subject to limits at 31 August 2022 on the amount of GAG that could be carried forward from one year to the next. An amount equal to 12% of GAG could be carried forward, of which up to 2% could be used for general recurrent purposes, with any balance being available for premises/capital purposes.

The academy trust has not exceeded these limits during the year ended 31 August 2022.

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

3 Donations and capital grants

	Unrestricted funds £ 000	Restricted funds £ 000	Restricted fixed asset funds £ 000	Total 2022 £ 000	Total 2021 £ 000
Capital grants	-	-	20	20	18
Donated fixed assets	-	-	-	-	22
	<u>-</u>	<u>-</u>	<u>20</u>	<u>20</u>	<u>40</u>
	<u>-</u>	<u>-</u>	<u>40</u>	<u>40</u>	
	<u>-</u>	<u>-</u>	<u>40</u>	<u>40</u>	
	<u>-</u>	<u>-</u>	<u>40</u>	<u>40</u>	
Total 2021	<u>-</u>	<u>-</u>	<u>40</u>	<u>40</u>	

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

4 Funding for the Academy Trust's educational operations

	Unrestricted funds £ 000	Restricted funds £ 000	Restricted fixed asset funds £ 000	Total 2022 £ 000	Total 2021 £ 000
DfE/ESFA revenue grants					
General Annual Grant GAG	-	5,872	-	5,872	5,070
Other ESFA Group grants	-	630	-	630	715
	-	6,502	-	6,502	5,785
Other government grants					
Other Government grants	-	322	-	322	282
COVID-19 additional funding (DfE/ESFA)					
Catch-up Premium	-	59	-	59	77
COVID-19 additional funding (non-DfE/ESFA)					
Other Coronavirus funding	-	22	-	22	41
Non-government grants and other income					
Other income from the academy trusts educational operations	72	2	-	74	106
Total grants	72	6,907	-	6,979	6,291
	Unrestricted funds £ 000	Restricted funds £ 000	Restricted fixed asset funds £ 000	Total 2021 £ 000	
Total 2021	-	6,291	-	6,291	

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

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

	2022 £ 000	2021 £ 000
Other DfE/ESFA Grants		
Rates reclaim	13	39
Pupil Premium and Service Premium	417	393
Other	200	29
Teachers' Pay Grant	-	254
	<u>630</u>	<u>715</u>

5 Other trading activities

	Unrestricted funds £ 000	Restricted funds £ 000	Restricted fixed asset funds £ 000	Total 2022 £ 000	Total 2021 £ 000
Hire of facilities	66	-	-	66	34
Catering income	299	-	-	299	210
Other sales	237	-	-	237	-
Subsidiary income	128	-	-	128	57
	<u>730</u>	<u>-</u>	<u>-</u>	<u>730</u>	<u>301</u>
	Unrestricted funds £ 000	Restricted funds £ 000	Restricted fixed asset funds £ 000	Total 2021 £ 000	
Total 2021	<u>301</u>	<u>-</u>	<u>-</u>	<u>301</u>	

During the previous period it was brought to the attention of a potential underpayment of VAT and corporation tax and a provision was included within creditors of £264,522. During 2022, the Trust has received confirmation from HMRC that they have received an exception for the VAT threshold breaches and as a result £nil amount is payable, and therefore the VAT creditor has been released. This has resulted in a current year increase to income of £237,000.

6 Investment income

	Unrestricted funds £ 000	Restricted funds £ 000	Restricted fixed asset funds £ 000	Total 2022 £ 000	Total 2021 £ 000
Short term deposits	22	-	-	22	14
	Unrestricted funds £ 000	Restricted funds £ 000	Restricted fixed asset funds £ 000	Total 2021 £ 000	
Total 2021	<u>14</u>	<u>-</u>	<u>-</u>	<u>14</u>	

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

7 Expenditure

	Non Pay Expenditure			Total	Total
	Staff costs £ 000	Premises £ 000	Other £ 000	2022 £ 000	2021 £ 000
Expenditure on raising funds					
Direct costs	-	-	138	138	97
Academy's educational operations					
Direct costs	4,058	-	585	4,643	4,366
Allocated support costs	1,134	903	446	2,483	2,153
	<u>5,192</u>	<u>903</u>	<u>1,169</u>	<u>7,264</u>	<u>6,616</u>
	Non Pay Expenditure			Total	
	Staff costs £ 000	Premises £ 000	Other costs £ 000	2021 £ 000	
Total 2021	<u>4,862</u>	<u>782</u>	<u>972</u>	<u>6,616</u>	

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

7 Expenditure (continued)

Net income/(expenditure) for the year includes:

	2022 £ 000	2021 £ 000
Operating lease rentals	28	12
Depreciation	400	374
Fees payable to auditor - audit	7	7
Fees payable to auditor - other audit services	4	5
Fees payable to auditor- non audit services	1	1
	<u>7</u>	<u>1</u>

