Stone Lodge Academy Trust

(A Company Limited by Guarantee)

Annual Report and Financial Statements

Period ended 31 March 2018

Company Registration Number:
09396402 (England and Wales)

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Reference and Administrative Details

Members	Mr Jean-Luc Janet Acorn Academies Limited
Trustees	Ms Maureen Eade (Chair) Mr Rick Tracey (resigned 17 April 2018) Mrs Sonia Docherty (resigned 12 September 2017) Mrs Helen Armitage (resigned 2 October 2017) Mr Paul Marsburg Mrs Samantha Barber (resigned 1 November 2017) Mrs Anita Collett (resigned 13 April 2018) Mrs Sara Peers (resigned 2 October 2017) Mrs Jan Seaborne (resigned 13 April 2018) Mr Andrew Isaacs
Company Secretary	Mrs Sharon Reeder
Senior Management Team	Mr Rick Tracey – Head Mr Gary Hunt – Deputy Head Ms Claire Brickley – Assistant Headteacher
Company Name	Stone Lodge Academy Trust
Principal registered office	Stone Lodge Academy Trust Stone Lodge Lane West Ipswich IP2 9HW
Company registration number	09396402
Independent Auditor	Larking Gowen LLP 1 Claydon Business Park Great Blakenham Ipswich IP6 0NL
Bankers	Lloyds Bank Cornhill North Ipswich Branch P O Box 1000 BX1 1LT
Solicitors	Stone King Thirty Station Road Cambridge CB1 2RE

Trustees' Report

The trustees present their annual report together with the financial statements and auditor's report of the charitable company for the period 1 September 2017 to 31 March 2018. The annual report serves the purposes of both a trustees' report, and a directors' report under company law.

The trust operates a special academy for pupils aged 5 to 16 years all diagnosed with statements of Special Educational Needs. It has a capacity for 160 pupils and had a roll of 173 in the school census on February 2018.

Structure, Governance and Management

Constitution

The academy trust is a company limited by guarantee and an exempt charity. The charitable company's memorandum and article of association are the primary governing documents of the academy trust. The trustees of Stone Lodge Academy Trust are also the directors of the charitable company for the purposes of company law. The charitable company is known as Stone Lodge Academy.

Details of the trustees who served during the year are included in the Reference and Administrative Details on page 3.

Members' Liability

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

Trustee's Indemnities

There are no disclosures concerning qualifying third-party indemnity provisions.

Method of Recruitment and Appointment or Election of Trustees

Prior to academy conversion the school had a strong and effect governing board in place and the decision was taken in conjunction with its Sponsors to maintain the membership through conversion to become Trustees. A meeting was held in order to outline these intentions where School Governors formally stated their intention to stand as an Academy Trustee. The Trustees were then formally elected at the board.

In addition it was felt that the board membership would benefit from the inclusion of additional Trustees to provide further parental representation and input from another Suffolk Education provider. The process was to send potential parent Trustees a document outlining the role and invite them to make any interest known to the Academy.

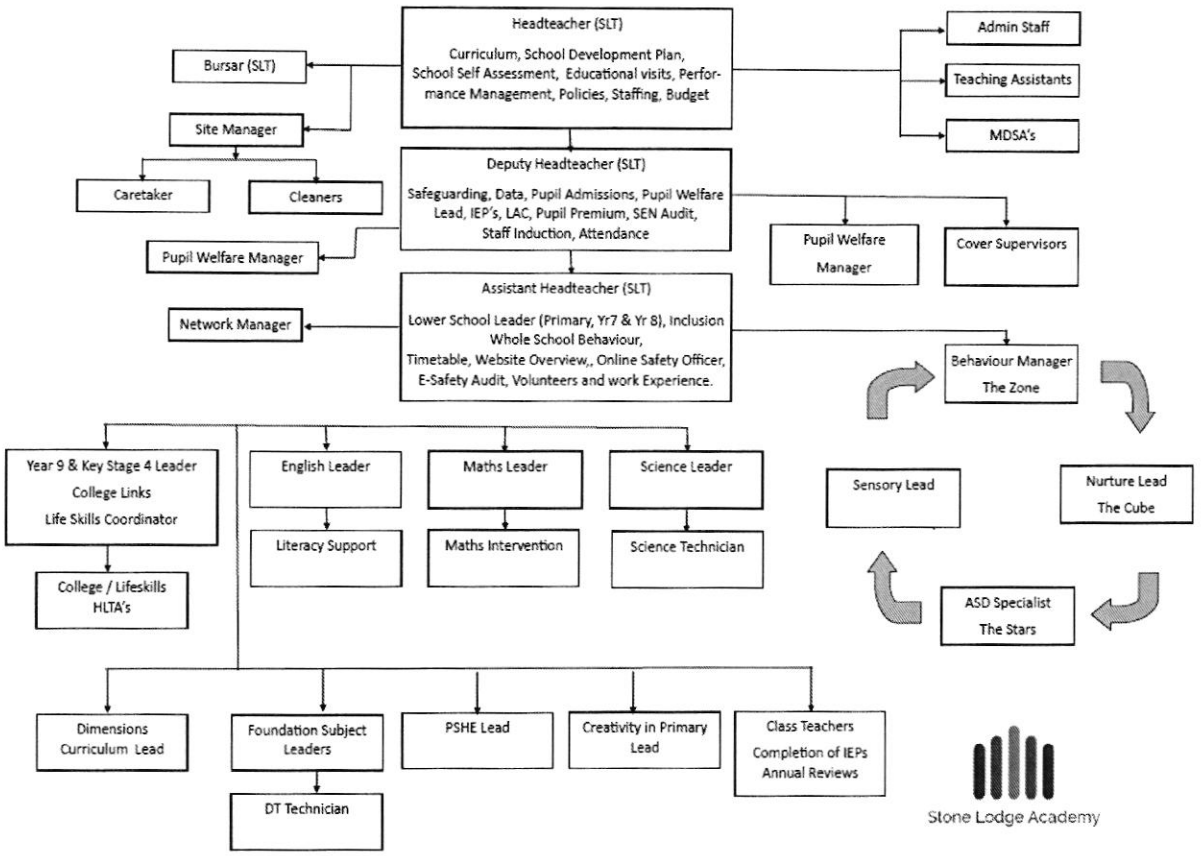
The Members may appoint by ordinary resolution up to 8 Trustees. The Trustees may appoint a Co-opted Trustee as long as they are not an employee of the Academy Trust.

