

Report of the Trustees and  
Financial Statements for the Year Ended 31 August 2020  
for  
SUMMER PARK MULTI ACADEMY TRUST

SUMMER PARK MULTI ACADEMY TRUST

Contents of the Financial Statements  
for the year ended 31 August 2020

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 7
Governance Statement	8 to 10
Statement on Regularity, Propriety and Compliance	11
Statement of Trustees Responsibilities	12
Report of the Independent Auditors	13 to 14
Independent Accountant's Report on Regularity	15
Statement of Financial Activities	16
Statement of Financial Position	17
Statement of Cash Flows	18
Notes to the Financial Statements	19 to 36

## SUMMER PARK MULTI ACADEMY TRUST

### Reference and Administrative Details for the Year Ended 31 August 2020

<b>Members</b>	Ms C Windmill (from 01/03/2019) Ms J Edwards Ms P Henry Mr R Rickuss Mrs T O'Keeffe-Pullan (from 01/03/2019)
<b>Trustees</b>	Ms G Pugliese (Chair) Mr R Rickuss (Vice Chair) Pastor S Peach Miss K Rochester (Executive Head / Accounting Officer) Ms C Windmill Mr C Ketley-Lowe Mrs S Brown Mrs S Beasley Mr I Crawford Mrs G Bhamra (resigned 10/09/19) Ms S Obertelli (resigned 23/09/19)
<b>Local Governing Body (Staff Governors)</b>	Mr A Burd Mr O Zaki Mrs J Price
<b>Senior leadership team</b>	Miss K Rochester (Executive Headteacher/CEO) Mrs H Kumar (Head of School) Mrs N Rich (Head of School) Mrs H Lloyd-Davies (Head of School)
<b>Academies operated</b>	Summerhill Primary Academy Jubilee Park Primary Academy
<b>Registered office</b>	Highfield Road Tipton DY4 0QS
<b>Registered company number</b>	8591050 (England and Wales)
<b>Independent auditors</b>	Haines Watts Birmingham LLP 5-6 Greenfield Crescent Edgbaston Birmingham B15 3BE
<b>Bankers</b>	Lloyds Bank Plc Queen Square Wolverhampton  Lloyds Bank Plc High Street Dudley
<b>Solicitors</b>	Irwin Mitchell 31 Temple Street Birmingham B2 5DB

## SUMMER PARK MULTI ACADEMY TRUST

### Report of the Trustees for the Year Ended 31 August 2020

The Trustees, who are also Directors of the Charity for the purposes of the Companies Act 2006, present their Annual Report together with the Financial Statements and Auditor's Report of the Charitable Company for the period 1 September 2019 to 31 August 2020. The Annual Report serves the purposes of both a Trustees' Report, and a Directors' Report under company law.

The Trust is a Multi Academy Trust operating 2 primary academies in Tipton, West Midlands (Sandwell). The academies have a combined pupil capacity of 1,206 (which includes 156 nursery pupils) and recorded a roll of 922 in the school census in October 2019. A children's centre (Little Treasures) also operates on the site of Summerhill Primary Academy which offers places for children aged 0 to 3 years and which currently has 112 children registered within its provision.

Summer Park Multi Academy Trust joined the The Rivers CofE Multi Academy Trust on 1 November 2020. The Rivers CofE Multi Academy Trust has 11 other Primary and first schools. These school range in size and are spread across the districts of Worcester and Kidderminster. Jubilee Park Primary and Summerhill Primary now form part of this family of schools.

## **Structure, governance and management**

### **Constitution**

The Multi Academy Trust is a company limited by guarantee and an exempt charity. The Charitable Company's Memorandum and Articles of Association are the primary governing documents of the Summer Park Multi Academy Trust. The Trustees of the Multi Academy Trust are also the Directors of the Charitable Company for the purposes of company law. The registered name of the Charitable Company is Summer Park Multi Academy Trust. The academies which operate within the Multi Academy Trust are Jubilee Park Primary Academy and Summerhill Primary Academy.

Details of the Trustees who served throughout the period are included in the Reference and Administrative Details on page 1.