8 Charitable activities

	2022 £ 000	2021 £ 000
Direct costs - educational operations	4,643	4,366
Support costs - educational operations	2,483	2,153
	<u>7,126</u>	<u>6,519</u>

	Educational operations £ 000	Total 2022 £ 000	Total 2021 £ 000
Analysis of support costs			
Support staff costs	1,134	1,134	1,005
Depreciation	400	400	373
Premises costs	503	503	409
Legal costs	27	27	37
Other support costs	412	412	321
Governance costs	7	7	8
Total support costs	<u>2,483</u>	<u>2,483</u>	<u>2,153</u>

9 Staff

Staff costs

	2022 £ 000	2021 £ 000
Staff costs during the year were:		
Wages and salaries	3,706	3,486
Social security costs	374	345
Operating costs of defined benefit pension schemes	1,107	1,012
	<u>5,187</u>	<u>4,843</u>
Supply staff costs	5	10
Staff restructuring costs	-	9
	<u>5,192</u>	<u>4,862</u>

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

9 Staff (continued)

	2022 £ 000	2021 £ 000
Staff restructuring costs comprise:		
Severance payments	-	10

Staff numbers

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

	2022 No.	2021 No.
Charitable Activities		
Teachers	56	54
Administration and support	65	60
Management	9	9
	<u>130</u>	<u>123</u>

The average number of persons employed by Castle View Community & Fitness Centre Limited during the year was 9 (2021 - 12)

The subsidiary undertaking incurred total staff costs of £50,000 (2021 - £36,000).

Key management personnel

The key management personnel of the Academy Trust comprise the CEO, Principal and Finance Director (2021: Principal and Finance Director). The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the Academy Trust was £217,000 (2021 - £161,000).

Higher paid staff

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

	2022 No.	2021 No.
£60,001 - £70,000	5	5
£70,001 - £80,000	1	2
£80,001 - £90,000	1	1
	<u>1</u>	<u>1</u>

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

10 Related party transactions - Trustees' remuneration and expenses

One or more Trustees has been paid remuneration or has received other benefits from employment with the Academy Trust. The principal and other staff Trustees only receive remuneration in respect of services they provide undertaking the roles of principal and staff members under their contracts of employment, and not in respect of their role as Trustees. The value of trustees' remuneration and other benefits was as follows:

J Bridges OBE (Principal):

Remuneration: £35,000 - £40,000 (2021 - £85,000 - £90,000)
Employer's pension contributions: £Nil (2021 - £15,000 - £20,000)

J Owens (Principal):

Remuneration: £80,000 - £85,000 (2021 -)
Employer's pension contributions: £15,000 - £20,000 (2021 -)

Other related party transactions involving the Trustees are set out in note 27.

11 Trustees' and officers' insurance

In accordance with normal commercial practice the Academy has purchased insurance to protect governors and officers from claims arising from negligent acts, errors or omissions occurring whilst on Academy business. The insurance provides cover up to £10,000,000 on any one claim and the cost for the year ended 31 August 2022 was £25,565 (2021 - £23,486).

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

12 Intangible fixed assets

Group

	Goodwill £ 000	Software £ 000	Total £ 000
Cost			
At 1 September 2021	3	12	15
Additions	-	3	3
At 31 August 2022	3	15	18
Amortisation			
At 1 September 2021	-	12	12
At 31 August 2022	-	12	12
Net book value			
At 31 August 2022	3	3	6
At 31 August 2021	3	-	3

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

12 Intangible fixed assets (continued)

Academy Trust

	Software £ 000	Total £ 000
Cost		
At 1 September 2021	12	12
Additions	3	3
At 31 August 2022	<u>15</u>	<u>15</u>
Amortisation		
At 1 September 2021	<u>12</u>	<u>12</u>
At 31 August 2022	<u>12</u>	<u>12</u>
Net book value		
At 31 August 2022	<u>3</u>	<u>3</u>
At 31 August 2021	<u>-</u>	<u>-</u>

13 Tangible fixed assets

Group

	Long term leasehold property £ 000	Furniture and equipment £ 000	Motor vehicles £ 000	Computer hardware £ 000	Improvements to property £ 000	Total £ 000
Cost						
At 1 September 2021	15,824	1,436	52	1,894	146	19,352
Additions	<u>-</u>	<u>39</u>	<u>-</u>	<u>127</u>	<u>-</u>	<u>166</u>
At 31 August 2022	<u>15,824</u>	<u>1,475</u>	<u>52</u>	<u>2,021</u>	<u>146</u>	<u>19,518</u>
Depreciation						
At 1 September 2021	3,662	1,404	52	1,806	49	6,973
Revaluations	-	-	-	-	10	10
Charge for the year	<u>311</u>	<u>18</u>	<u>-</u>	<u>64</u>	<u>7</u>	<u>400</u>
At 31 August 2022	<u>3,973</u>	<u>1,422</u>	<u>52</u>	<u>1,870</u>	<u>66</u>	<u>7,383</u>
Net book value						
At 31 August 2022	<u>11,851</u>	<u>53</u>	<u>-</u>	<u>151</u>	<u>80</u>	<u>12,135</u>
At 31 August 2021	<u>12,162</u>	<u>32</u>	<u>-</u>	<u>88</u>	<u>97</u>	<u>12,379</u>