Policies & Procedures Adopted for the Induction and Training of Trustees

1. Welcome pack Induction to Governing Body
2. Safeguarding for Trustees
3. Prevent Training
4. Safer Recruitment (on-line)

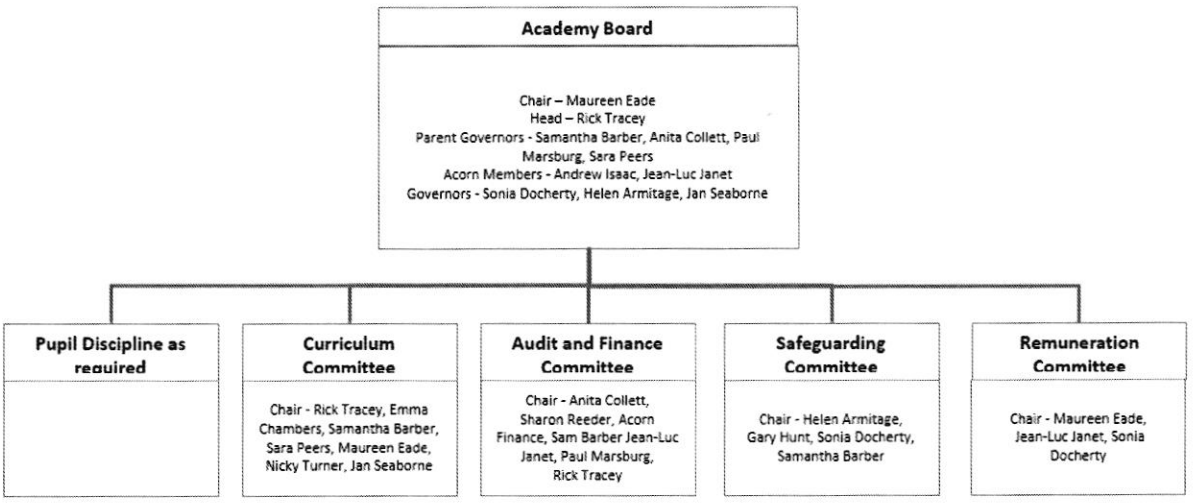
Trustees Report (continued)

Organisational Structure



The Board of Trustees have delegated the management of the Academy to the Head Teacher and their senior team. The Head Teacher is responsible for the day to day management of the Academy and is the accounting officer.

The Academy has put in place a number of committees to instil good governing practice and to support the Head Teacher in the running of the Academy. This structure is outlined below:



Trustees Report (continued)

The Curriculum Committee

The Curriculum Committee is a sub-committee of the main board. Its main purpose, among those set out in its terms of reference is to support the school in its implementation and delivery of the curriculum and pupil progress. This committee reviews school data and helps to identify, monitor and review school improvement in identified target areas.

The Finance and Audit Committee

The Finance and Audit Committee is a sub-committee of the main board. Its main purpose, among those set out in its terms of reference is to monitor the budget of the trust and to approve certain expenditure reporting back its findings to the trust, and to receive external audit and internal audit reports and to report the same to the trust.

The Safeguarding Committee

The Safeguarding Committee is a sub-committee of the main board. Its main purpose, among those set out in its terms of reference is to ensure that the necessary school management organisation is in place to implement the Safeguarding policy to monitor the effectiveness of the school's safeguarding arrangements, make checks of procedures and report to the full Governing body. It is authorised to take any emergency action that may be required.

The Remuneration committee

The Remuneration committee is a sub-committee of the main board. Its main purpose, among those set out in its terms of reference is to be responsible for and implement the schools pay policy.
To conduct the Annual Pay review and to make decisions on the salaries of individual staff, to carry out the performance management process for the head, senior staff and teachers seeking advancement. It is responsible for an appraisal scheme for non-teaching staff.

Arrangements for setting pay and remuneration of key management personnel

Stone Lodge Academy (as Beacon Hill School was originally banded into a group 5 School by the local authority.)

At the same time, the pay range on the leadership scale was set at 5 points, this applies to the Senior Leadership Team, (Headteacher, Deputy and Assistant Headteachers.)

In reviewing progress along the pay range for the SLT.

The head has discrete wide ranging performance targets set and assessed each year by a sub-committee of the Remuneration Committee.

Pay progression for all other Key Personnel (Senior Leadership Team) depends on an appraisal process based on performance management evidence that is produced to the Remuneration Committee.

Related Parties and other Connected Charites and Organisation

The Stone Lodge Academy is sponsored by Acorn Care and Education. This relationship is defined by Acorn taking the role as Academy Members to provide overall governance to ensure the Head Teacher can manage effectively. Acorn has no financial interest in the running of the Academy and the time from their staff is given in support of the Head Teacher and their management team.

Strategic Report

Objectives and Activities

The Academy Trust's objects are as follows:

To advance for the public benefits education in the United Kingdom, in particular but without prejudice to the generality of the foregoing, by establishing, maintaining and developing a school specially organised to make special education provision for the pupils with Special Educational Needs offering a broad and balanced curriculum; and

To promote for the benefit of the inhabitants of the areas in which the Academy is situated the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances or for the public at large in the interests of social welfare and with the object of improving the condition of life of said inhabitants.

Trustees Report (continued)

Fundraising

The trust did not carry out any fundraising on its behalf.

It did not employ any fundraisers, nor contact any members of the public requesting donations.

The trust did support the Academy in its charitable work over the year collection on behalf of McMillan, British Legion and Children in Need.

The academy actively supports the usual regular calendar of fundraising events, such as Macmillan Coffee Morning, collections for British Legion Poppies and Children in Need. Twice a year our Parent Teachers Association organises fundraising Fayres, currently we are trying to raise money to buy a Magic Carpet Projector.

Trust Aims

Objectives, strategies and activities

The central aim of the trust is to provide a sound education based on a broad and balanced curriculum to all of the students that attend Stone Lodge Academy. In doing this we aim to provide value for money for all money expended.

The academy will continue to work in partnership with the Local Authority who commissions our services.

The trustees will make sure that the Academy is suitably staffed and that complies with all statutory and curriculum requirements.

The Senior Leadership Team will promote OUTSTANDING leadership and management.

The SLT will help all staff to understand their individual impact on whole school priorities and their role as part of key developments.

The SLT will work to embed the academy's SEF and School Development Plan.

The academy will actively engage in partnership with other schools.

The headteacher will report to the trustees on Key Performance Indicators at each full Governing Body Meeting.

Public Benefit

The main public benefit that is delivered by the Stone Lodge Academy Trust is to advance education for the public benefit in particular by establishing, maintaining, managing and delivering an academy that is specifically organised to provide high quality special education for pupils with Special Educational Needs and Disabilities.

The trustees confirm that they have due regard for the charity commission's guidance on public benefit.

Trade Union Time

Under the provisions of the Trade Union (Facility Time Publication Requirements) Regulations 2017, where an academy trust has more than 49 full time equivalent employees throughout any 7 months within the reporting period, it must include information included in Schedule 2 of the Regulations. The information to be published consists of four tables covering:

Relevant Union Officials

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

Trustees Report (continued)

Percentage of time spent on facility time

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

Trustees Report (continued)

Percentage of pay bill spent on facility time

Provide the total cost of facility time	0
Provide the total bill	0
Provide the percentage of the total pay bill spent on facility time, calculated as: (total cost of facility time ÷ total pay bill) x 100	0

Paid trade union activities

Time spent on paid trade union activities as a percentage of total paid facility time hours calculated as: (total hours spent on paid trade union activities by relevant union officials during the relevant period ÷ total paid facility time hours) x 100	**Less than 1%**

Achievements and Performance

The academy was formed on February 1st 2015. All involved have been working to provide a sound education for our pupils and to put in place strategies and programmes of education in preparation for the Academy's first post conversion Ofsted inspection. In January 2018 the Academy had a formal Ofsted inspection and was found to be good across all areas.

Analysis of (Entry Level) Examination Results. (Final) October 2017

In 2015, Stone Lodge Academy entered 23 pupils and was able to offer 13 different subjects at public exam level, accessed either through the core curriculum or through pupil option choices. Two pupils (a boy and a girl) both gained Five Entry Level Certificate Grade 3 passes each.