### **Members' liability**

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

### **Recruitment and appointment of new Trustees**

- a. Governors nominated by the Governors each of whom shall be interested in the community (Community) governors;
- b. Members may appoint Trustees who are representatives of the employees of the Academy Trust (Staff Trustees) – the total number of Trustee (including the Principal) who are employees of the Academy Trust shall not exceed one third of the total number of Trustees. Invitations for nominations are circulated to staff eligible to participate, with information on the appointment process;
- c. Parent Trustees and Parent Local Governors shall be elected by parents of registered pupils at the Trust. A Parent Trustee or Parent Local Governor must be a parent of a pupil at one or more of the Academies at the time when he is elected. Those parents eligible to participate are invited to do so by letters sent home via pupils, informing them of the election process.

### **Policies and procedures adopted for the induction and training of Trustees**

All Governors complete a skills audit which identifies the strengths and developments they may have. This audit is then used to plan all governors training for the following year. It is then reviewed to ensure governors skills are improving.

All governors are invited annually to attend Level 1 safeguarding training. The Chair and Vice Chair have both attended safer recruitment training. Governors are made aware of training that is available to them through a Governor Training Package purchased by the Trust. The Trust Board is provided with a copy of the Academies Financial Handbook each September (which can be accessed on the academy Gateway), together with a copy of the 'Accounting Officer' letter received from the ESFA.

### **Organisational structure**

The Governing Body organisational structure is set out in its Committee Booklet. Each Committee has clearly defined responsibilities; with names of membership and the Chair of Committee. The Committee Booklet identifies 'Items Delegated to an Individual(s)' and their responsibility.

The full Governing Body approve the annual budget. The Finance & Staffing Committee receive regular budgetary monitoring reports and management accounts which enables them to make financial decisions as required. All meetings are minuted and all sub-committee minutes are taken to full governing body meetings.

## SUMMER PARK MULTI ACADEMY TRUST

### Report of the Trustees for the Year Ended 31 August 2020

#### **Organisational structure (continued)**

The Executive Headteacher is the Trust's Accounting Officer. Expenditure up to £5,000 is delegated to the Executive Headteacher and Heads of School. Any expenditure above £5,000 requires governing body approval.

The Senior Leadership team review the Trust's School Development Plan and the Trust's Premises Plan on an on-going basis for referral to the appropriate Committee.

#### **Arrangements for setting pay and remuneration of Key Management Personnel**

The arrangements for setting pay and remuneration for the Trust's senior leadership team are set out in its Pay Policy which is reviewed by Trustees on an annual basis. The Trust's Pay Policy is compliant with all appropriate employment legislation (which includes the Standard Teachers Pay and Conditions Document).

The Governors review the Senior Leadership Team's performance annually through performance management targets which are linked to the School Improvement Plan.

#### **Trade union facility time**

With reference to the Trade Union (Facility Time Publication Requirements) Regulations 2017, where an academy trust has more than 49 full time equivalent employees throughout any 7 months within the reporting period, it must include information included in Schedule 2 of the Regulations, the Trust confirms it has nothing to report.

#### **Related parties and other connected charities and organisations**

All Governors sign a 'Declaration of Interest' at the start of each academic year stating that they have no related party interests either direct or indirect. Should they do so then they are declared at this point.

'Declaration of Interest' is a standing item on each committee agenda. Should there be an interest expressed then that Governor is not involved in any decision making which relates to their stated interest. The interest is noted in the minutes. Signed Declarations of Interest are held with a detailed schedule available on the Trust's website.

#### **Engagement with employees (including disabled persons)**

Summer Park MAT has maintained and developed arrangements aimed at providing employees with information on matters of concern to them. This includes regular staff meetings given by the CEO and access to the following documents on share point: Staff Handbook; Code of Conduct, relevant risk assessments; Safeguarding Policy; COVID-19 policies and procedures; Pay Policy; Equality and Diversity Information and Objectives (encompasses the following protected characteristics: age; disability; race, colour, nationality, ethnic or national origin; sex [including transgender]; gender reassignment; pregnancy and maternity; religion or belief; sexual orientation; and marriage and civil partnership). Employees are consulted regularly at school and MAT level so that their views can be considered in making decisions which are likely to affect their interests. This includes a wellbeing questionnaire.

