

The Grey Coat Hospital

Annual Report and Financial Statements

31 August 2022

Company Limited by Guarantee
Registration Number
08099098 (England and Wales)

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Reference and administrative information

Members

The Very Rev D M Hoyle
Mrs S M Lowson
Mr R D Clark
Mrs M J Richards
Mr J M Noakes (until 21 September 2021)
Mr T Mullins
Ms L Cooper (from 21 September 2021)

Governors

Mr L Cini O'Dwyer MSc
Mr R D Clark (Chair)
Dr G Cooper
Ms N S Cottier BEd
Miss E M Gibson
Ms A Glover
The Rev Canon Dr J Hawkey MA (until 4 April 2022)
S M Lowson MSc
Father A Moughtin-Mumby
Mr J O Nesbitt ARICS
Mrs J Schroer BA
Mr J Slater FCA
Ms J Sterling (from 22 April 2022)
Mrs R N Stewart BSc (Resigned 14 October 2022)
Mr F Studemann Schulenburg BA
Mrs P Swan MSc (until 24 November 2021)
Dr G Thomas
Ms S Staab, MA

Company Secretary Vacancy

Reference and administrative information

Senior Leadership Team

Headteacher	Susanne Staab
Senior Deputy	Sandra Young
Deputy Head	Ian McCartney
Bursar	Marie Holmes
Assistant Head	Jennifer Morton
Assistant Head	Cecily Cole

Registered address 57 Palace Street
London
SW1E 5HJ

Principal address Greycoat Place
London
SW1P 2DY

Company registration number 08099098 (England and Wales)

Auditor Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

Bankers National Westminster Bank plc
Victoria Branch
169 Victoria Street
London
SW1E 5BT

Solicitors Farrer & Co LLP
Lincoln's Inn Fields
London
WC2A 3LH

The governors of The Grey Coat Hospital ('the Academy') present their annual report together with the financial statements and the auditor's reports of the charitable company for the year from 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.

The financial statements have been prepared in accordance with 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 United Kingdom and Republic of Ireland (FRS 102) – Second Edition effective 1 January 2019.

The academy trust operates a secondary academy for pupils ages 11 to 18. The number on roll at the Autumn Census 2021 was 1,119.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The charitable company is a company limited by guarantee (Company Registration No. 08099098) and an exempt charity incorporated on 11 June 2012. The charitable company's Articles of Association and the funding agreement executed on 1 July 2012 are the primary governing documents of the Academy.

The governors act as trustees for the charitable activities of The Grey Coat Hospital and are also directors of the charitable company for the purposes of company law. The charitable company is known as The Grey Coat Hospital.

Details of the governors who served throughout the year except as noted are included later in this report.

Members' liability

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

Governors' indemnities

As stated in the Academy's Articles of Association (Clause 133): 'Subject to the provisions of the Companies Act 2006 every governor or other officer or auditor of the Academy Trust shall be indemnified out of the assets of the Academy Trust against any liability incurred by him in that capacity in defending any proceedings, whether civil or criminal, in which judgment is given in favour or in which he is acquitted or in connection with any application in which relief is granted to him by the court from liability for negligence, default, breach of duty or breach of trust in relation to the affairs of the Academy Trust.'

The Academy has an indemnity policy in place to cover the cost of any such claims up to a total of £5,000,000 in any one year.

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Method of recruitment and appointment or election of governors

The United Westminster and Grey Coat Foundation may appoint up to 10 governors, subject to Articles of Association. There must be a minimum of 5 appointed under this arrangement;

In addition, subject to Articles, the Academy Trust shall have the following governors:

- a) 2 staff governors to be elected;
- b) 2 parent governors; to be elected, however if the number of parents standing for election is fewer than the vacancies, the governors can appoint parent governors to make up the number of parent governors required;
- c) The Headteacher;
- d) Any additional governors, as deemed necessary by the Secretary of State under the relevant clauses in the Articles of Association; and
- e) The governors may appoint up to 3 co-opted governors subject to the conditions set out in the Articles of Association.

The total number of governors who are employees of the Academy Trust (including the Headteacher) must not exceed one third of the total number of governors nor shall non foundation governors exceed the number of foundation governors;

The Headteacher shall be treated for all purposes as being an ex-officio governor; and

The term of office for any governor (except on conversion) is four years, with the exception of:

- a) This time limit does not apply to the Headteacher; and
- b) A staff governor will only hold office for so long as they continue to be employed as a teacher or member of support staff.

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

A skills audit of the board ascertains where its strengths and weaknesses lie and helps with succession planning. The audit is a key part of the annual governance review, which is undertaken by the Nominations Committee and the Strategy Committee, both sub-committees that report into the full governing board.

In recruiting new governors, the Nominations Committee, with the governance professional's assistance, will activate a range of channels to advertise publicly for prospective candidates. Once the longlist of candidates are presented, governors from the Nominations Committee will meet with individuals to validate their skill sets and motivation for joining the board. Anyone to be considered will also meet with the Foundation Clerk to understand the workings of the United Westminster and Grey Coat Hospital Foundation ('the Foundation'), and its relationship to the Academy Trust.

Once the prospective governors have been shortlisted, they will meet the Headteacher, tour the school, and undergo a formal interview by a panel of governors from the Nominations Committee. Providing the panel believe the new governor is suitable for the role, and they fully understand their duties as a school governor and charity director, the Nominations Committee will move to take references and undertake DBS checks, before recommending the candidate to the full governing board. At the next full board meeting, the candidate's C.V. is presented and the Chair of Governors will give a verbal report as to the merits of the candidate and the findings of the Nominations Committee. It is then a majority decision as to whether someone is appointed.

There is a checklist outlining the process for the appointment itself, the compliance requirements for new governors, induction arrangements and the training recommended and/or required, with specific directions for safeguarding training. The checklist has been commended previously, as an example of good practice.

The successful candidate then undergoes a formal induction process which involves completing an induction module. The module covers all areas of responsibility, how to interpret key facts and figure, and what the new governor should know as they take up their post.

All new governors, including elected governors are also given the United Westminster Grey Coat Foundation trustee induction pack and slides signposting that new governors should attend the London Diocesan and Bi-Borough 'new governor' safeguarding courses. They are also alerted to the self-study modules across a whole range of subjects available through the National Governance Association learning link subscription. New governors are introduced to Governor hub where Board meeting agendas and minutes are posted.

A buddy system operates whereby new governors are invited to be mentored by an existing governor.

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Governors

The governors are directors of the charitable company for the purposes of the Companies Act 2006. The following trustees were in office at 31 August 2022 and served throughout the period except

Governor	Appointed/Resigned	Appointing body
Mr L Cini-O'Dwyer MSc		Elected Teaching Staff
Mr R D Clark		GCH Fdn Trustees
Dr G Cooper		Elected Parent
Ms N S Cottier BEd		LDBS
Miss E M Gibson		GCH Fdn Trustees
Miss A Glover		GCH Fdn Trustees
The Rev Canon Dr J Hawkey MA	until 4 April 2022	The Dean and Chapter of the Collegiate Church of St Peter Westminster
Mrs S M Lawson MSc		GCH Fdn Trustee
Father A Moughtin-Mumby		Elected Parent
Mr J O Nesbitt ARICS		GCH Fdn. Trustee
Mrs J Schroer BA		GCH Fdn. Trustees - Parent
Mr J Slater FCA		GCH Fdn. Trustees
Ms S Staab MA		Headteacher
Mrs R N Stewart BSc		
Ms J Sterling	from 22 April 2022	GCH Fdn. Trustees - Parent
Mr F Studemann Schulenburg BA		GCH Fdn. Trustees - Parent
Mrs P Swan MSc	until 24 November 2021	Elected Support Staff
Dr G Thomas		GCH Fdn, Trustees – Parent

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Organisational structure

The Academy's organisational leadership involves the governors and the officers in the Senior Leadership Team. The Leadership team comprises the Headteacher, two Deputy Headteachers, the Bursar and two Assistant Headteachers.