In 2016, Stone Lodge Academy entered 31 pupils and was able to offer 15 different subjects at public exam level, accessed either through the core curriculum or through pupil option choices. Four pupils (all boys) gained Five Entry Level Certificate Grade Three passes each.

In 2017, Stone Lodge Academy was able to enter 17 pupils across eight different subjects at public exam level, accessed either through the core curriculum or through pupil option choices.

Unfortunately, as a direct impact of the Qualification Reform Initiative, it is not possible to meaningfully compare 2017 results with our previous achievements. (The syllabus for all of the surviving subjects has been completely revised.) However, 2017 /2018 is the last year that we can enter pupils for D.T. and Land Studies. (We are actively seeking alternative options for all of the subjects that have been dropped.)

Trustees Report (continued)

Entry Level Grade 3 Results

English	25% (first year that this syllabus has been taught)
Maths	82%
Science	44%
D.T.	75%
Food	77%
R.E.	50%

Average 59% pass rate at Entry Level 3

Arts Mark - All seventeen pupils passed at the equivalent of Grade 4 GCSE or Higher
IT Functional Skills - Six out of nineteen pupils passed at Entry Level Three
Three pupils (boys) Gained Entry Level three in all of their subjects

Key Performance Indicators

Stone Lodge Academy has joined a national organisation called Challenge Partners in order to provide a focus for our school improvement. We asked for a school Quality Assurance Review (which is similar to a mock key Ofsted inspection). This was held in October 2017, with the result that the school was good across all areas.

This was validated in January 2018 when we had a formal Ofsted which also found that we were good across all areas.

Attendance Report

Period: 01/09/2017 to 31/05/2018

Scope: Whole School **Number of Sessions**

Group	Presents	AEA	Authorised Absences	Unauthorised Absences	Possible	% Attend
Whole School	44474	1054	3585	652	49765	91.5
Totals	44474	1054	3585	652	49765	91.5

Comment:

The national average for SEN Schools is 92.%.

We have three pupils following a much-reduced timetable because of medical reasons.

Going Concern

The Board transferred Stone Lodge Academy Trust, including all assets, liabilities and operations, to the Right for Success Trust on 1 April 2018, for £nil consideration. The Stone Lodge Academy Trust will be dissolved once arrangements have been completed for the smooth wind-up of the company. For this reason, the financial statements for the period of 1 September 2017 to 31st March 2018 are prepared on the non-going concern basis. Further details are included in notes 1 and 27 of the financial statements.

Financial review

Most of the academy's income is obtained from the Education Skills Funding Agency (ESFA) in the form of recurrent grants, the use of which is restricted to particular purposes. These grants received from the Education Skills Funding Agency (ESFA) during the period ended 31st March 2018 and the associated expenditure are shown as restricted funds in the statement of financial activities.

The academy has also been in receipt of capital grants from the ESFA. In accordance with the Charities Statement of Recommended Practice, 'Accounting and Reporting by Charities' (SORP 2015), such grants are shown in the Statement of Financial Activities as restricted income in the fixed asset fund. The restricted fixed asset fund balance is reduced by annual depreciation charges over the expected useful life of the assets concerned.

During the period ended 31st March 2018, total expenditure of £1,525,089 was covered by recurrent grant funding from the ESFA together with other incoming resources. The excess of income over expenditure for the year (excluding restricted fixed asset funds and pension reserve) was £20,217.

Trustees Report (continued)

On 1 April 2018 all assets and liabilities were transferred to Right for Success for £nil consideration. From that date the company had no funds.

Reserves Policy

Given the uncertainty of Education funding in the future, with the planned removal of the Education Services Grant and the national revision of formula funding (both due to impact over the next eighteen months to two years), the trust feels it is prudent to keep a reserve of £120,000. This element is intended to act as an available cushion for the future as we navigate these uncertain times.

All Trustees are aware that the school flat roof is some fifty years old and is starting to deteriorate; Stone Lodge Academy worked with Garland Construction to submit a more professional bid in November 2017.

Once again this was rejected by the ESFA in March 2018.

The level of funding held in reserve is satisfactory. We have no material deficit.

At 31 March 2018, prior to transfer, the academy had reserves of £366,266 (excluding pension and fixed asset fund)

Unrestricted Funds	£255,256
GAG	£111,010

Investment Policy

The trust is not currently in a position to invest any funds.

Principal risks and uncertainties

The trust has both a business continuity plan and also a separate risk register.

The main risks (apart from unforeseen Safeguarding issues or serious pupil injury) are a poor Ofsted Inspection or changes to funding imposed upon the school by Government policy.

Plans for future periods

The academy trust ceased to operate when it joined the Right for Success Trust on 1 April 2018. Following the transfer the company has been dormant and has no assets or liabilities. It is the governors' intention to wind up the company.

Funds Held as Custodian Trustee on Behalf of Others

There are no funds held within this category.

Disclosure of information to auditor

Insofar as the trustees are aware:

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

The Trustees' report, incorporating a strategic report, was approved by order of the board of trustees, as the company directors, on 24th July 2018 and signed on the board's behalf by:

Maureen Eade
Trustee

Governance Statement

Scope of Responsibility

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

The board of trustees has delegated the day to day responsibility to the headteacher, 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 Stone Lodge Academy Trust and the Secretary of State for Education. They are also responsible for reporting to the board of trustees any material weaknesses or breakdowns in internal control.

Governance

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

Trustee	Meetings attended	Out of a possible
Mrs Samantha Barber (resigned 1 November 2017)	1	1
Mrs Anita Collett (resigned 15 April 2018)	1	2
Mrs Maureen Eade (Chair)	2	2
Mr Jean-Luc Janet	1	2
Mr Paul Marsburg	2	2
Mrs Jan Seaborne (resigned 13 April 2018)	1	2
Mr Rick Tracey (Head) (resigned 17 April 2018)	2	2
Mr Andrew Isaac	2	2
Mrs Helen Armitage (resigned 2 October 2017)	0	0
Mrs Sara Peers (resigned 2 October 2017)	0	0
Mrs Sonia Docherty (resigned 12 September 2017)	0	0

The board has ultimate responsibility for running and Governance of Stone Lodge (although day to day operations are delegated to the Headteacher). The board exercises financial management, including setting and reviewing budgets and all school policies. Full board meetings are held twice in Autumn Term and once in Spring and Summer. The sub-committees meet more frequently (as required). The board receives an external Quality Assurance Review each October. A full headteachers report, finance report, safeguarding, PHSE and Data report are circulated before every board meeting.

Much of the trustees energy during the period 1 September 2017 to 31 March 2018 continued to be spent in negotiating with Suffolk County Council for parity in funding when compared to the other two designated schools for pupils with Moderate Learning Difficulties.

The Board was also actively engaged with the DfE in seeking an academy chain to join in order to replace Acorn as our sponsors.

The audit finance and general purposes committee is a sub-committee of the main board of trustees. Its purpose is to: Oversee the budget, monitor and review expenditure and plan for the future.

Attendance at meetings in the year was as follows:

Trustee	Meetings attended	Out of a possible
Mrs Samantha Barber (resigned 1 November 2017)	1	1
Mrs Anita Collett (Chair) (resigned 15 April 2018)	1	2
Mr Jean-Luc Janet	1	2
Mr Paul Marsburg	2	2
Mr Rick Tracey (Head) (resigned 17 April 2018)	2	2
Mrs Maureen Eade	2	2

Governance Statement (continued)

Review of Value for Money

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

The accounting officer considers how the trust's use of its resources has provided good value for money during each academic year, and reports to the board of trustees where value for money can be improved, including the use of benchmarking data where appropriate. The accounting officer for the academy trust has delivered improved value for money during the year by carefully monitoring expenditure and trying to balance it against income received.