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

13 Tangible fixed assets (continued)

Academy Trust

	Long term leasehold property £ 000	Furniture and equipment £ 000	Motor vehicles £ 000	Computer hardware £ 000	Total £ 000
Cost					
At 1 September 2021	15,824	1,403	52	1,893	19,172
Additions	-	19	-	127	146
At 31 August 2022	<u>15,824</u>	<u>1,422</u>	<u>52</u>	<u>2,020</u>	<u>19,318</u>
Depreciation					
At 1 September 2021	3,662	1,374	52	1,805	6,893
Charge for the year	<u>311</u>	<u>13</u>	<u>-</u>	<u>64</u>	<u>388</u>
At 31 August 2022	<u>3,973</u>	<u>1,387</u>	<u>52</u>	<u>1,869</u>	<u>7,281</u>
Net book value					
At 31 August 2022	<u>11,851</u>	<u>35</u>	<u>-</u>	<u>151</u>	<u>12,037</u>
At 31 August 2021	<u>12,162</u>	<u>29</u>	<u>-</u>	<u>88</u>	<u>12,279</u>

14 Investments

Group

	Shares £ 000
Cost	
At 1 September 2021	1,438
Revaluation	(213)
Additions	22
Expenditure	<u>(9)</u>
At 31 August 2022	<u>1,238</u>
Provision	
At 1 September 2021	<u>-</u>
At 31 August 2022	<u>-</u>
Net book value	
At 31 August 2022	<u>1,238</u>

At the year end, the following investments represented more than 5% of the total value of the investment portfolio:

ARTEMIS FD MNGRS US SELECT INSTL GBP INC - £70,424 (2021 - £87,110).
 ISHARES CORE S&P 500 UCITS ETF USD - £136,410 (2021 - £131,290).
 BLACKROCK FM LTD EUROPEAN DYNAMIC FD INC - £64,350 (2021 - £102,255).

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

14 Investments (continued)

Academy Trust

	Shares in group undertakings £ 000	Shares £ 000	Total £ 000
Cost			
At 1 September 2021	3	1,438	1,441
Revaluation	-	(213)	(213)
Additions	-	22	22
Expenditure	-	(9)	(9)
	<u>3</u>	<u>1,238</u>	<u>1,241</u>
At 31 August 2022	<u>3</u>	<u>1,238</u>	<u>1,241</u>
Provision			
At 1 September 2021	-	-	-
At 31 August 2022	-	-	-
Net book value			
At 31 August 2022	<u>3</u>	<u>1,238</u>	<u>1,241</u>

The Academy Trust owns 100% of the ordinary shares of Castle View Community and Fitness Centre Limited, a company incorporated in England and Wales. The principal activity of the company is operation of sports and leisure facilities which are available for the use of the Academy Trust and the local community. Turnover for the year ended 31 August 2022 was £150,549, expenditure was £151,515 and the profit/(loss) for the year was (£966). The assets of the company at 31 August 2022 were £195,410, liabilities were £225,739 and capital and reserves were (£30,329).

The registered office of Castle View Community and Fitness Centre Limited is:
 Castle View Enterprise Academy
 Cartwright Road
 Sunderland
 SR5 3DX

At the year end, the following investments represented more than 5% of the total value of the investment portfolio:

ARTEMIS FD MNGRS US SELECT INSTL GBP INC - £70,424 (2021 - £87,110).
 ISHARES CORE S&P 500 UCITS ETF USD - £136,410 (2021 - £131,290).
 BLACKROCK FM LTD EUROPEAN DYNAMIC FD INC - £64,350 (2021 - £102,255).

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

15 Stock

	2022	Group 2021	Academy Trust 2022	Academy Trust 2021
	£ 000	£ 000	£ 000	£ 000
Uniform	8	7	8	7

16 Debtors

	2022	Group 2021	Academy Trust 2022	Academy Trust 2021
	£ 000	£ 000	£ 000	£ 000
Trade debtors	10	27	-	23
VAT recoverable	44	-	44	-
Prepayments	106	115	106	115
Accrued grant and other income	149	134	148	131
Balances due from related entities	-	-	-	60
	<u>309</u>	<u>276</u>	<u>298</u>	<u>329</u>