The governors are responsible for setting general policy, adopting an annual plan and budget, monitoring its financial and operational performance and making strategic decisions about the direction of the Academy, approving major items of expenditure and making senior staff appointments. The full board meets at least 3 times a year and more often when necessary. In addition there is an annual general meeting each year which takes place after a full board meeting.

The Academy, in addition to its main board of governors, has a Finance, Buildings and Audit and Risk Committee, a Personnel Committee, a Curriculum Committee, a Remuneration Committee and an Admissions Committee. In addition, there is a Strategy Committee consisting of the Chairman, Vice Chairman and Chairs of Standing Committees. There is also a Development Board in place, members of which include members of the governing body, representatives from the senior leadership team, representatives from the Parents' Guild and a member of the Old Greys' Association.

During 2021-2022 the meetings have been held in person with access also offered via Teams.

All committees have approved Terms of Reference. Within these Terms of Reference authority and responsibility is delegated to the appropriate decision maker. All committees met at least 3 times during the annual cycle.

The day to day management of the Academy is delegated to the Headteacher.

Arrangements for setting pay and remuneration of key management personnel

The key management personnel of the Academy responsible for directing and controlling the Academy comprise the governors together with the Senior Leadership Team.

Governors, aside from staff governors, do not receive remuneration in respect of their services to the Academy.

The governors' Remuneration Committee meets annually during the first term of the academic year when it reviews and appraises the Headteacher's performance, sets objectives and then determines pay for the coming year. The committee then determines the remuneration of each member of the key management personnel on the basis of performance appraisal reviews carried out by the Headteacher. Each member of staff has a personal pay scale and is assessed against agreed performance objectives.

Trade union facility time

During the year there were an average 138 employees none of whom were confirmed as formal union officials during the relevant period.

Related Parties and other Connected Charities and Organisations

The Academy forms part of The United Westminster and Grey Coat Foundation, Charity number 1181012. The other schools under the Foundation are Emanuel School, Queen Anne's School, Sutton Valence School and Westminster City School. The Academy has a strong and historic connection with Westminster Abbey. The Academy also has links with various educational organisations including the London Diocesan Board for Schools (LDBS).

Objectives and Activities

The Academy's object is specifically restricted to the following:

- a) To advance for the public benefit education by maintaining and managing an Academy with a Christian religious character offering a broad curriculum conducted in accordance with the Christian faith ethos; and
- b) To promote for the benefit of the community the provision of facilities for recreation or leisure in the interests of social welfare.

Its activities are:

- a) To provide education for pupils of different abilities between the ages of 11 and 19. In accordance with the Articles of Association, the charitable company has adopted a Transfer Agreement approved by the Secretary of State for Education, which specifies, amongst other things, the basis for admitting students and that the curriculum should be broad and balanced and taught within the context of the Christian ethos of the Academy; and
- b) To let facilities to the community.

Objects and aims

The principal objective is to provide a broadly based education within the framework of a Christian ethos. The aim of The Grey Coat Hospital is to enable students to take charge of their learning, make decisions based on Christian values, live in the world as independent women and meet the challenges of the twenty-first century. This educational offering embraces high academic standards with a rich and varied programme of extra-curricular activities, allied to many opportunities to undertake Academy visits and trips. The Academy is proud of its historic heritage which forms a background to its desire to equip itself with the latest technology and resources to enable the students to fulfil their potential and to become valuable and valued members of the wider community.

Public Benefit

In setting the Academy objectives and planning its activities, the governing body have given careful consideration to the Charity Commission's general guidance on public benefit in particular its supplementary guidance on advancing education.

Targets 2021-2022

KS4 results

Percentage of grades 9-5 in English and Mathematics to be 79% (outcome **82.1%**)
Percentage of grades 9-4 in English and Mathematics to be 92% (outcome **95.7%**)
Percentage of grades 9-7 to be 49% (outcome **62.6%**)
Percentage of pupils achieving grade 9-5 in the English Baccalaureate to be 60% (outcome **66.7%**)

KS5 results

Percentage of A*/A grades to be 40% (outcome **51.3%**)
Percentage of A*-B grades to be 72% (outcome **78.1%**)
Percentage of A*-C grades to be 96% (outcome **90.4%**)
Percentage of A*-E grades to be 100% (outcome **99.8%**)

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GCSE Results

Year	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
% 1+ 9-1 / A*-G	100	100	98.7	100	100	100	100	100	100	100	100
% 5+ 9-1 / A*-G	100	100	97.4	100	99.3	98.7	100	100	100	100	100
% 5+ 9-4 / A*-C	91.3	93.5	86.5	92.7	90.0	92.1	92.7	94.7	96.8	98.8	98.8
% 5+ 9-5 / A*-C						89.5	86.0	86.8	91.1	92.6	93.2
% 5+ 9-4 / A*-C incl.English & Maths	84.6	85.6	82.1	85.3	82.7	86.8	86.7	90.8	92.4	94.5	95.7
% 5+ 9-5 / A*-C incl.English & Maths						71.7	72.0	72.4	80.3	75.5	82.1
% 9-4 in English &Maths						89.5	86.7	90.8	92.4	94.5	95.7
% 9-5 in English &Maths						72.0	72.0	73.0	80.3	75.5	82.1
% Grades 9-7 / A*-A	43.5	44.2	45.4	43.5	47.4	52.5	50.4	45.9	57.5	54.0	62.6
% Grades 9-5 / A*-C						89.6	83.5	84.2	91.1	88.5	91.1
% Grades 9-4 / A*-C						92.2	91.2	93.5	96.7	96.6	97.2
English Baccalaureate(all grades 9-5)						61.0	57.3	57.9	71.3	65.0	66.7

We are very proud to report that The Grey Coat Hospital GCSE and BTEC results 2022 have not only remained high at all levels but have, in fact, exceeded our summer 2021 Teacher Assessed Grades; the way of awarding GCSEs in 2021. This is a testimony to the expert quality of teaching and assessment that takes place at our school; the high level of academic and pastoral support given by our staff; the continued hard work and resilience of our students; and the strong support of our parents.

A-LEVEL results

% Grades awarded	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
A*	5.9	6.9	13.8	7.3	8.5	16.4	16.8	11.7	24.0	24.2	24.2
A	18.3	23.4	21.4	19.6	25.1	20.1	22.0	24.0	26.1	27.1	27.0
B	38.0	31.9	36.1	31.0	28.5	28.5	29.8	28.1	25.8	27.9	26.8
C	21.8	24.7	17.3	26.9	23.8	22.0	21.7	20.7	19.2	12.0	12.4
D	11.6	9.3	9.1	12.0	10.6	10.2	5.5	10.2	3.9	5.1	6.3
E	2.2	3.3	2.1	2.9	2.8	2.8	2.3	4.0	0.9	3.7	3.0
A*-A	24.3	30.2	35.2	26.9	33.6	36.5	38.8	35.7	50.1	51.3	51.3
A*-B	62.3	62.1	71.3	57.9	62.1	65.0	68.6	63.8	75.9	79.3	78.1
A*-C	84.1	86.8	88.6	84.8	85.9	87.0	90.3	84.5	95.1	91.2	90.4
A*-E	97.8	99.5	99.7	99.7	99.5	100	98.1	98.8	100	100	99.8

This summer, students took public examinations again for the first time since 2019, having missed out on the chance to sit their GCSE examinations, and it was wonderful to celebrate their results and next steps with them on A level results day.