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 Stone Lodge Academy Trust for the period 1 September 2017 to 31 March 2018 and up to the date of approval of the annual report and financial statements.

Capacity to Handle Risk

The board of trustees has reviewed the key risks to which the academy trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The board of trustees is of the view that there is a formal on-going process for identifying, evaluating and managing the academy trust's significant risks that has been in place for the period 1 September 2017 to 31 March 2018 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the board of trustees.

The Risk and Control Framework

The 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

The board of trustees has considered the need for a specific internal audit function and has decided:

- to appoint Schools' Choice as internal auditor

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

- testing of payroll systems
- testing of purchase systems
- testing of control accounts/bank reconciliations

Schools' Choice reports to the board of trustees through the (audit committee / finance and general purposes committee) on the operation of the systems of control and on the discharge of the board of trustees' financial responsibilities. No internal audits were performed during the period.

Governance Statement (continued)

Review of Effectiveness

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

- the work of the Schools' Choice
- 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 financial management and governance self-assessment process

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

Approved by order of the member of the board of trustees on24th July 2018 and signed on its behalf by:

Maureen Eade
Chair of Trustees

Rick Tracey
Accounting Officer

Statement of Regularity, Propriety and Compliance

As accounting officer of Stone Lodge Academy Trust 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 ESFA terms and conditions of funding, under the funding agreement in place between the academy trust and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook 2017.

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 Academies Financial Handbook 2017.

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.

Rick Tracey
Accounting Officer

24th July 2018

Statement of Trustees' Responsibilities

The trustees (who act as governors of Stone Lodge Academy Trust and 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 Annual 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 the financial statements for each financial year. Under company law, the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 and the Academy Accounts Direction 2017 to 2018;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards [FRS 102] have been followed subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

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

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

Approved by the order of the members of the board of trustees on 24th July 2018 and signed on its behalf by:

Maureen Eade
Chair of Trustees

Independent Auditor's Report to the Members of Stone Lodge Academy Trust Limited

Opinion

We have audited the financial statements of Stone Lodge Academy Trust Limited (the 'academy trust') for the period ended 31 March 2018 which comprise the Statement of financial activities incorporating income and expenditure account, the Balance sheet, the Statement of cash flows and related notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*, the Charities SORP 2015 and the Academies Accounts Direction 2017 to 2018 issued by the Education and Skills Funding Agency.

In our opinion the financial statements:

- give a true and fair view of the state of the academy trust's affairs as at 31 March 2018, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006
- have been prepared in accordance with the Charities SORP 2015 and Academies Accounts Direction 2017 to 2018

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's responsibilities for the audit of the financial statements section of our report. We are independent of the academy trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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.

Going concern – basis other than going concern

As described in note 1 the trustees have prepared the financial statements on a basis other than going concern. On 1 April 2018 all assets, liabilities and operations of the academy transferred to the RightforSuccess Trust for £nil consideration. Following the transfer the company has been dormant and it is the intention of the trustees to dissolve the company. In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of the disclosures made in note 1 to the financial statements. We have nothing further to report in regard to this.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' 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.

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.

Opinions 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 (incorporating the strategic report and the trustees' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the trustees' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the academy trust and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the directors' report.

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

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

Responsibilities of trustees

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

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

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.

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

Use of our report

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

Larking Gowen LLP

Giles Kerkham FCA DChA (Senior statutory auditor)
For and on behalf of
Larking Gowen LLP
Statutory Auditors
Ipswich

Date: 26 July 2018

Independent Reporting Accountant's Assurance Report on Regularity to Stone Lodge Academy Trust Limited and the Education and Skills Funding Agency

In accordance with the terms of our engagement letter dated 20 June 2018 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2017 to 2018, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Stone Lodge Academy Trust during the period 1 September 2017 to 31 March 2018 have been applied to the purposes identified by Parliament and the financial transactions conform to the authorities which govern them.

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

Respective responsibilities of Stone Lodge Academy Trust's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of Stone Lodge Academy Trust's funding agreement with the Secretary of State for Education dated 30 January 2015 and the Academies Financial Handbook, extant from 1 September 2017, 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 2017 to 2018. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the period 1 September 2017 to 31 March 2018 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

Approach

We conducted our engagement in accordance with the Academies Accounts Direction 2017 to 2018 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 our conclusions includes:

- Enquiry of senior management and the Academy's Governors.
- Inspection and review of the accounting records, meeting minutes, internal control procedures, management representations and declarations of interest.
- Observation and re-performance of the financial controls.

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 1 September 2017 to 31 March 2018 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

Larking Gowen LLP

Larking Gowen LLP
Statutory Auditors
Ipswich

Date: 26 July 2018

Statement of Financial Activities for the period ended 31 March 2018

(including Income and Expenditure Account)

	Notes	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total 2018 £	*Total 2017 £*
Income and endowments from:						
Donations and capital grants	2	160	-	-	**160**	*21,745*
Charitable activities:						
Funding for the academy trust's educational operations	3	17,603	1,377,851	-	**1,395,454**	*2,182,447*
Other trading activities	4	5,632	-	-	**5,632**	*17,833*
Investments	5	314	-	-	**314**	*1,242*
Total		23,709	1,377,851	-	**1,401,560**	2,223,267
Expenditure on:						
Raising Funds	6	1,397	-	-	**1,397**	*1,656*
Charitable activities:						
Academy trust educational operations	7	25,648	1,420,243	77,801	**1,523,692**	*2,396,899*
Transfer of assets to another academy trust		255,256	(748,990)	2,452,696	**1,958,962**	-
Total		282,301	671,253	2,530,497	**3,484,051**	*2,398,555*
Net income / (expenditure)		(258,592)	706,598	(2,530,497)	**(2,082,491)**	*(175,288)*
Transfers between funds	15	-	(7,055)	7,055	**-**	-
Other recognised gains / (losses):						
Actuarial (losses) / gains on defined benefit pension schemes	15 ,23	-	123,000	-	**123,000**	*515,000*
Net movement in funds		(258,592)	822,543	(2,523,442)	**(1,959,491)**	339,712
Reconciliation of funds						
Total funds brought forward at 1 September 2017	15	258,592	(822,543)	2,523,442	**1,959,491**	*1,619,779*
Funds carried forward at 31 March 2018		**-**	**-**	**-**	**-**	*1,959,491*

All of the academy's activities derive from discontinued operations following the management of the academy transferring to another trust with effect from 1 April 2018. Further details are provided in note 1.