## **Objectives and Activities**

#### **Objectives and aims**

The object of the Trust is to advance for the public benefit, education in the United Kingdom, in particular but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing a school offering a broad and balanced curriculum. The Trust is at the heart of the community, promoting community cohesion and sharing facilities with other schools and the wider community. Within the overall aim of the Charity, the specific objects of the Trust are:

Summer Park MAT strives to develop independent, healthy and confident learners who aspire to the highest of standards. This is underpinned with the joint values our MAT upholds:

<b>Vision:</b>	Believe, reach and achieve your dreams.
<b>Values:</b>	Integrity: We are a charity who pride ourselves on our honesty, transparency, fairness and our ethical practices. We value our team, our community and move forward as one.
<b>Ambition:</b>	We strive to provide the very best education by ensuring that all of our academies work collaboratively and have high expectations in order to reach their full potential.
<b>Innovation:</b>	We understand the importance of continually reflecting on our practices in order to make brave decisions and develop the whole child.
<b>Success:</b>	We promote independence, individuality as well as providing a range of opportunities for our pupils and staff to believe, reach and achieve their dreams.

## Objectives and aims (continued)

### Teaching and Learning

Teaching and learning across Summer Park MAT is embedded with assessment for learning. Teachers are becoming highly skilled at using a range of assessment strategies to ensure that pupils of all abilities achieve well.

#### Key performance indicators:

The Trustees regularly review assessments of the performance of the Trust's academies. The Trustees review test results as a key performance of the Trust's continuing success, but they also review the improvements of each year group and individuals to ensure that the teaching activities of each of the Trust's academies are effective and there is continuous improvement at all levels.

Due to COVID-19, performance data is not available for the year 2019-2020. However, school improvement continues to be a priority: the executive headteacher makes regular visits to all schools, carries out performance meetings with heads and completes regular reviews of EYFS, SEND, phonics, whole school and PP.

### Teaching and Learning

Through regular and rigorous monitoring and evaluation our teachers provide high quality teaching in all classes by:

- Demonstrating high expectations of all pupils.
- Planning astutely and matching learning to individual pupils' needs including the setting of challenging tasks through 'Behaviour and Development' learning.
- Systematically and accurately assessing pupils both during and at the end of lessons.
- Providing timely support and interventions.
- Planning for pupils to apply their basic skills in a range of contexts.
- Enthusiating, engaging and motivating learners.
- Marking and providing high quality constructive feedback consistently well in order for learners to make rapid progress.

The MAT also uses the individual school timetables exceptionally well to intervene and develop crucial basic skills. These interventions are delivered by learning support staff and senior leaders to both pupils with specific needs (SEND or LAC) as well as those from disadvantaged backgrounds or those identified as underperforming due to other identified barriers to learning. These interventions are implemented in order to secure accelerated progress for identified groups.

### Leadership and Management

All leaders and managers, including those responsible for governance, are highly ambitious for the pupils across Summer Park MAT. They have a deep and accurate understanding of the schools' performance which has been gained through regular and rigorous self-review. The schools' self-evaluation provides an accurate appraisal of its effectiveness, plans reflect what needs to be done to consolidate success and secure further improvement.

Leaders and managers employ highly effective strategies for improving teaching by:

- Determining a set of non-negotiable expectations of teaching and learning for all staff.
- Seeking out and modelling best practice.
- Rigorous monitoring and evaluation procedures through weekly leadership meetings and through management mentoring of all teachers and middle leaders by the senior leadership team.
- Providing positive and constructive feedback and pursuing plans of action, in order to result in the improvement of teaching and learning with all staff at all levels.
- Supporting teachers with assessment and moderation of attainment levels.
- Establishing a highly effective coaching model – Silver Coachmark Award achieved July 2017 across both schools.
- Leaders making important strides in developing their assessment for learning strategies. This has led to significant improvements in planning, teaching pedagogy and assessment practices.
- Well-targeted professional development for all staff, including support staff, which has had a significant impact upon improving the quality of teaching.
- Ensuring that outcomes of teacher evaluation feed into overarching teacher appraisal.