17 Creditors: amounts falling due within one year

	2022	Group 2021	Academy Trust 2022	Academy Trust 2021
	£ 000	£ 000	£ 000	£ 000
Trade creditors	264	197	253	193
Other taxation and social security	1	-	-	-
Other creditors	29	29	27	26
Accruals	133	111	118	99
Deferred income	40	21	40	21
VAT creditor	5	206	-	205
Pension scheme creditor	88	85	87	84
Tax payable	23	23	23	23
	<u>583</u>	<u>672</u>	<u>548</u>	<u>651</u>

Group

	2022	2021
	£ 000	£ 000
Deferred income		
Deferred income at 1 September 2021	21	11
Resources deferred in the period	40	21
Amounts released from previous periods	<u>(21)</u>	<u>(11)</u>
Deferred income at 31 August 2022	<u>40</u>	<u>21</u>

Deferred income in the Group and Trust is made up of grants received relating to the following year.

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

17 Creditors: amounts falling due within one year (continued)

Academy Trust

	2022	2021
	£ 000	£ 000
Deferred income		
Deferred income at 1 September 2021	21	11
Resources deferred in the period	40	21
Amounts released from previous periods	<u>(21)</u>	<u>(11)</u>
Deferred income at 31 August 2022	<u>40</u>	<u>21</u>

Deferred income in the Group and Trust is made up of grants received relating to the following year.

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

18 Funds

Group

	Balance at 1 September 2021 £ 000	Incoming resources £ 000	Resources expended £ 000	Gains, losses and transfers £ 000	Balance at 31 August 2022 £ 000
Restricted general funds					
General Annual Grant (GAG)	439	5,872	(5,546)	(126)	639
Other Government grants	-	322	(152)	-	170
Other DfE/ESFA grants	-	711	(628)	-	83
Other income	-	2	(2)	-	-
	<u>439</u>	<u>6,907</u>	<u>(6,328)</u>	<u>(126)</u>	<u>892</u>
Restricted fixed asset funds					
Legacy assets	11,604	-	(320)	126	11,410
DfE/ESFA capital grants	160	20	(36)	-	144
Other capital grants	53	-	(9)	-	44
GAG capital expenditure	11	-	(11)	-	-
3G pitch	451	-	(12)	-	439
	<u>12,279</u>	<u>20</u>	<u>(388)</u>	<u>126</u>	<u>12,037</u>
Pension Reserve					
Pension reserve	(2,162)	-	(402)	2,564	-
Other restricted funds					
Endowment fund	<u>1,190</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,190</u>
Total restricted funds	<u>11,746</u>	<u>6,927</u>	<u>(7,118)</u>	<u>2,564</u>	<u>14,119</u>
Unrestricted funds					
Unrestricted general funds	293	697	(30)	(213)	747
3G pitch carpet	48	-	-	-	48
Endowment fund	352	-	-	-	352
CVCFC	82	127	(127)	-	82
CVCFC pension reserve	(142)	-	11	129	(2)
Total unrestricted funds	<u>633</u>	<u>824</u>	<u>(146)</u>	<u>(84)</u>	<u>1,227</u>
Total funds	<u>12,379</u>	<u>7,751</u>	<u>(7,264)</u>	<u>2,480</u>	<u>15,346</u>

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

18 Funds (continued)

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

	Balance at 1 September 2020 £ 000	Incoming resources £ 000	Resources expended £ 000	Gains, losses and transfers £ 000	Balance at 31 August 2021 £ 000
Restricted general funds					
General Annual Grant (GAG)	28	5,070	(4,605)	(54)	439
Other Government grants	-	282	(282)	-	-
Other DfE/ESFA grants	-	715	(715)	-	-
Other income	-	106	(106)	-	-
COVID-19	-	118	(118)	-	-
	<u>28</u>	<u>6,291</u>	<u>(5,826)</u>	<u>(54)</u>	<u>439</u>
Restricted fixed asset funds					
Legacy assets	11,952	-	(348)	-	11,604
DfE/ESFA capital grants	68	40	(2)	54	160
Other capital grants	55	-	(2)	-	53
GAG capital expenditure	11	-	-	-	11
3G pitch	464	-	(13)	-	451
	<u>12,550</u>	<u>40</u>	<u>(365)</u>	<u>54</u>	<u>12,279</u>
Pension Reserve					
Pension reserve	(2,161)	-	(325)	324	(2,162)
Other restricted funds					
Endowment fund	<u>1,190</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,190</u>
Total restricted funds	<u>11,607</u>	<u>6,331</u>	<u>(6,516)</u>	<u>324</u>	<u>11,746</u>
Unrestricted funds					
Unrestricted general funds	48	245	-	-	293
3G pitch carpet	48	-	-	-	48
Endowment fund	95	14	-	243	352
CVCFC	127	56	(101)	-	82
CVCFC pension reserve	<u>(126)</u>	<u>-</u>	<u>-</u>	<u>(16)</u>	<u>(142)</u>
Total unrestricted funds	<u>192</u>	<u>315</u>	<u>(101)</u>	<u>227</u>	<u>633</u>
Total funds	<u><u>11,799</u></u>	<u><u>6,646</u></u>	<u><u>(6,617)</u></u>	<u><u>551</u></u>	<u><u>12,379</u></u>