Statement of Financial Activities for the period ended 31 August 2017

(including Income and Expenditure Account) showing comparatives by fund

	Unrestricted Funds	Restricted General Funds	Restricted Fixed Asset Funds	Total 2017
	£	£	£	£
Income and endowments from:				
Donations and capital grants	3,490	-	18,255	**21,745**
Charitable activities:				
Funding for the academy trust's educational operations	25,765	2,156,682	-	**2,182,447**
Other trading activities	17,833	-	-	**17,833**
Investments	1,242	-	-	**1,242**
Total income and endowments	48,330	2,156,682	18,255	**2,223,267**
Expenditure on:				
Raising Funds	1,137	519	-	**1,656**
Charitable activities:				
Academy trust educational operations	25,653	2,240,191	131,055	**2,396,899**
Total expenditure	26,790	2,240,710	131,055	**2,398,555**
Net income / (expenditure)	**21,540**	**(84,028)**	**(112,800)**	**(175,288)**
Transfers between funds	(2,461)	(28,616)	31,077	-
Other recognised gains / (losses):				
Actuarial (losses) / gains on defined benefit pension schemes	-	515,000	-	**515,000**
Net movement in funds	19,079	402,356	(81,723)	**339,712**
Reconciliation of funds				
Total funds brought forward at 1 September 2016	239,513	(1,224,899)	2,605,165	**1,619,779**
Funds carried forward at 31 August 2017	**258,592**	**(822,543)**	**2,523,442**	**1,959,491**

Balance Sheet as at 31 March 2018

	Notes	2018 £	2017 £
Fixed Assets			
Intangible assets	11	-	3,662
Tangible assets	12	-	2,481,904
		-	2,485,566
Current assets			
Debtors	13	-	32,048
Cash at bank and in hand		-	528,522
		-	560,570
Liabilities			
Creditors: Amounts falling due within one year	14	-	(176,645)
Net current assets		-	383,925
Total assets less current liabilities		-	2,869,491
Net assets excluding pension liability		-	2,869,491
Defined benefit pension scheme liability	23	-	(910,000)
Total net assets		-	1,959,491
Funds of the academy trust:			
Restricted funds			
- Fixed asset fund	15	-	2,523,442
- Restricted income fund	15	-	87,457
- Pension reserve	15	-	(910,000)
Total restricted funds		-	1,700,899
Unrestricted income funds	15	-	258,592
Total unrestricted funds		-	258,592
Total funds		-	1,959,491

The financial statements on pages 19 to 41 were approved by the trustees, and authorised for issue on 24th July 2018 and are signed on their behalf by:

Maureen Eade
Chair of Trustees

Statement of Cash Flows for the period ended 31 March 2018

	Notes	2018 £	*2017 £*
Cash flows from operating activities			
Net cash provided by (used in) operating activities	19	**(521,781)**	*132,867*
Cash flows from investing activities		**(6,741)**	*(16,108)*
Change in cash and cash equivalents in the reporting period		**(528,522)**	*116,759*
Reconciliation of net cash flow to movement in net funds			
Cash and cash equivalents at 01 September 2017	21	**528,522**	*411,763*
Cash and cash equivalents at 31 March 2018		**-**	*528,522*

1. Statement of 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 of Financial Statements

The financial statements of the academy trust, which is a public benefit entity under FRS102, have been prepared under the historical cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS102), 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 (FRS102) (Charities SORP (FRS102)), the Academies Accounts Direction 2017 to 2018 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

Stone Lodge Academy meets the definition of a public benefit entity under FRS 102.

Going Concern

The Board of Directors have been working with the Right for Success Academy Trust to transfer the academy and all staff to their Trust on 1 April 2018. All assets, liabilities and operations of the Trust were transferred to Right for Success Academy Trust for £nil consideration. From 1 April 2018 Stone Lodge Academy (Trust) ceased operating. Following the completion of the transfer, the Trust's Governors intend to dissolve the company. For this reason, the financial statements have been prepared on a basis other than going concern. No material adjustments have arisen as a result of ceasing to apply the going concern basis.

The agreement to transfer all the assets and liabilities for £nil consideration to Right for Success Academy Trust was entered into on 29 March 2018 with the transfer occurring on 1 April 2018. To reflect that the assets and liabilities were not under the control of the trust beyond 31 March 2018 the transfer is recognised in the Statement of Financial Activity as 'expenditure on charitable activity' at their book value transferred out. As a result the balance sheet reflects no assets or liabilities as at 31 March 2018.

Income

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

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

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

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

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

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

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

- **Donated goods, facilities and services**
  Goods donated for resale are included at fair value, being the expected proceeds from sale less the expected costs of sale. If it is practical to assess the fair value at receipt it is recognised in stock and 'Income from other trading activities'. Upon sale, the value of the stock is charged against 'Income from other trading activities' and the proceeds are recognised as 'Income from other trading activities'. Where it is impractical to fair value the items due

1. Statement of Accounting Policies (continued)

to the volume of low value items they are not recognised in the financial statements until they are sold. This income is recognised within 'Income from other trading activities'.

- **Donated fixed assets (excluding Transfers on conversion/into trust)**
  Where the donated good is a fixed asset it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset category and depreciated over the useful economic life in accordance with the academy trust's accounting policies.

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 are attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

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

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

All resources expended are inclusive of irrecoverable VAT.

Intangible Fixed Assets
Intangible assets costing £1,000 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:

Purchased computer software	33%

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

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

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

• Long Leasehold Buildings	[Range from 10-25 years]
• Plant and Equipment	[10% (10 yrs) straight line with nil residual value]
• Furniture and Fixtures	[20% (5 yrs) straight line with nil residual value]
• Computer hardware	[33% (3 yrs) straight line with nil residual value]
• Motor Vehicles	[20% (5 yrs) straight line with nil residual value]

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

1. Statement of Accounting Policies (continued)

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.

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 cane 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.

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 13. 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 measure at amortised cost as detailed in note 14. 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.

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.

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

The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with the academy trust in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary on the basis of quadrennial valuations using a prospective unit credit method. As stated in Note 23, the TPS is a multi-employer scheme and there is insufficient information available to use the defined benefit accounting. The TPS is therefore treated as a defined contribution scheme for accounting purposes and the contributions recognised in the period to which they relate.

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

1. Statement of Accounting Policies (continued)

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 scheme assets and the actual return on 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 the funders where the asset acquired or created is held for a specific purpose.

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

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

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

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost (income) for pensions includes the discount rate. Any changes in these assumptions, which are disclosed in note 23, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2016 has been used by the actuary in valuing the pensions liability at 31 March 2018. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact the carrying amount of the pension liability.

Agency Arrangements
There are no agency arrangements.

2 Donations and Capital Grants

	Unrestricted Funds £	Restricted Funds £	Total 2018 £	*Total 2017 £*
Capital grants				
Devolved Formula Capital	-	-	**-**	*9,198*
Capital Donations	-	-	**-**	*9,057*
Other donations				
Donations	160	-	**160**	*3,490*
	160	**-**	**160**	*21,745*

3 Funding for the Academy Trust's Educational Operations

	Unrestricted Funds £	Restricted Funds £	Total 2018 £	*Total 2017 £*
DfE/ESFA Revenue Grants				
General Annual Grant	-	938,357	**938,357**	*1,626,296*
Pupil Premium	-	44,995	**44,995**	*79,941*
PE Sports Grant	-	9,885	**9,885**	*8,145*
Year 7 Catch up Grant	-	7,547	**7,547**	*14,375*
UIFSM	-	255	**255**	*437*
	-	1,001,039	**1,001,039**	1,729,194
Other Government Grants				
High Needs Top Up Funding	-	291,343	**291,343**	*388,113*
SEN Additional Places	-	11,209	**11,209**	*30,000*
LAC Pupil premium	-	5,094	**5,094**	*8,490*
Harrow Council	-	1,000	**1,000**	*885*
Additional Places	-	68,166	**68,166**	-
	-	376,812	**376,812**	*427,488*
Other income from the academy trust's educational operations				
Catering Income	10,070	-	**10,070**	*25,765*
Acdemy Trips	7,333	-	**7,333**	-
Other Grants	200	-	**200**	-
	17,603	**1,377,851**	**1,395,454**	*2,182,447*