Going concern

The school continues to be oversubscribed with Year 7 and Year 12 applications. The

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successful outcomes for students remains the greatest driver for enrolment and there is confidence that these successes will continue. Expenditure is driven by the needs of the curriculum and the staffing necessary to deliver the curriculum. Staff costs represent the greatest area of expenditure in any educational environment so attention is paid to possible staff movement and staff pay progression both of which are therefore included in predictions of staff costs.

Crown Commercial Service and specialist consultants in the relevant field, are used when tendering new contracts and value for money is a key factor in any purchasing decision. The school's financial procedures document gives clear guidance regarding levels of authorisation and the need for the separation of duties. Frequent benchmarking continues to evidence that the academy is efficient in its use of its financial resources.

The mid-year audit reviews consisted of three areas of trust functions:

- The school website review concluded that the school was fully compliant with content
- The Governance review evidenced that the school was fully compliant and demonstrated best practice in some areas.
- The Cyber Security review which also confirmed that the school understood the risks and mitigated against them. This is an area of risk where the school remains constantly vigilant.

The board is informed about the finances of the academy by the circulation of the monthly management and cash flow reports. Variances are explained in the narrative to these financial reports and the risk register is reviewed regularly. Short and long term changes to the educational landscape are monitored by trustees and the senior managers of the academy. The 5 year financial forecast is updated in light of any legislative or demographic changes. There is expertise on the board to interrogate and challenge assumptions made in financial forecasts.

As a result of the systems, processes and the expertise of the board guiding financial decisions, the Board of Governors 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 principle accounting policies.

The continued provision of education is dependent on the ongoing funding by the Education Skills Funding Agency (ESFA) of which there is a reasonable expectation of it continuing for the foreseeable future.

Financial Review

Financial report for the year

Most of the Academy's income is obtained from the Education and Skills Funding Agency (ESFA) in the form of the General Annual Grant (GAG), the use of which is restricted for education purposes. The grants received from the ESFA and other government bodies during the period and the associated expenditure are shown as restricted funds in the Statement of Financial Activities.

The total income for the year was £8,636,000 (31 August 2021- £8,331,000). At 31 August 2022, the Academy held fund balances of £472,000 (2021: £1,599,000 deficit). These

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comprised £472,000 (2021 - £606,000) of unrestricted funds, £Nil of restricted general funds, a pension balance of £Nil (2021 deficit of - £2,330,000) and a balance of £nil (2021- £125,000) on the restricted fixed asset fund.

The results for the period are shown on page **32**.

Reserves policy

Reserves are held as a contingency against financial risks. Governors determine what, ideally, the level of reserves should be. The aim is to provide a cushion to deal with unforeseen emergencies and to even out income streams to ensure continuity of high standards of education provision. The Governors' Finance and Buildings Committee monitors and reviews the reserve levels termly, when budgeting for a new year and as a part of its medium term financial planning. These reviews encompass the nature of the income and expenditure streams, the need to match income with commitments and the nature of reserves.

General reserves

A working balance (carry forward) is held to offset the effect of uneven cash flows. Such events include reductions in per pupil funding, increases in the costs of employment and unexpected events. The Academy strives to increase income at all opportunities and continues to increase income from lettings.

Earmarked reserves

These are held for specific purposes to meet known or predicted requirements. Planned expenditure from reserves can only be authorised by the Headteacher. Unplanned release of funds can only be actioned after agreement by the Governors' Finance and Buildings committee and within the spending limits given in the Academy Financial Policy and Procedures arrangements.

As at 31 August 2022 the Academy held available unrestricted funds of £472,000 (2021: £606,000).

This level of reserves is in line with the Governors' medium term financial plan designed to help guard against the impact of the reductions in funding of schools and future unanticipated or unknown costs.

Investment policy

The Academy funds which are held at the school are in either current or the special interest bearing accounts largely used to offset bank charges.

PRINCIPAL RISKS AND UNCERTAINTIES

Risk management

The governors conduct formal risk assessments and have developed a system to identify, monitor and control risks and to mitigate any impact they may have on the Academy in the future. The governors have a Risk Management Policy which includes a risk register which is amended in the light of discussions. The policy incorporates the risk framework, refers to the risk appetite, the identification of risk and the risk review process.

The Academy will continue to seek advice both specific and general from the Local Authority, the Police and the Counter Terrorism Unit regarding terrorism threat levels in London and the UK. Managing other risks associated with the Academy being located in Westminster close to government and historic buildings, are also informed by close contact with the Police and the Local Authority.

The school has robust IT systems to guard against cyber attacks which came under scrutiny in the mid year Cyber Security Review. The level of insurance cover in place for cyber attacks was increased in 2022 in recognition of the increased threat generally, and specifically, to schools.

The Grey Coat Hospital has coped with reduced budget allocations for a number of years, during which time costs have risen substantially. Staffing efficiencies have been made wherever possible and there has been an increase in sixth form numbers. This ongoing risk remains a continuous challenge for Governors and the Leadership Team of the Academy. To this end the governors commissioned a feasibility study to assess whether there is any scope, within the same building footprint, to organise differently and increase pupil numbers. This is a live document which is regularly reviewed.

Finance

Being mindful to ensure efficiencies in all spend areas, the academy regularly reviews all operations.

In 2021-2022 the academy increased spend on bought in professional services to support students who were in need of specific mental health support. There were also more students than ever before, eligible for exam access arrangements which requires more invigilators being employed to over see students entitled to extra time, or separate spaces to take their exams. Many of these additional services were the legacy of the Covid pandemic.

Letting income returned to pre pandemic levels as the school was able to welcome hirers back.

Changes in regulation affecting education and charities requires constant vigilance and the costs of compliance adds a further financial burden to academies.

Fundraising

Parents kindly make voluntary contributions to the school to support additional activities and events which benefit the students. The academy is mindful of the requirements of the Charity Commission for England and Wales Guidance published June 2016 and as trustees

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consider their future fundraising approach, will ensure the 6 principles are adhered to. The Grey Coat Gift, has proved to be popular with parents and alumni and continues to gain momentum. The part time post of Development Officer is currently vacant as it has proved difficult to find a suitably qualified candidate to fill the role. We are hopeful, however, that an appointment will be made soon and the live events we have missed in recent years will commence soon. No complaints regarding fundraising were received in the year.

Future plans

The overriding aim of our SDP is to continue to provide outstanding opportunities, support and outcomes for all our students. Priorities will continue to this overriding aim and are informed by an analysis of prior outcomes, internal and external pressures and regular dialogue with all stakeholders.