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

18 Funds (continued)

Academy

	Balance at 1 September 2021 £ 000	Incoming resources £ 000	Resources expended £ 000	Gains, losses and transfers £ 000	Balance at 31 August 2022 £ 000
Restricted general funds					
General Annual Grant (GAG)	439	5,872	(5,546)	(126)	639
Other Government grants	-	322	(152)	-	170
Other DfE/ESFA grants	-	711	(628)	-	83
Other income	-	2	(2)	-	-
	<u>439</u>	<u>6,907</u>	<u>(6,328)</u>	<u>(126)</u>	<u>892</u>
Restricted fixed asset funds					
Legacy assets	11,604	-	(320)	126	11,410
DfE/ESFA capital grants	160	20	(36)	-	144
Other capital grants	53	-	(9)	-	44
GAG capital expenditure	11	-	(11)	-	-
3G pitch	451	-	(12)	-	439
	<u>12,279</u>	<u>20</u>	<u>(388)</u>	<u>126</u>	<u>12,037</u>
Pension Reserve					
Pension reserve	(2,162)	-	(402)	2,564	-
Other restricted funds					
Endowment fund	<u>1,190</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,190</u>
Total restricted funds	<u>11,746</u>	<u>6,927</u>	<u>(7,118)</u>	<u>2,564</u>	<u>14,119</u>
Unrestricted funds					
Unrestricted general funds	294	698	(110)	(213)	669
3G pitch carpet	48	-	-	-	48
Endowment fund	<u>352</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>352</u>
Total unrestricted funds	<u>694</u>	<u>698</u>	<u>(110)</u>	<u>(213)</u>	<u>1,069</u>
Total funds	<u>12,440</u>	<u>7,625</u>	<u>(7,228)</u>	<u>2,351</u>	<u>15,188</u>

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

18 Funds (continued)

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

	Balance at 1 September 2020 £ 000	Incoming resources £ 000	Resources expended £ 000	Gains, losses and transfers £ 000	Balance at 31 August 2021 £ 000
Restricted general funds					
General Annual Grant (GAG)	28	5,070	(4,605)	(54)	439
Other Government grants	-	282	(282)	-	-
Other DfE/ESFA grants	-	715	(715)	-	-
Other income	-	106	(106)	-	-
COVID-19	-	118	(118)	-	-
	<u>28</u>	<u>6,291</u>	<u>(5,826)</u>	<u>(54)</u>	<u>439</u>
Restricted fixed asset funds					
Legacy assets	11,952	-	(348)	-	11,604
DfE/ESFA capital grants	68	40	(2)	54	160
Other capital grants	55	-	(2)	-	53
GAG capital expenditure	11	-	-	-	11
3G pitch	464	-	(13)	-	451
	<u>12,550</u>	<u>40</u>	<u>(365)</u>	<u>54</u>	<u>12,279</u>
Pension Reserve					
Pension reserve	(2,161)	-	(325)	324	(2,162)
Other restricted funds					
Endowment fund	<u>1,190</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,190</u>
Total restricted funds	<u>11,607</u>	<u>6,331</u>	<u>(6,516)</u>	<u>324</u>	<u>11,746</u>
Unrestricted funds					
Unrestricted general funds	48	246	-	-	294
3G pitch carpet	48	-	-	-	48
Endowment fund	<u>95</u>	<u>14</u>	<u>-</u>	<u>243</u>	<u>352</u>
Total unrestricted funds	<u>191</u>	<u>260</u>	<u>-</u>	<u>243</u>	<u>694</u>
Total funds	<u>11,798</u>	<u>6,591</u>	<u>(6,516)</u>	<u>567</u>	<u>12,440</u>

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

The General Annual Grant (GAG) must be used for the normal running costs of the Trust.

A start up grant was received from the ESFA as a result of the conversion to academy status. The full grant was allocated.

Other DfE/ESFA grants include teachers pay and pension grants, pupil premium, PE and sports grant and other DfE/ESFA grants.

Other government grants comprise funding received from the Local Authority.

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

18 Funds (continued)

The costs and income associated with the defined benefit pension scheme have been recorded in the restricted fund. Staff costs are paid from this fund, including contributions to Local Government Pension Scheme ('LGPS') and the pension liability has therefore been aligned with these funds. The restricted funds are in deficit as a result of the deficit on the LGPS pension scheme alone.

The inherited fixed asset fund reflects the fixed assets acquired from the Local Authority on conversion to academy status. Depreciation on these assets is charged against this fund.