4 Other Trading Activities

	Unrestricted Funds £	Restricted Funds £	Total 2018 £	*Total 2017 £*
Hire of Facilities	4,045	-	**4,045**	*5,504*
Items Sold	33	-	**33**	*38*
Insurance Claims	-	-	**-**	*5,549*
Other Catering Income	528	-	**528**	*681*
Fundraising	374	-	**374**	*518*
Income from Services Provided	243	-	**243**	*871*
Supply Cover	210	-	**210**	*410*
Extended School	-	-	**-**	*3,462*
SCITT	-	-	**-**	*800*
transition evening	199	-	**199**	-
	5,632	**-**	**5,632**	*17,833*

5 Investment Income

	Unrestricted Funds £	Restricted Funds £	Total 2018 £	*Total 2017 £*
Bank Interest	314	-	**314**	*1,242*
	314	**-**	**314**	*1,242*

6 Expenditure

	Non Pay Expenditure				
	Staff Costs £	**Premises £**	**Other £**	**Total 2018 £**	***Total 2017 £***
Expenditure on raising funds					
• Allocated Support Costs	-	-	1,397	**1,397**	*1,656*
Academy's educational operations					
• Direct Costs	1,090,702	77,801	71,942	**1,240,445**	*1,935,714*
• Direct Costs - transfer out of academy trust	-	-	1,958,962	**1,958,962**	
• Allocated Support Costs	147,105	41,457	94,685	**283,247**	*461,185*
	1,237,807	119,258	2,126,986	**3,484,051**	*2,398,555*

Net Income/(expenditure) for the period includes:

	2018 £	***2017 £***
Operating lease rentals	**910**	*997*
Depreciation	**76,265**	*128,120*
Amortisation of intangible fixed assets (included within Charitable Activities - Academy trust eductaional operations)	**1,535**	*2,934*
Fees payable to auditor for:		
- audit	**10,020**	*7,840*
- other services	**775**	*-*
	89,505	*139,891*

7 Charitable Activities

	Total 2018 £	*Total 2017 £*
Direct costs - educational operations	**1,240,445**	*1,935,714*
Direct costs - transfer out of academy trust	**1,958,962**	-
Support costs - educational operations	**283,247**	*461,185*
	3,482,654	*2,396,899*

Analysis of support costs	Educational Operations £	Total 2018 £	*Total 2017 £*
Support staff costs	147,105	**147,105**	*244,271*
Technology costs	1,317	**1,317**	*3,733*
Premises costs	41,457	**41,457**	*62,199*
Other support costs	71,556	**71,556**	*129,131*
Governance costs	21,812	**21,812**	*21,851*
Total support costs	283,247	**283,247**	*461,185*

8 Staff

a. Staff costs	Total 2018 £	*Total 2017 £*
Staff costs during the period were:		
Wages and salaries	**908,283**	*1,470,233*
Social security costs	**74,317**	*116,901*
Operating costs of defined benefit pension schemes	**249,784**	*356,959*
	1,232,384	*1,944,093*
Supply staff costs	**5,423**	*4,145*
Staff restructuring costs	**-**	*2,962*
	1,237,807	*1,951,200*

Staff restructuring costs comprise:

Redundancy payments	-	*2,962*
	-	*2,962*

8 Staff Costs (continued)

c. Staff numbers

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

	2018 No.	*2017 No*
Teachers	*17*	*18*
Administration and support	*60*	*59*
Management	*3*	*2*
	80	*79*

d. Higher paid staff

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

	2018 No.	*2017 No*
£70,001 - £80,000	-	*1*

e. Key management personnel

The key management personnel of the academy trust comprise the trustees and the senior management team as listed on page 3. The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the academy trust was £133,366 (2017:£197,140)

9 Related Party Transactions - Trustees' Remuneration and Expenses

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

The value of trustees' remuneration was as follows:

R Tracey (principal and trustee):
Remuneration £40,000 - £45,000 (2017: £75,000 - £80,000)
Employers pension contributions £5,001 - £10,000 (2017: £10,001 - £15,000)

During the period ended 31 March 2018, travel and subsistence expenses totalling £135 (2017: £239) were reimbursed or paid directly to one trustee (2017: one trustee).

Other related party transactions involving the trustees are set out in note 24.

10 Trustees' and Officers' Insurance

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

11 Intangible Fixed Assets

	Computer Software £	Total £
Cost		
At 1 September 2017	9,015	**9,015**
Transfer out of academy trust	(9,015)	
At 31 March 2018	-	**9,015**
Amortisation		
At 1 September 2017	5,353	**5,353**
Charged in period	1,535	**1,535**
Transfer out of academy trust	(6,888)	
At 31 March 2018	-	**6,888**
Carrying Amount		
At 31 August 2017	*3,662*	***3,662***
At 31 March 2018	-	**2,127**

12 Tangible Fixed Assets

	Leasehold Land and Buildings £	Plant and Equiment £	Computer Hardware £	Furniture and Fixtures £	Total £
Cost					
At 1 September 2017	2,688,149	34,087	38,864	51,514	**2,812,614**
Additions	-	7,055	-	-	**7,055**
Transfer out of academy trust	(2,688,149)	(41,142)	(38,864)	(51,514)	**(2,819,669)**
At 31 March 2018	-	-	-	-	-
Depreciation					
At 1 September 2017	277,517	8,664	27,256	17,273	**330,710**
Charged in year	62,665	2,436	4,894	6,271	**76,266**
Transfer out of academy trust	(340,182)	(11,100)	(32,150)	(23,544)	**(406,976)**
At 31 March 2018	-	-	-	-	-
Net Book Values					
At 31 August 2017	*2,410,632*	*25,423*	*11,608*	*34,241*	***2,481,904***
At 31 March 2018	-	-	-	-	-

13 Debtors

	2018	*2017*
	£	*£*
VAT recoverable	-	*4,038*
Other debtors	-	*-*
Prepayments and accrued income	-	*28,010*
	-	*32,048*

14 Creditors: amounts falling due within one year

	2018	*2017*
	£	*£*
Taxation and social security	-	*28,712*
Other creditors	-	*32,797*
Accruals and deferred income	-	*115,136*
	-	*176,645*

Deferred Income

	2018	*2017*
	£	*£*
Deferred Income at 1 September 2017	**103,168**	*19,430*
Released from previous years	**(103,168)**	*(19,430)*
Resources deferred in the year	-	*103,168*
Deferred Income at 31 March 2018	-	*103,168*

At the balance sheet date the academy trust was holding funds received in advance of £31,667 for a new year 9 class, £5,391 Year 7 catch up grant, £1,415 for educational visits and clubs.