Priority 1: To consolidate the lessons learnt from our "blended learning" experience thus making learning engaging and challenging for all students

By providing CPD opportunities on language knowledge and assessment which will enable all staff to deliver outstanding learning and progress both in the physical and the virtual classroom

By expanding ICT hardware and software provision for both staff and students to make blended learning accessible for all and ensure that it allows for effective curriculum delivery and assessment

By working collaboratively within the school and with other providers so that best practice can be appreciated and shared

Priority 2: To deliver a strong recovery curriculum that inspires and motivates all students

By identifying gaps in learning and addressing these through differentiated teaching and resources, regular planned assessment and targeted feedback and support

By adjusting our internal approach to Key Stage 3 assessment and reporting so that it aligns with national plans for examinations, promotes further learning and progress and builds student confidence

By refining the curriculum and wider provision for all year groups further so that it reflects fully our diverse community and promotes high levels of engagement and community cohesion

Priority 3: To further build resilience so that all students can thrive and fulfil their ambitions

By augmenting the PSHCE curriculum in all year groups so that there are more opportunities to support healthy lifestyle choices, learn life skills and develop study skills

By increasing the in-house and external sources of support such as counselling, mentoring and the spiritual dimension

By strengthening our safeguarding provision further still so that we can meet a significant rise in need

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Priority 4: To further strengthen the staff body so that all students' experiences are fulfilling and memorable

By providing additional sources of support for staff wellbeing and carefully managing workload, so that colleagues feel equipped to tackle existing and new challenges

By offering structured career development and celebrating strong performance at all levels so that colleagues feel empowered and valued

By enhancing channels of communication so that staff are empowered in the face of challenge and change

Priority 5: To further develop our systems so that we can continue to offer exceptional provision for all students

By designing and implementing timetable structures which will facilitate continuity of learning and provision in the face of potential further disruption

By streamlining our use of pupil performance data and assessment models so that they support a clear progression pathway based on curriculum objectives

By planning and implementing a comprehensive communications strategy with all stakeholders which enhances our community's cohesion

Priority 6: To continue our work towards securing the long-term future of the School and its outstanding outcomes

By enhancing the accommodation, facilities and resources of the School thus providing a safe and stimulating learning environment

By increasing the number of places on offer to students in all year groups and thus meeting strong parental demand for a Grey Coat education

By implementing an comprehensive private fundraising campaign to supplement our basic budget allocation thus maintaining and enhancing provision

Targets 2022-2023

KS4 examination results

Percentage of grades 9-5 in English and Mathematics to be 75% (81.5% in 2022, 75.5% in 2021, 73% in 2019)

Percentage of grades 9-4 in English and Mathematics to be 90% (95.1% in 2022, 96.6% in 2021, 90.8% in 2019)

Percentage of grades 9-7 to be 50% (62% in 2022, 54% in 2021, 45.9% in 2019)

Percentage of pupils achieving grade 9-5 in the English Baccalaureate to be 58% (66% in 2022, 65% in 2021, 57.9% in 2019)

KS5 examination results

Percentage of A*/A grades to be 32% (51% in 2022, 54.4% in 2021, 50.1% in 2020 and 35.7% in 2019)

Percentage of A*-B grades to be 68% (77.9% in 2022, 79.6% in 2021, 63.8% in 2019)

Percentage of A*-C grades to be 93% (90.2% in 2022, 91.7% in 2021, 84.5% in 2019)

Percentage of A*-E grades to be 100% (99.8% in 2022, 100% in 2021, 98.8% in 2019)

Overall attendance to be 95% (93.81% in 2021-22 and 96.06% in 2019-20) - NOTE that the academic year 2020-21 is not representative due to lockdowns

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The Grey Coat Hospital is a Christian community where the 'service' ethic is important.

The theme for the academic year 2021-2022 was Challenge which built on the previous year's theme to enable us to identify more specifically the obstacles and barriers to learning our students had encountered over the past two years. Acknowledging the challenges empowered our community to understand how those obstacles could be overcome.

The charities we have supported since September 2021 include: World Vision, Jeans for Genes Day, National Aids Trust, British Red Cross – Ukraine Appeal, Sponsor a Child, the Listening Place and the Blue Light Symphony Orchestra (an orchestra of emergency services personnel).

AUDITOR

In so far as the governors are aware:

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

Governors' report, incorporating a strategic report, approved by order of the members of the board of governors on 23 November 2022 and signed on its behalf by:



Mr Rod Clark

Chair of the Governing Body

Scope of responsibility

As governors, we acknowledge we have overall responsibility for ensuring that the 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 Governing Body have 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 the Academy and the Secretary of State for Education. The Headteacher is also responsible for reporting to the Governing Body any material weaknesses or breakdowns in internal control.

The Governing Body committee structure ensures that regular scrutiny of these delegated responsibilities is undertaken and evidenced in the minutes of the committee meetings which are circulated to all members of the governing body.

In addition, as informed by the DfE's governance handbook and competency framework for governance, an audit of skills and training requirements of governors has taken place and gaps in knowledge or skills are being addressed.

Governance

The information on governance included here supplements that described in the Governors' Report and in the Statement of Governors' Responsibilities. The Governing Body has formally met on three occasions during the year. Attendance during the year at meetings of the governing body was as follows:

Governor	Meetings attended	Out of a possible
Mr L Cini O'Dwyer MSc	3	3
Mr R D Clark (Chair)	3	3
Dr G Cooper	3	3
Ms N S Cottier BEd Miss E M Gibson	3	3
Ms A Glover	3	3
The Rev Canon Dr J Hawkey MA (until 4 April 2022)	0	2
S M Lawson MSc	3	3
Father A Moughtin-Mumby	3	3
Mr J O Nesbitt ARICS	0	3
Mrs J Schroer BA	3	3
Mr J Slater FCA	3	3
Ms J Sterling (from 22 April 2022)	1	1
Mrs R N Stewart BSc	2	3
Mr F Studemann Schulenburg BA Mrs P	3	3
Mrs P Swan MSc (until 24 November 2021)	1	1
Dr G Thomas	3	3
Ms S Staab, MA	3	3

Governance review

The annual risk management review serves as a self-evaluation tool to review governance. It tests the systems underpinning the governance structures ensuring checks and balances are in place. The governors' strategy committee, which is comprised of the chairs of the major sub-committees, has closer scrutiny of the direction the Academy is taking in the medium and longer term. The Governors' Curriculum, Finance, Buildings and Audit Risk Committee and Personnel sub-committees have the opportunity to be more involved in the day to day practices of the school where they can offer challenge from a closer perspective. These committees meet at least three times each academic year and, with the management accounts being regularly scrutinised by governors, it is felt that effective governance is constantly under review and mitigates the need for the six full governing body meetings recommended in the Academies Financial Handbook 2021. In addition to the sub-committees mentioned above there is also the Governors' Admissions committee which meets at least annually. In 2022 the mid-year audit review included a Governance Review. This comprehensive external scrutiny was valuable and informative.

The Academy governors come from both the private and the public sector and so adherence to strict governance frameworks is nothing new to them. To ensure their skills remain up to date and to take account of changes in the educational landscape, governors and trustees have access to training courses offered by a range of providers including Association of School and College Lecturers (ASCL), the Confederation of School Trusts and the London Diocesan Board. Where needed bespoke training is arranged with all governors and senior staff encouraged to attend.

The Academy maintains an up-to-date and complete register of interests, of trustees and members of the Leadership Team. Trustees are required to update the register at least annually, or if a change has taken place, at the time of the change. The Academy trustees and leaders are mindful at all times of the seven principles of public life.