DfE/ESFA capital grants received in year consist of capital grants received in the year which have been received for expenditure on acquisition and maintenance of fixed assets.

The transfer from the Local Authority reflects the fixed assets, the pension deficit, the surplus GAG and any surplus school funds acquired on conversion

Unrestricted funds can be used for any purpose at the discretion of the academy trust.

19 Analysis of net assets between funds

Group

Fund balances at 31 August 2022 are represented by:

	Unrestricted Funds £ 000	Restricted General Funds £ 000	Restricted Fixed Asset Funds £ 000	Endowment Funds £ 000	Total Funds £ 000
Intangible fixed assets	6	-	-	-	6
Tangible fixed assets	98	-	12,037	-	12,135
Investments	48	-	-	1,190	1,238
Current assets	1,077	1,475	-	-	2,552
Current liabilities	-	(583)	-	-	(583)
Pension scheme liability	(2)	-	-	-	(2)
Total net assets	<u>1,227</u>	<u>892</u>	<u>12,037</u>	<u>1,190</u>	<u>15,346</u>

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

19 Analysis of net assets between funds (continued)

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

	Unrestricted Funds £ 000	Restricted General Funds £ 000	Restricted Fixed Asset Funds £ 000	Endowment Funds £ 000	Total Funds £ 000
Intangible fixed assets	3	-	-	-	3
Tangible fixed assets	100	-	12,279	-	12,379
Investments	248	-	-	1,190	1,438
Current assets	447	1,083	-	-	1,530
Current liabilities	(28)	(644)	-	-	(672)
Pension scheme liability	(137)	(2,162)	-	-	(2,299)
Total net assets	633	(1,723)	12,279	1,190	12,379

Academy Trust

Fund balances at 31 August 2022 are represented by:

	Unrestricted funds £ 000	Restricted general funds £ 000	Restricted fixed asset funds £ 000	Endowment funds £ 000	Total funds £ 000
Intangible fixed assets	3	-	-	-	3
Tangible fixed assets	-	-	12,037	-	12,037
Investments	51	-	-	1,190	1,241
Current assets	1,563	892	-	-	2,455
Current liabilities	(548)	-	-	-	(548)
Total net assets	1,069	892	12,037	1,190	15,188

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

	Unrestricted funds £ 000	Restricted general funds £ 000	Restricted fixed asset funds £ 000	Endowment funds £ 000	Total funds £ 000
Tangible fixed assets	-	-	12,279	-	12,279
Investments	251	-	-	1,190	1,441
Current assets	450	1,083	-	-	1,533
Current liabilities	(7)	(644)	-	-	(651)
Pension scheme liability	-	(2,162)	-	-	(2,162)
Total net assets	694	(1,723)	12,279	1,190	12,440

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

20 Long-term commitments, including operating leases

Group

Operating leases

At 31 August 2022 the group had annual commitments under non-cancellable operating leases as follows:

	2022	2021
	£ 000	£ 000
Amounts due within one year	28	12
Amounts due between one and five years	75	21
	<u>103</u>	<u>33</u>

Academy Trust

Operating leases

At 31 August 2022 the total of the academy trust's future minimum lease payments under non-cancellable operating leases was:

	2022	2021
	£ 000	£ 000
Amounts due within one year	28	12
Amounts due between one and five years	75	21
	<u>103</u>	<u>33</u>

21 Reconciliation of net income to net cash inflow/(outflow) from operating activities

	Note	2022	2021
		£ 000	£ 000
Net income		487	30
Depreciation	7	410	374
Capital grants from DfE and other capital income		(20)	(18)
Interest receivable	6	(22)	(14)
Defined benefit pension scheme cost less contributions payable	26	358	281
Defined benefit pension scheme finance cost	26	38	39
(Increase)/decrease in stocks		(1)	4
Increase in debtors		(33)	(47)
(Decrease)/increase in creditors		(89)	32
Net cash provided by Operating Activities		<u>1,128</u>	<u>681</u>

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

22 Cash flows from investing activities

	2022 £ 000	2021 £ 000
Dividends, interest and rents from investments	22	14
Purchase of intangible fixed assets	(3)	-
Purchase of tangible fixed assets	(166)	(96)
Purchase of investments	(22)	(14)
Proceeds from sale of investments	9	9
Capital funding received from sponsors and others	20	18
Net cash used in investing activities	<u>(140)</u>	<u>(69)</u>

23 Analysis of cash and cash equivalents

	2022 £ 000	2021 £ 000
Cash at bank and in hand	<u>2,235</u>	<u>1,247</u>
Total cash and cash equivalents	<u>2,235</u>	<u>1,247</u>

24 Analysis of changes in net debt

	At 1 September 2021 £000	Cash flows £000	At 31 August 2022 £000
Cash	<u>1,247</u>	<u>988</u>	<u>2,235</u>
Total	<u>1,247</u>	<u>988</u>	<u>2,235</u>

25 Member 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.

26 Pension and similar obligations

The academy trust's employees belong to two principal pension schemes: the Teachers' Pension Scheme England and Wales (TPS) for academic and related staff; and the Local Government Pension Scheme (LGPS) for non-teaching staff, which is managed by Tyne and Wear Pension Fund. Both are multi-employer defined benefit schemes.