15 Funds

	Balance at 1 September 2017 £	Income £	Expenditure £	transfers £	Gains / (Losses) £	Balance at 31 March 2018 £
Restricted general funds						
General Annual Grant (GAG)	87,457	938,357	(908,759)	(117,055)	-	-
Pupil Premium	-	44,995	(44,995)	-	-	-
Other ESFA/DfE Grants	-	17,032	(17,032)	-	-	-
Other Restricted Funds	-	377,212	(377,212)	-	-	-
UIFSM	-	255	(255)	-	-	-
Pension reserve	(910,000)	-	677,000	110,000	123,000	-
	(822,543)	1,377,851	(671,253)	(7,055)	123,000	-
Restricted fixed asset funds						
DfE Group Capital Grants	23,366	-	(23,366)	-	-	-
Capital expenditure from GAG	24,614	-	(31,669)	7,055	-	-
Donated Assets	2,463,590	-	(2,463,590)	-	-	-
Other Capital Income	11,872	-	(11,872)	-	-	-
	2,523,442	-	(2,530,497)	7,055	-	-
Total restricted funds	**1,700,899**	**1,377,851**	**(3,201,750)**	**-**	**123,000**	**-**
Unrestricted funds						
Unrestricted funds	258,592	23,709	(282,301)	-	-	-
Total unrestricted funds	**258,592**	**23,709**	**(282,301)**	**-**	**-**	**-**
Total funds	**1,959,491**	**1,401,560**	**(3,484,051)**	**-**	**123,000**	**-**

On 31 March 2018 the assets and liabilities of the academy trust were transferred to Right for Success Academy Trust for nil consideration. See note 27 for further details.

The specific purposes for which the funds are to be applied are as follows:
The General Annual Grant (GAG) and other restricted funds are for the operational activities of the school.
The pension reserve represents the academy's defined pension scheme liability.
The restricted fixed asset funds represent the net book value of the fixed assets held by the academy and unspent capital funding received to carry out works of a capital nature.

Prior to the transfer to Right for Success Academy Trust the trust was carrying a net surplus of £111,010 on restricted general funds (excluding pension reserve) and £255,256 unrestricted funds.

Fund transfers of £7,055 were made from restricted general funds to fixed asset funds for the purpose of purchasing fixed assets. Transfers of £110,000 were made from GAG in relation to the pension reserve.

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

	Balance at 1 September 2016 £	Income £	Expenditure £	transfers £	Gains / (Losses) £	Balance at 31 August 2017 £
Restricted general funds						
General Annual Grant (GAG)	98,101	1,626,296	(1,449,324)	(187,616)	-	87,457
Pupil Premium	-	79,941	(79,941)	-	-	-
Other ESFA/DfE Grants	-	22,520	(22,520)	-	-	-
Other Restricted Funds	-	427,488	(427,488)	-	-	-
Locailty Donation	2,000	-	-	(2,000)	-	-
UIFSM	-	437	(437)	-	-	-
Pension reserve	(1,325,000)	-	(261,000)	161,000	515,000	(910,000)
	(1,224,899)	2,156,682	(2,240,710)	(28,616)	515,000	**(822,543)**
Restricted fixed asset funds						
DfE Group Capital Grants	16,859	9,197	(2,690)	-	-	23,366
Capital expenditure from GAG	2,197	-	(4,199)	26,616	-	24,614
Donated Assets	2,584,262	-	(120,672)	-	-	2,463,590
Other Capital Income	1,847	9,057	(3,493)	4,461	-	11,872
	2,605,165	18,254	(131,054)	31,077	-	**2,523,442**
Total restricted funds	**1,380,266**	**2,174,936**	**(2,371,764)**	**2,461**	**515,000**	**1,700,899**
Unrestricted funds						
Unrestricted funds	239,513	48,330	(26,790)	(2,461)	-	258,592
Total unrestricted funds	**239,513**	**48,330**	**(26,790)**	**(2,461)**	**-**	**258,592**
Total funds	**1,619,779**	**2,223,266**	**(2,398,554)**	**-**	**515,000**	**1,959,491**

A current year 7 months and prior year 12 months combined position is as follows :

	Balance at 1 September 2016	Income	Expenditure	transfers	Gains / (Losses)	Balance at 31 March 2018
Restricted general funds	£	£	£	£	£	£
General Annual Grant (GAG)	98,101	2,564,653	(2,358,083)	(304,671)	-	-
Pupil Premium	-	124,936	(124,936)	-	-	-
Other ESFA/DfE Grants	-	39,552	(39,552)	-	-	-
Other Restricted Funds	-	804,700	(804,700)	-	-	-
Locailty Donation	2,000			(2,000)	-	-
UIFSM	-	692	(692)	-	-	-
Pension reserve	(1,325,000)	-	416,000	271,000	638,000	-
	(1,224,899)	3,534,533	(2,911,963)	(35,671)	638,000	-
Restricted fixed asset funds						
DfE Group Capital Grants	16,859	9,197	(26,056)	-	-	-
Capital expenditure from GAG	2,197	-	(35,868)	33,671	-	-
Donated Assets	2,584,262	-	(2,584,262)	-	-	-
Other Capital Income	1,847	9,057	(15,365)	4,461	-	-
	2,605,165	18,254	(2,661,551)	38,132	-	-
Total restricted funds						
	1,380,266	**3,552,787**	**(5,573,514)**	**2,461**	**638,000**	**-**
Unrestricted funds						
Unrestricted funds	239,513	72,039	(309,091)	(2,461)	-	-
Total unrestricted funds	**239,513**	**72,039**	**(309,091)**	**(2,461)**	**-**	**-**
Total funds	**1,619,779**	**3,624,826**	**(5,882,605)**	**-**	**638,000**	**-**

16 Analysis of Net Assets between Funds

Fund balances at 31 March 2018 are represented by:

	Unrestricted funds	Restricted general funds	Restricted fixed asset funds	Total funds 2018
	£	£	£	£
Intangible fixed assets	-	-	-	-
Tangible Fixed assets	-	-	-	-
Current assets	-	-	-	-
Current liabilities	-	-	-	-
Pension scheme liability	-	-	-	-
Total net assets	-	-	-	-

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

	Unrestricted funds £	Restricted general funds £	Restricted fixed asset funds £	Total funds 2017 £
Intangible fixed assets	-	-	3,662	**3,662**
Tangible Fixed assets	-	-	2,481,904	**2,481,904**
Current assets	261,672	261,022	37,876	**560,570**
Current liabilities	(3,080)	(173,565)	-	**(176,645)**
Pension scheme liability	-	(910,000)	-	**(910,000)**
Total net assets	**258,592**	**(822,543)**	**2,523,442**	**1,959,491**

17 Capital Commitments

	2018 £	*2017 £*
Contracted for, but not provided in the financial statements		
Minibus	**26,245**	-
Sponsored Minibus	**11,750**	-
Playground Shelter	**-**	*4,528*
	37,995	*4,528*

18 Commitments under Operating Leases

Operating Leases
At 31 March 2018 the total of the academy trust's future minimum lease payments under non-cancellable operating leases was:

	2018 £	*2017 £*
Amounts due within one year	**419**	*1,330*
Amounts due between one and five years	**332**	*1,662*
	751	*2,992*