The Finance and Buildings Committee

The Finance and Buildings Committee (F&B) which incorporates the Audit Risk Committee, is a committee of the main Governing Body, the purpose of which is to assist the decision making by detailed consideration being given to ensure sound management of the Academy's finances and resources, including proper planning, monitoring and probity.

The F&B remains involved in the necessary compliance and adherence to new financial regulations as outlined in the Academy Trust Handbook. The F&B will continue to monitor and implement any necessary updated requirements as they occur. Letters sent to Accounting Officers by Ministers and other DfE and ESFA communications are routinely circulated to members of the F&B committee and are posted on Governor Hub for perusal by all members of the governing board.

Attendance at meetings in the period was as follows:

Governor	Meetings attended	Out of a possible
Mr R Clark	3	3
Mr J O Nesbitt	2	3
Mrs P Swan	1	1
Ms S Staab	3	3
Mr J Slater (Chair)	3	3
Dr G Thomas	3	3

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 the academic year, and reports to the board of trustees where value for money can be improved, including the use of benchmarking data where available. The accounting officer for the academy trust has delivered and improved value for money during the year by:

- ◆ Retaining students from Year 11 to study in the sixth form and by recruiting external students to maximise revenue streams;
- ◆ Ensuring the timetable reflects the needs of the curriculum and the choices the students make ready for Key Stage 4 and 5, but in doing so avoiding any unnecessary capacity; and

- ◆ Assessing all other costs across the school which, while saving money, does not impact on the excellent quality or quantity of education on offer.
- ◆ Government benchmarking data illustrate that The Grey Coat Hospital spends less on operational activities and staffing costs than similar schools. The school also has fewer staff per student in all categories of staff from the Leadership Team to the non-teaching staff than local or similar schools in the recommended benchmarking sets.

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 designed to identify and prioritise the risks to the achievement of the Academy's 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 at the Academy for the year ended 31 August 2022 and up to the date of approval of the annual report and financial statements.

Capacity to handle risk

The Governing Body has reviewed the key risks to which the Academy is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The Governing Body is of the view that there is an ongoing process for identifying, evaluating and managing the Academy's significant risks that has been in place for the year ended 31 August 2022 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the F&B Committee, on behalf of the Governing Body and is actively monitored on a regular and frequent basis by the Senior Leadership Team. A formal Risk Management Policy is in place and accompanies the Risk Management table.

The risk and control framework

The Academy'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 regular monthly financial monitoring reports reviewed and agreed by the full Governing Body;
- ◆ regular reviews by the Finance and Buildings Committee of reports which indicate financial performance against the forecasts and of major purchase plans 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; and
- ◆ identification and management of risks.

The Board of Governors commissioned a mid-year internal audit the purpose of which was to carry out testing of a range of required functions. Price Bailey LLP were commissioned to undertake this testing during the Summer of 2022.

The reports from the website, the governance and the cyber security reviews, were scrutinised by the Board, and showed that the academy was compliant in each aspect. Notes of Good Practice were noted and recommendations actioned and implemented.

Review of effectiveness

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

- ◆ regular benchmarking against similar schools;
- ◆ the work of the mid year review auditor on the areas above;
- ◆ the work of the external auditor on the financial statements; and
- ◆ the work of the Senior Leadership Team within the Academy who have responsibility for the development and maintenance of the internal control framework.

The Accounting Officer has advised the Finance and Buildings Committee of the implications of her review of the system of internal control and will ensure continuous improvement of the system remains in place.

Approved by order of the Governing Body and signed on their behalf by:



Mr Rod Clark
(Chair of Governors)



Ms S Staab
(Headteacher and Accounting
Officer)

Approved on: 23 November 2022

Statement of regularity, propriety and compliance 31 August 2022

As Accounting Officer of The Grey Coat Hospital, I have considered my responsibility to notify the Academy Trust Board of Governors and the Education and Skills Funding Agency of material irregularity, impropriety and non-compliance with ESFA terms and conditions of all 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 Academy Trust Handbook 2021.

I confirm that I and the Academy Trust Board of Governors 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 Governors and ESFA.

Susanne Staab

S Staab, MA

Accounting Officer

Date: 23 November 2022

Statement of governors' responsibilities 31 August 2022

The governors (who act as trustees of the Academy for the purpose of charity law and are also the directors of the Academy for the purposes of company law) are responsible for preparing the Governors' Report and the financial statements in accordance with the Annual Accounts Direction issued 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 governors to prepare financial statements for each financial year. Under company law the governors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Academy and of the incoming resources and application of resources, including the income and expenditure, for that period. In preparing these financial statements, the governors are required to:

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

The governors are responsible for keeping adequate accounting records that are sufficient to show and explain the Academy's transactions and disclose with reasonable accuracy at any time the financial position of the Academy 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 Academy and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

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

Approved by order of the members of the Board of Governors on 23 November 2022 and signed on its behalf by:

Rod Clark



Chair of Governing Body

Independent auditor's report to the members of Grey Coat Hospital

Opinion

We have audited the financial statements of Grey Coat Hospital for the year ended 31 August 2022 which comprise the Statement of Financial Activities incorporating Income and Expenditure Account, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice), the Charities SORP 2019 and the Academies Accounts Direction 2021-2022 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 academy's affairs as at 31 August 2022 and of its incoming resources and application of resources, including the income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022 issued by the Education and Skills Funding Agency.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The Governors 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.

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 Governors' Report (which includes the strategic report and the directors' report for the purposes of company law) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report included within the Governors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the academy and its environment obtained in the course of the audit, we have not identified material misstatements in the Governors' Report (which incorporates 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 by the charitable company; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Governors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of governors for the financial statements

As explained more fully in the Statement of Governors' Responsibilities set out on page 26, the governors (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the governors 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 governors are responsible for assessing the academy's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the governors either intend to liquidate the academy 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.

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:

Based on our understanding of the academy and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to health and safety, employment law, GDPR, safeguarding and academy regulations, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Academies Account Direction 2020-2021, Companies Act and Charities Act 2011, and consider other factors such as VAT and payroll tax.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements including the risk of override of controls, and determined the principal risks were related to the improper recognition of revenue and management bias in accounting estimates. Audit procedures performed by the engagement team included:

- Enquires of management regarding correspondence with regulators and tax authorities;
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;

- Evaluating management's controls designed to prevent and detect irregularities;
- Testing journals posted during the year;
- Challenging assumptions and judgements made by management in their critical accounting estimates

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

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

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an 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 company and the charitable company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Haysmacintyre LLP

Tracey Young (Senior Statutory Auditor)
For and on behalf of Haysmacintyre LLP, Statutory Auditor

10 Queen Street Place
London
EC4R 1AG

Date: 23 November 2022

Independent reporting accountant's assurance report on regularity to The Grey Coat Hospital and the Education and Skills Funding Agency

In accordance with the terms of our engagement letter dated 23 October 2020 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 The Grey Coat Hospital 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.

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

Respective responsibilities of The Grey Coat Hospital's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of The Grey Coat Hospital's funding agreement with the Secretary of State for Education dated 1 July 2012 and the Academies Financial 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 period 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 Accountants of Academy Trusts issued by the 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.

Approach (continued)

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:

- ◆ Walkthrough testing of controls to ensure operational effectiveness;
- ◆ Substantive testing on a sample of expenditure items, ensuring expenditure is in accordance with the funding agreement and appropriately authorised;
- ◆ Detailed testing on a selection of credit card statements and expense claims;
- ◆ Review of minutes, bank certificates and related party declarations provided by Governors and senior management.