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

Contributions amounting to £88,356 (2021 - £84,299) were payable to the schemes at 31 August 2022 and are included within creditors.

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

26 Pension and similar obligations (continued)

Teachers' Pension Scheme

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

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

Valuation of the Teachers' Pension Scheme

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

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 23.68% of pensionable pay (including a 0.08% administration levy)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £218,100 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £196,100 million giving a notional past service deficit of £22,000 million
- 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 period amounted to £609,118 (2021: £606,134).

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

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

Local government pension schemes

Tyne & Wear Pension Fund (Castle View Enterprise Academy)

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2022 was £186,000 (2021 - £118,000), of which employer's contributions totalled £131,000 (2021 - £118,000) and employees' contributions totalled £55,000 (2021 - £Nil). The agreed contribution rates for future years are 17.9 per cent for employers and 5.5 - 12.5 per cent for employees. The scheme is managed by South Tyneside Council.

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

26 Pension and similar obligations (continued)

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.

Due to the current level of high inflation we have instructed the actuary to make an allowance in the Defined Benefit Obligation of the expected impact of CPI inflation on the pension increase order for April 2023. This is a change in accounting policy from previous years. It is expected that the April 2023 pension increase order will reflect CPI inflation therefore an allowance has been included in the results presented for CPI between September 2021 and the accounting date. This is recognised in other comprehensive income and reflects the market expectations at the accounting date.

Principal actuarial assumptions

	2022	2021
	%	%
Rate of increase in salaries	4.20	4.10
Rate of increase for pensions in payment/inflation	2.70	2.60
Discount rate for scheme liabilities	4.10	1.70
Inflation assumptions (CPI)	<u>2.70</u>	<u>2.60</u>

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

	2022	2021
Retiring today		
Males retiring today	21.80	21.90
Females retiring today	25.00	25.10
Retiring in 20 years		
Males retiring in 20 years	23.50	23.60
Females retiring in 20 years	<u>26.70</u>	<u>26.90</u>

Sensitivity analysis

	At 31 August	At 31 August
	2022	2021
	£000	£000
Discount rate +0.1%	4,731	7,356
Discount rate -0.1%	4,968	7,725
Mortality assumption – 1 year increase	4,983	7,258
Mortality assumption – 1 year decrease	4,711	7,823
CPI rate +0.1%	4,954	7,560
CPI rate -0.1%	<u>4,745</u>	<u>7,514</u>

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

26 Pension and similar obligations (continued)

The group's share of the assets in the scheme were:

	2022	2021
	£ 000	£ 000
Equities	2,894	2,989
Corporate bonds	1,000	1,080
Government bonds	86	113
Property	597	430
Cash and other liquid assets	97	215
Asset backed securities	237	-
Other	468	548
	<u>5,379</u>	<u>5,375</u>
Total market value of assets	<u>5,379</u>	<u>5,375</u>

The actual return on scheme assets was (£82,000) (2021 - £863,000).

Amounts recognised in the statement of financial activities

	2022	2021
	£ 000	£ 000
Current service cost	497	407
Interest income	(92)	(77)
Interest cost	128	113
	<u>533</u>	<u>443</u>
Total amount recognised in the SOFA	<u>533</u>	<u>443</u>

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

	2022	2021
	£ 000	£ 000
At start of period	7,537	6,709
Current service cost	497	407
Interest cost	128	113
Employee contributions	55	50
Actuarial (gain)/loss	(3,270)	462
Benefits paid	(100)	(204)
	<u>4,847</u>	<u>7,537</u>
At 31 August	<u>4,847</u>	<u>7,537</u>

Changes in the fair value of academy trust's share of scheme assets:

	2022	2021
	£ 000	£ 000
At start of period	5,375	4,548
Interest income	92	77
Actuarial gain/(loss)	(174)	786
Employer contributions	131	118
Employee contributions	55	50
Benefits paid	(100)	(204)
	<u>5,379</u>	<u>5,375</u>
At 31 August	<u>5,379</u>	<u>5,375</u>

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

26 Pension and similar obligations (continued)

In the year ended 31 August 2022 the actuarial valuation for FRS 102 showed a surplus over liabilities at that date of £532,000. In accordance with FRS 102 paragraph 28.22, a pension scheme asset is recognised only to the extent that it is able to recover the surplus either through reduced contributions in the future or through refunds from the plan. This condition was not met at the balance sheet date and therefore the surplus was not recognised.