19 Reconciliation of Net Income/(Expenditure) to Net Cash flow from operating activities

	2018	2017
	£	£
Net income/(expenditure) for the year (as per the statement of financial activities)	**(2,082,491)**	*(175,288)*
Adjusted for:		
Amortisation (note 11)	**1,535**	*2,934*
Depreciation (note 12)	**76,266**	*128,120*
Capital grants from DfE and other capital income	**-**	*(18,255)*
Interest receivable (note 4)	**(314)**	*(1,242)*
Defined benefit pension scheme cost less contributions payable (note 23)	**59,000**	*72,000*
Defined benefit pension scheme finance cost (note 23)	**14,000**	*28,000*
(Increase)/decrease in debtors	**32,048**	*11,761*
Increase/(decrease) in creditors	**(176,645)**	*84,837*
Transfer Fixed Asset fund out of Trust	**2,414,820**	-
Transfer Pension deficit out of Trust	**(860,000)**	-
Net cash provided by / (used in) Operating Activities	**(521,781)**	*132,867*

20 Cash Flows from Investing Activities

	2018	2017
	£	£
Dividends, interest and rents from investments	**314**	*1,242*
Purchase of tangible fixed assets	**(7,055)**	*(33,054)*
Purchase of intangible fixed assets	**-**	*(2,551)*
Capital grants from DfE / ESFA	**-**	*9,198*
Capital funding received from sponsors and others	**-**	*9,057*
Net cash provided by / (used in) investing activities	**(6,741)**	*(16,108)*

21 Analysis of Cash and Cash Equivalents

	At 1 September 2017	Cash flows	At 31 March 2018
	£	£	£
Cash in hand and at bank	528,522	(528,522)	-
Total cash and cash equivalents	**528,522**	**(528,522)**	-

22 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 £10 for the debts and liabilities contracted before he/she ceases to be a member.

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

The latest actuarial valuation of the TPS related to the period ended 31 March 2012 and of the LGPS 31 March 2016.

Contributions amounting to £35,867 (2017: £32,482) were payable to the schemes at 31 March 2018.

23 Pension and Similar Obligations (continued)

Teachers' Pension Scheme

Introduction

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

The TPS is an unfunded scheme and members contribute on a "pay as you go" basis – these contributions along with those made by employers are credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

Valuation of the Teachers' Pension Scheme

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

- employer contribution rates set at 16.48% of pensionable pay (including a 0.08% employer administration charge
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £191,500 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £176,600 million giving a notional past service deficit of £14,900 million
- an employer cost gap of 10.9% of pensionable pay will be applied to future valuations
- the assumed real rate of return is 3.0% in excess of prices and 2.0% in excess of earnings. The rate of real earnings growth is assumed to be 2.75%. The assumed nominal rate of return is 5.06%.

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

The employer's pension costs paid to TPS in the period amounted to £80,360 (2017: £122,808).

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

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

Local Government Pension Scheme

The LGPS is a funded defined benefit pension scheme, with the assets held in separate trustee-administered funds. The total contribution made for the period ended 31 March 2018 was £133,000 (2017: £194,000), of which employer's contributions totalled £110,000 (2017: £161,000) and employees' contributions totalled £23,000 (2017: £33,000). The agreed contribution rates for future years are 27% for employers and a variable % for employees dependant on the salary of individuals as follows:

Annual Salary	Contribution Rate
£0 - £13,700	5.50%
£13,701 - £21,400	5.80%
£21,401 - £34,700	6.50%
£34,701 - £43,900	6.80%
£43,901 - £61,300	8.50%
£61,301 - £86,800	9.90%
£86,801 - £102,200	10.50%

23 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.

Principal Actuarial Assumptions

	At 31 March 2018	***At 31 August 2017***
	p.a.	***p.a.***
Rate of increase in salaries	**2.60%**	*2.70%*
Rate of increase for pensions in payment/inflation	**2.30%**	*2.40%*
Discount rate for scheme liabilities	**2.70%**	*2.50%*
Inflation assumption (CPI)	**2.30%**	*2.10%*
Commutation of pensions to lump sums	**25.00%**	*25.00%*

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

	At 31 March 2018	***At 31 August 2017***
Retiring today		
Males	**21.9**	*21.9*
Females	**24.4**	*24.4*
Retiring in 20 years		
Males	**23.9**	*23.9*
Females	**26.4**	*26.4*

	At 31 March 2018	***At 31 August 2017***
Sensitivity analysis		
Discount rate +0.1%	**53,400**	*49,000*
Discount rate -0.1%	**(53,400)**	*(49,000)*
Mortality assumption - 1 year increase	**78,640**	*76,360*
Mortality assumption - 1 year decrease	**(78,640)**	*(76,360)*
CPI rate +0.1%	**42,400**	*37,400*
CPI rate -0.1%	**(42,400)**	*(37,400)*

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

	Fair value at 31 March 2018	***Fair value at 31 August 2017***
	£	***£***
Equities	**-**	*679,320*
Corporate bonds	**-**	*209,790*
Property	**-**	*99,900*
Cash and other liquid assets	**-**	*9,990*
Total market value of assets	**-**	*999,000*

The actual return on scheme assets was £48,000 (2017: £131,000).

23 Pension and Similar Obligations (continued)

Amounts recognised in the statement of financial activities

	2018	2017
	£	£
Current service cost	(169,000)	(233,000)
Interest cost	(14,000)	(28,000)
Total amount recognised in the SOFA	(183,000)	(261,000)

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

	2018	2017
	£	£
At 1 September	1,909,000	2,227,000
Transferred out on existing academy leaving trust	(1,966,000)	-
Current service cost	169,000	233,000
Interest cost	29,000	49,000
Employee contributions	23,000	33,000
Actuarial (gain)/loss	(156,000)	(625,000)
Benefits paid	(8,000)	(8,000)
At 31 March	-	1,909,000

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

	2018	2017
	£	£
At 1 September	999,000	902,000
Transferred out on existing academy leaving the trust	(1,106,000)	-
Interest income	15,000	21,000
Actuarial gain/(loss)	(33,000)	(110,000)
Employer contributions	110,000	161,000
Employee contributions	23,000	33,000
Benefits paid	(8,000)	(8,000)
At 31 March	-	999,000

The amount recognised in the balance sheet were as follows:

	2018	2017
	£	£
Present value of funded obligation	(1,966,000)	(1,909,000)
Fair value of scheme assets	1,106,000	999,000
Transferred out on existing academy leaving trust	860,000	-
Net Liability	-	(910,000)

24 Related Party Transactions

Owing to the nature of the academy trust's operations 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 trust has an interest. All transactions involving such organisations are with the trust's financial regulations and normal procurement procedures.

No related party transaction took place in the period of account, other than certain trustees' remuneration and expenses already disclosed in note 9.

25 Events after the end of the reporting period

On 1 April 2018 the operation of the single academy trust's school and all the assets and liabilities were transferred to Right for Success Trust for £nil consideration. From that date the trust no longer operated, and it is the directors' intention to dissolve the single academy trust.

26 Agency Arrangements

There were no agency arrangements.

27 Transfer out on academies leaving the Trust

The following assets and liabilities relating to Stone Lodge Academy Trust have been transferred to Right for Success Academy Trust.

	Transfer out on academies leaving the trust £
Intangible assets	
Computer Software	2,127
Tangible fixed assets	
Leasehold land and buildings	2,347,967
Leasehold improvements	
Plant and machinery	30,042
Furniture and equipment	27,970
Computer equipment	6,714
Current assets	
Debtors due in less than one year	184,023
Cash in bank and in hand	354,782
Liabilities	
Creditors due in less than one year	(134,663)
Pensions	
Pensions - pension scheme assets	1,106,000
Pensions - pension scheme liabilities	(1,966,000)
Net assets	**1,958,962**