Conclusion

In the course of our work, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the period 1 September 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.

Haysmacintyre LLP

Haysmacintyre LLP
Reporting Accountant
10 Queen Street Place London
EC4R 1AG

Date: 23 November 2022

Statement of financial activities (including income and expenditure account) Year to 31 August 2022

	Notes	Restricted funds			2022 Total funds £'000	2021 Total funds £'000
		Unrestricted general funds £'000	General funds £'000	Fixed assets funds £'000		
Income from:						
Donations and capital grants	2	223	-	24	247	327
Charitable activities:						
Funding for the academy trust's educational operations	3	-	8,193	-	8,193	7,904
Other trading activities	4	195	-	-	195	100
Investments	5	1	-	-	1	-
Total		419	8,193	24	8,636	8,331
Expenditure on:						
Charitable activities:						
Academy trust educational operations	7	10	9,151	173	9,334	8,551
Total		10	9,151	173	9,334	8,551
Net income/(expenditure)		409	(958)	(149)	(698)	(220)
Transfers between funds	16	(543)	519	24	-	-
Other recognised gains/(losses)						
Actuarial gain on defined benefit pension scheme	18	-	2,769	-	2,769	21
Net movement in funds		(134)	2,330	(125)	2,071	(199)
Reconciliation of funds						
Total funds brought forward		606	(2,330)	125	(1,599)	(1,400)
Total funds carried forward		472	-	-	472	(1,599)

All of the Academy's activities derived from continuing operations during the above two financial periods.

Balance Sheet
As at 31 August 2022

	Notes	2022 £'000	2022 £'000	2021 £'000	2021 £'000
Current assets					
Debtors	12	164		300	
Cash at bank and in hand		944		988	
		1,108		1,288	
Liabilities					
Creditors: Amounts falling due within one year	13	(636)		(557)	
Net current assets			472		731
Total assets less current liabilities			472		731
Net assets excluding pension scheme liability			472		731
Defined benefit pension scheme liability	18		-		(2,330)
Total net assets/(liabilities)			472		(1,599)
Restricted funds					
Fixed asset fund	16		-		125
Restricted income fund	16		-		-
Pension reserve	16		-		(2,330)
Total restricted funds			-		(2,205)
Unrestricted funds					
General fund	16		472		606
Total funds			472		(1,599)

The financial statements were approved by the trustees and authorised for issue on 23 November 2022 and are signed on their behalf by



Mr R D Clark

The Grey Coat Hospital
Company Limited by Guarantee
Registration number 08099098 (England and Wales)

Statement of Cash Flows
for the year ended 31 August 2022

	Notes	2022 £'000	2021 £'000
Net cash inflow from operating activities			
Net cash used in/provided by operating activities	A	(67)	256
Cash flows from investing activities			
	B	23	23
Change in cash and cash equivalents in the year			
	D	(44)	279
Cash and cash equivalents at beginning of the year			
		988	709
Cash and cash equivalents at the end of the year			
	C	944	988
A Reconciliation of net (expenditure) to net cash flow from operating activities			
		2022 £'000	2021 £'000
Net (expenditure) for the reporting period (as per the statement of financial activities)			
		(698)	(220)
Adjusted for:			
Capital grants from DfE and other capital income		(24)	(23)
Interest receivable		1	-
Defined benefit pension scheme cost less contributions payable		398	309
Defined benefit pension scheme finance cost		41	35
Decrease/(increase) in debtors		136	(176)
Increase in creditors		79	331
Net cash (used in)/provided by operating activities			
		(67)	256
B Cash flows from investing activities			
		2022 £'000	2021 £'000
Interest receivable			
		(1)	-
Capital grants from DfE/ESFA			
		24	23
Net cash provided by Investing Activities			
		23	23
C Analysis of cash and cash equivalents			
		2022 £'000	2021 £'000
Cash in hand and at bank			
		944	988
Total cash and cash equivalents			
		944	988
D Analysis of changes in net cash			
	Balance at 1 September	Cash Flows	Balance at 31 August
	2021 £'000	£'000	2022 £'000
Cash in hand and at bank			
	988	(44)	944
Total			
	988	(44)	944

Notes to the financial statements

for the year ended 31 August 2022

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

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 Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019), the Academies Accounts Direction 2021 to 2022 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

Going Concern

The trustees have assessed the various areas of risk and whether there are any material uncertainties that cast significant doubt on the ability of the academy to continue as a going concern. All areas of risk have been identified and mitigated against and we are confident that we will continue to be oversubscribed for applications to enter in Year 7 and Year 12, our major source of income. As there are no material uncertainties surrounding going concern the trust continues to adopt the going concern basis of accounting in preparing the financial statements.

Income

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

Notes to the financial statements for the year ended 31 August 2022

1 Statement of accounting policies (continued)

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 it 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.

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.

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 expenditure is inclusive of irrecoverable VAT.

Notes to the financial statements for the year ended 31 August 2022

1 Statement of accounting policies (continued)

Tangible Fixed Assets

Assets costing £10,000 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

The site from which the school operates is owned by the United Westminster and Grey Coat Foundation. The Foundation reserves the right to terminate the agreement at any point and as a result there is no indication of control by the School. Consequently no value has been recognised in the financial statements. Such assets are capitalised in the books of the Foundation and any site improvements are treated as a grant to the Foundation.

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 at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life, as follows:

Fixtures, fittings and equipment 25% pa

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 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.

Notes to the financial statements for the year ended 31 August 2022

1 Statement of accounting policies (continued)

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 12. Prepayments are not financial instruments.

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

Financial liabilities – trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost as detailed in notes 13. 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.

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 18, TPS is an unfunded multi-employer scheme with no underlying assets to assign between employers. The TPS is therefore treated as a defined contribution scheme for accounting purposes and the contributions recognised in the period to which they relate.

Notes to the financial statements for the year ended 31 August 2022

1 Statement of accounting policies (continued)

Pensions Benefits (continued)

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

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

Where the scheme is determined to be in a deficit position, this is recognised in full as a liability. Where the scheme is determined to be in a surplus position, a surplus is recognised as an asset only to the extent that this can be recovered in future years through reductions in employer contributions or through a specific refund/reimbursement from the scheme.

Fund Accounting

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

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

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

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 position 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 18, will impact the carrying amount of the pension position. 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 position 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 position.

The Trustees' judgement is that the surplus the defined benefit pension scheme at 31 August 2022 is not recoverable and therefore has not been recognised in the accounts.

Notes to the financial statements
for the year ended 31 August 2022

2 Donations and capital grants

	Unrestricted funds £'000	Restricted general funds £'000	Restricted fixed assets funds £'000	2022 Total funds £'000	2021 Total funds £'000
Capital grants	-	-	24	24	23
Other donations	223	-	-	223	304
	<u>223</u>	<u>-</u>	<u>24</u>	<u>247</u>	<u>327</u>

In 2021, of the total income from donations and capital grants, £304,000 was to unrestricted funds and £23,000 was to restricted fixed assets funds.