The reconciliation of the amounts recognised in the balance sheet is as follows:

	2022	Academy
	£ 000	2021
		£ 000
Fair value of scheme assets	5,379	5,375
Present value of defined benefit obligation	(4,847)	(7,537)
Pension asset value not recognised (as per FRS 102 para 28.22)	(532)	-
	<u>-</u>	<u>(2,162)</u>

The actuarial movement for 2022 is therefore as follows:

	Academy
	2022
	£ 000
Actuarial gain	(3,096)
Movement in asset value (not recognised)	532
	<u>(2,564)</u>

Tyne & Wear Pension Fund (Castle View Community & Fitness Centre)

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2022 was £9,000 (2021 - £8,000), of which employer's contributions totalled £9,000 (2021 - £8,000) and employees' contributions totalled £Nil (2021 - £Nil). The agreed contribution rates for future years are 17.9 per cent for employers and 5.5 - 12.5 per cent for employees. The scheme is managed by South Tyneside Council.

Due to the current level of high inflation we have instructed the actuary to make an allowance in the Defined Benefit Obligation of the expected impact of CPI inflation on the pension increase order for April 2023. This is a change in accounting policy from previous years. It is expected that the April 2023 pension increase order will reflect CPI inflation therefore an allowance has been included in the results presented for CPI between September 2021 and the accounting date. This is recognised in other comprehensive income and reflects the market expectations at the accounting date.

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

26 Pension and similar obligations (continued)

Principal actuarial assumptions

	2022	2021
	%	%
Rate of increase in salaries	4.20	4.10
Rate of increase for pensions in payment/inflation	2.70	2.60
Discount rate for scheme liabilities	4.00	1.70
Inflation assumptions (CPI)	<u>2.70</u>	<u>2.60</u>

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

	2022	2021
Retiring today		
Males retiring today	21.80	21.90
Females retiring today	25.00	25.10
Retiring in 20 years		
Males retiring in 20 years	23.50	23.60
Females retiring in 20 years	<u>26.70</u>	<u>26.90</u>

Sensitivity analysis

	At 31 August	At 31 August
	2022	2021
	£000	£000
Discount rate +0.1%	109	232
Discount rate -0.1%	118	251
Mortality assumption – 1 year increase	110	232
Mortality assumption – 1 year decrease	116	250
CPI rate +0.1%	117	241
CPI rate -0.1%	<u>109</u>	<u>241</u>

The academy trust's share of the assets in the scheme were:

	2022	2021
	£ 000	£ 000
Equities	59	58
Corporate bonds	21	21
Government bonds	2	2
Property	12	8
Cash and other liquid assets	2	4
Asset backed securities	5	-
Other	<u>10</u>	<u>11</u>
Total market value of assets	<u>111</u>	<u>104</u>

The actual return on scheme assets was (£2,000) (2021 - £16,000).

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

26 Pension and similar obligations (continued)

Amounts recognised in the statement of financial activities

	2022 £ 000	2021 £ 000
Current service cost	1	-
Interest income	(2)	(1)
Interest cost	4	4
	<u>3</u>	<u>3</u>
Total amount recognised in the SOFA	<u>3</u>	<u>3</u>

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

	2022 £ 000	2021 £ 000
At start of period	241	206
Current service cost	1	-
Interest cost	4	4
Employee contributions	-	31
Actuarial (gain)/loss	(133)	-
	<u>113</u>	<u>241</u>
At 31 August	<u>113</u>	<u>241</u>

Changes in the fair value of academy trust's share of scheme assets:

	2022 £ 000	2021 £ 000
At start of period	104	80
Interest income	2	1
Actuarial gain/(loss)	(4)	15
Employer contributions	9	8
	<u>111</u>	<u>104</u>
At 31 August	<u>111</u>	<u>104</u>

27 Related party transactions

Owing to the nature of the academy trust 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. The following related party transactions took place in the financial period.

Expenditure related party transactions

During the year the academy trust made the following related party transactions:

Sunderland City Council (and subsidiary undertakings)

(Sunderland City Council is an original sponsor of the Academy Trust)

During the year, the Group purchased goods and services totalling £330,554 (2021 - £203,411).

In entering into the transaction the academy trust has complied with the requirements of the Academy Trust Handbook .

At the balance sheet date the amount due to Sunderland City Council (and subsidiary undertakings) was £53,141 (2021 - £Nil).

Castle View Enterprise Academy

Notes to the Financial Statements for the Year Ended 31 August 2022 (continued)

27 Related party transactions (continued)

Northumbrian Water Plc

(Northumbrian Water Plc is an original sponsor of the Academy Trust)

During the year, the group purchased goods and services totalling £21,207 from the company (2021: £24,230).

In entering into the transaction the academy trust has complied with the requirements of the Academy Trust Handbook .

At the balance sheet date the amount due to Northumbrian Water Plc was £Nil (2021 - £Nil).