3 Funding for the Academy Trust's educational operations

	Unrestricted funds £'000	Restricted general funds £'000	2022 Total funds £'000	2021 Total funds £'000
DfE / ESFA grants				
General Annual Grant (GAG)	-	7,684	7,684	7,232
Pupil premium	-	255	255	241
	<u>-</u>	<u>7,939</u>	<u>7,939</u>	<u>7,473</u>
Other Government grants				
Special Educational Needs (SEN)	-	254	254	323
	<u>-</u>	<u>254</u>	<u>254</u>	<u>323</u>
Covid 19 additional Funding				
Coronavirus exceptional support	-	-	-	108
	<u>-</u>	<u>-</u>	<u>-</u>	<u>108</u>
Other income from the academy trust's educational operations	-	-	-	-
Total	<u>-</u>	<u>8,193</u>	<u>8,193</u>	<u>7,904</u>

In 2021, of the total income from charitable activities, £nil was to unrestricted funds and £7,904,000 was to restricted funds.

4 Other trading activities

	Unrestricted funds £'000	Restricted general funds £'000	2022 Total funds £'000	2021 Total funds £'000
Hire of facilities/lettings income	85	-	85	18
Miscellaneous income	110	-	110	82
	<u>195</u>	<u>-</u>	<u>195</u>	<u>100</u>

In 2021, of the total income from other trading activities, £100,000 was to unrestricted funds and £nil was to restricted general funds.

5 Investment income

	Unrestricted funds £'000	Restricted general funds £'000	2022 Total funds £'000	2021 Total funds £'000
Short term deposits	1	-	1	-
	<u>1</u>	<u>-</u>	<u>1</u>	<u>-</u>

In 2021, of the total investment income, £nil was to unrestricted funds and £nil was to restricted funds.

Notes to the financial statements
for the year ended 31 August 2022

6 Expenditure (current year)	Non Pay Expenditure			2022 Total funds £'000	2021 Total funds £'000
	Staff costs £'000	Premises £'000	Other £'000		
Academy's educational operations:					
Direct costs	5,251	-	808	6,059	5,579
Allocated support costs	1,983	895	397	3,275	2,972
	<u>7,234</u>	<u>895</u>	<u>1,205</u>	<u>9,334</u>	<u>8,551</u>

Expenditure (prior year)	Non Pay Expenditure			2021 Total funds £'000	2020 Total funds £'000
	Staff costs £'000	Premises £'000	Other £'000		
Academy's educational operations:					
Direct costs	5,001	-	578	5,579	5,261
Allocated support costs	1,925	746	301	2,972	2,712
	<u>6,926</u>	<u>746</u>	<u>879</u>	<u>8,551</u>	<u>7,973</u>

Net (expenditure) for the year includes:	2022	£'000	2021	£'000
Operating lease rentals		35		15
Fees payable to auditor for Audit		18		14
Other services		-		-

Included within expenditure are the following transactions

	Total £	Individual items above £5,000	
		Amount £	Reason
Gifts made by the trust	2,474	-	N/a

7 Charitable activities	2022 Total funds £'000	2021 Total funds £'000
Direct costs - educational operations	6,059	5,579
Support costs - educational operations	3,275	2,972
	<u>9,334</u>	<u>8,551</u>

Analysis of support costs	2022 Total funds £'000	2021 Total funds £'000
Support staff costs	1,983	1,925
Technology costs	311	235
Premises costs	895	746
Other support costs	51	38
Governance costs	35	28
Total support costs	<u>3,275</u>	<u>2,972</u>

In 2021, of the total charitable expenditure, £nil was to unrestricted funds, £8,526,000 was to restricted general funds and £25,000 was to restricted fixed asset funds.

Notes to the financial statements
for the year ended 31 August 2022

8 Staff

(a) Staff costs

Staff costs during the period were:

	2022	2021
	Total	Total
	funds	funds
	£'000	£'000
Wages and salaries	4,434	4,466
Social security costs	494	439
Operating costs of defined benefit pension schemes	1,421	1,293
	6,349	6,198
Supply staff costs	885	728
	7,234	6,926

(b) Staff numbers

The average numbers of persons employed by the Academy during the period was as follows:

	2022	2021
	No.	No.
Teachers	80	75
Administration and support	52	44
Management	6	5
	138	124

The average numbers of persons employed by the Academy expressed as a full time equivalent during the period was as follows:

	2022	2021
	No.	No.
Teachers	64	63
Administration and support	47	41
Management	6	5
	117	109

(c) Higher paid staff

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

	2022	2021
	No.	No.
£60,001 - £70,000	8	8
£70,001 - £80,000	2	1
£90,001 - £100,000	4	3
£110,001 - £120,000	1	1

(d) Key management personnel

The key management personnel of the academy trust comprise the trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the academy trust was £662,631 (2021: £623,123).

9 Related Party Transactions - Trustees' remuneration and expenses

One or more trustees have been paid remuneration or have received other benefits from an employment with the academy trust. The head teacher and other staff trustees only receive remuneration in respect of services they provide undertaking the roles of head teacher and staff members under their contracts of employment. The value of trustees' remuneration and other benefits was as follows:

	2022	2021
	£'000	£'000
S Staab , Headteacher and Trustee		
Remuneration	120k-125k	115k-120k
Employer's pension contributions paid	25k -30k	25k-30k
P Swan, Staff Trustee (01/09/2021 - 24/11/2022)		
Remuneration	5k-10k	30k - 35k
Employer's pension contributions paid	1k-5k	5k-10k
L Cini O'Dwyer , Staff Trustee		
Remuneration	20k -25k	40k - 45k
Employer's pension contributions paid	1k-5k	5k - 10k
J Sterling, Staff Trustee (from 22/0/2022)		
Remuneration	10k-15k	-
Employer's pension contributions paid	1k-5k	-

No Trustees were reimbursed expenses during the year (2021: nil).

10 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 £5,000,000 on any one claim and the cost for the period ended 31 August 2022 was Nil (2021: Nil). The cost of this insurance is included in the total insurance cost.

11 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.

Notes to the financial statements
for the year ended 31 August 2022

12 Debtors

	2022	2021
	£'000	£'000
VAT recoverable	157	194
Prepayments and accrued income	2	106
	164	300

13 Creditors: amounts falling due within one year

	2022	2021
	£'000	£'000
Trade creditors	339	459
Other creditors	6	8
Accruals and deferred income	291	90
	636	557

14 Commitments under 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	33	15
Amounts due between one and five years	2	4
	35	19

15 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. All transactions involving such organisations are conducted in accordance with the requirements of the Academies Financial Handbook and with the academy trust's financial regulations and normal procurement procedures relating to connected and related party transactions. The United Westminster and Grey Coat Foundation is a registered charity (number 1181012). The charity's object is to advance for the public benefit, education by establishing, maintaining, operating, managing or otherwise and supporting the five schools which shall be run in accordance with Christian principles and practices.

Income related transaction:

The Foundation supported the Academy by providing £151,134 (2021: £173,933) during the year which is for use towards general educational expenditure.

Notes to the financial statements
for the year ended 31 August 2022

16 Funds

	Balance at 1 September 2021 £'000	Income £'000	Expenditure £'000	Gains, losses and transfers £'000	Balance at 31 August 2022 £'000
Restricted general funds					
General Annual Grant (GAG)	-	7,684	(8,134)	450	-
Coronavirus exceptional support	-	-	-	-	-
Pupil Premium	-	255	(255)	-	-
Pension reserve	(2,330)	-	(439)	2,769	-
	<u>(2,330)</u>	<u>7,939</u>	<u>(8,828)</u>	<u>3,219</u>	<u>-</u>
Restricted fixed asset funds					
DfE/ESFA capital grants	125	24	(173)	24	-
	<u>125</u>	<u>24</u>	<u>(173)</u>	<u>24</u>	<u>-</u>
Other restricted funds					
Special Educational Needs (SEN)	-	254	(323)	69	-
	<u>-</u>	<u>254</u>	<u>(323)</u>	<u>69</u>	<u>-</u>
Total restricted funds	<u>(2,205)</u>	<u>8,217</u>	<u>(9,324)</u>	<u>3,312</u>	<u>-</u>
Unrestricted funds					
General funds	606	419	(10)	(543)	472
Total unrestricted funds	<u>606</u>	<u>419</u>	<u>(10)</u>	<u>(543)</u>	<u>472</u>
Total funds	<u>(1,599)</u>	<u>8,636</u>	<u>(9,334)</u>	<u>2,769</u>	<u>472</u>

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

	Balance at 1 September 2020 £'000	Income £'000	Expenditure £'000	Gains, losses and transfers £'000	Balance at 31 August 2021 £'000
Restricted general funds					
General Annual Grant (GAG)	117	7,232	(7,510)	161	-
Coronavirus exceptional support	-	108	(108)	-	-
Pupil Premium	-	241	(241)	-	-
Pension reserve	(2,007)	-	(344)	21	(2,330)
	<u>(1,890)</u>	<u>7,581</u>	<u>(8,203)</u>	<u>182</u>	<u>(2,330)</u>
Restricted fixed asset funds					
DfE/ESFA capital grants	127	23	(25)	-	125
	<u>127</u>	<u>23</u>	<u>(25)</u>	<u>-</u>	<u>125</u>
Other restricted funds					
Special Educational Needs (SEN)	-	323	(323)	-	-
	<u>-</u>	<u>323</u>	<u>(323)</u>	<u>-</u>	<u>-</u>
Total restricted funds	<u>(1,763)</u>	<u>7,927</u>	<u>(8,551)</u>	<u>182</u>	<u>(2,205)</u>
Unrestricted funds					
General funds	363	404	-	(161)	606
Total unrestricted funds	<u>363</u>	<u>404</u>	<u>-</u>	<u>(161)</u>	<u>606</u>
Total funds	<u>(1,400)</u>	<u>8,331</u>	<u>(8,551)</u>	<u>21</u>	<u>(1,599)</u>

Notes to the financial statements
for the year ended 31 August 2022

16 Funds (continued)

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

The General Annual Grant is funding from the DfE for the Academy's operating costs.

DfE/ESFA capital grants were to fund the purchase of fixed assets.

Pupil premium is additional government funding to raise the attainment of disadvantaged pupils of all abilities and to close the gaps between them and their peers.

Local government grants is used to support pupils with SEN and those with low attainment on entry.

The pension reserve relates to the School's Local Government Pension Scheme liability for support staff.

Other grants were to support the Academy's operating costs.

The transfer from the restricted fixed asset fund to restricted general funds represents the use of capital funds in previous years for repairs and maintenance.

17 Analysis of net assets between funds

	Unrestricted funds £'000	Restricted general funds £'000	Restricted fixed asset funds £'000	Total funds £'000
Fund balances at 31 August 2022 are represented by:				
Current assets	472	636	-	1,108
Current liabilities	-	(636)	-	(636)
Pension scheme liability	-	-	-	-
Total net assets	472	-	-	472

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

	Unrestricted funds £'000	Restricted general funds £'000	Restricted fixed asset funds £'000	Total funds £'000
Fund balances at 31 August 2021 are represented by:				
Current assets	606	557	125	1,288
Current liabilities	-	(557)	-	(557)
Pension scheme liability	-	(2,330)	-	(2,330)
Total net assets	606	(2,330)	125	(1,599)

18 Pensions 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 administered by Westminster City Council. Both are multi-employer defined benefit schemes.

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

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

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 the member and employer makes contributions, as a percentage of salary - these contributions are credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

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 2024.

The pension charge for the year includes contributions payable to the TPS of £1,105,530 (2021: £1,101,004) and at the year-end £93,728 (2021: £93,867) was accrued in respect of contributions to this scheme.

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 Scheme

The LGPS is a funded defined benefit pension scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2022 was £294,930 (2021: £289,447), of which employer's contributions totalled £218,158 (2021: £214,317) and employees' contributions totalled £76,772 (2021: £75,131).

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.

18 Pensions and similar obligations (continued)

Principal actuarial assumptions

	At 31 August 2022	At 31 August 2021
Rate of increase of salaries	4.1%	3.9%
Rate of increase for pensions in payment/inflation	3.1%	2.9%
Discount rate for scheme liabilities	4.3%	1.7%
Inflation assumption (CPI)	3.1%	2.9%

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

Current mortality rates

	At 31 August 2022	At 31 August 2021
<i>Retiring today</i>		
Males	21.4	21.6
Females	24.1	24.3
<i>Retiring in 20 years</i>		
Males	22.9	22.9
Females	26.1	25.7

Sensitivity analysis

Below sets out the impact on the present value of defined benefit obligations of changes in key assumptions:

	At 31 August 2022	At 31 August 2021
	£'000	£'000
Discount rate +0.1%	4,730	7,595
Discount rate -0.1%	4,494	7,963
Mortality assumption – 1 year increase	4,796	8,087
Mortality assumption – 1 year decrease	4,428	7,479
CPI rate +0.1%	4,707	4,717
CPI rate -0.1%	4,517	4,693

18 Pensions and similar obligations (continued)

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

	Fair value at 31 August 2022	Fair value at 31 August 2021
	£'000	£'000
Equities	3,759	4,180
Corporate bonds	884	710
Property	719	358
Cash and other liquid assets	166	199
Total market value of assets	5,528	5,447

The actual return on scheme assets was £363,000 (2020: £799,000)

Amount recognised in the statement of financial activities (SOFA)

	2022	2021
	£'000s	£'000s
Service cost	618	524
Interest cost	41	31
Admin expenses	-	4
Total amount recognised in the SOFA	659	559

	2022	2021
	£'000s	£'000s
The amounts recognised in the balance sheet are as follows:		
Present value of funded obligations	(4,612)	(7,777)
Fair value of scheme assets	5,528	5,447
Surplus/(deficit) in scheme	916	(2,330)
Adjustment for unrecognised asset	(916)	-
Net deficit in the scheme	-	(2,330)

	2022	2021
	£'000	£'000
Remeasurements of the net defined benefit liability to be shown in SOFA		
Actuarial gains on the liabilities	4,048	(706)
Return on assets (excluding interest income)	(363)	727
Surplus on scheme that is not recoverable	(916)	-
Total remeasurement of the net defined benefit liability to be shown in SOFA	2,769	21

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

	2022	2021
	£'000	£'000
Scheme obligations as at 1 September 2021	7,777	6,382
Current service cost	618	524
Interest cost	134	103
Employee contributions	77	75
Actuarial (gain)/loss	(4,066)	789
Change in demographic assumptions	9	(83)
Benefits paid	54	(13)
Experience (gain) on defined benefit obligation	9	-
At 31 August 2022	4,612	7,777

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

	2022	2021
	£'000	£'000
Fair value of scheme assets at 1 September 2021	5,447	4,375
Interest income	93	72
Admin expenses	-	(4)
Actuarial gain/(loss)	(363)	727
Employer contributions	220	215
Employee contributions	77	75
Benefits paid	54	(13)
At 31 August 2022	5,528	5,447