## SUMMER PARK MULTI ACADEMY TRUST

### Report of the Trustees for the Year Ended 31 August 2020

#### **Leadership and Management (continued)**

##### **Partnerships**

The school engages in a range of partnerships which contribute to the overall provision on offer to pupils and parents across the MAT:

- School Nurse Team (Personal Hygiene, Healthy Eating, and Sex Education)
- Community Police
- Speech Therapists
- Children's Services
- Child Psychology Service
- Counselling Service

These services continue to support the school in promoting and supporting the well-being of our pupils.

Good links are held with the local Children's Centre and Community Centre. The Centre supports the school in facilitating effective transition of children who have attended their setting. This partnership also extends to supporting parents with healthy lifestyles initiatives on the school site and adult learning courses.

- Links with local clergy and religious groups further enhance the spiritual well-being of our pupils through delivering elements of our curriculum.
- Close work with our local feeder secondary schools provide curriculum support opportunities for children to network and a transition programme for our pupils.

##### **Public benefit**

The Trustees have complied with their duty to have due regard to the guidance on public benefit. The Trust has acted in the public benefit within its activities by providing primary education to primary school aged children in the Tipton (Sandwell) area.

This can be evaluated by the statements stated in the Achievements and Performance Section.

#### **Strategic report**

##### **Achievement and performance**

Jubilee Park Academy was last inspected by OFSTED in January 2020 and was judged to be good. The Academy continues to thrive.

Summerhill Primary Academy has not yet been inspected. However, Summerhill Primary School was inspected in March 2015. In this inspection it was graded good overall with outstanding leadership and management, Early Years and Personal Development and Well-being.

##### **Awards**

Both schools across the MAT hold the Silver Coaching Award for improving the quality of teaching and learning.

##### **Financial review**

Most of the Trust's income is obtained from the Education and Skills Funding Agency (ESFA) in the form of recurrent grants, the use of which is restricted to a particular purpose.

During the period, ESFA\LA grants totalled to £5,722,956 (2019: £5,592,663). The restricted fund expenditure totalled to £5,801,378 (2019: £5,638,056).

##### **Going concern**

After making appropriate enquiries, the Board of Trustees has a reasonable expectation that the Trust has adequate resources to continue in operational existence for the foreseeable future. These enquires have been based on the Trust's healthy level of both reserves and assets. For this reason it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Statement of Accounting Policies.

## SUMMER PARK MULTI ACADEMY TRUST

### Report of the Trustees for the Year Ended 31 August 2020

#### **Financial review (continued)**

##### Reserves policy

The level of reserves held takes into account the nature of income and expenditure streams, the need to match them with commitments and the nature of reserves. The policy of the Trustees is to maintain a level of reserves that will be adequate to provide a stable basis for the continuing operation of the Trust whilst ensuring that excessive funds are not accumulated. Cash balances of all academies are pooled into a central deposit account with the accounting of reserves remaining at school level.

Excluding the pension scheme liability and capital funds, the Trust's funds carried forward as at 31 August 2020 totalled £1,660,020, being restricted general funds of £612,678 and unrestricted funds of £1,047,342, as shown in the Balance Sheet on page 17 and in note 21 to the accounts on page 28.

The Trust has a pension scheme deficit in respect of the Local Government Pension Scheme of £6,076,000. The liability is included in restricted reserves and the Trust will have to meet any long-term liability out of restricted reserves. In order to repay the deficit, employer contributions are currently 18.1%. In addition, in order to protect the fund, phased lump sum deficit contributions have been scheduled over the next three years at an average of £151,000 per annum. It is anticipated that the recovery period is 20 years. This deficit is considered a long-term deficit and not an immediate liability.

The Trustees are satisfied that the MAT continues to progress towards elimination of the Local Government Pension Scheme deficit and that trust reserves are managed effectively to eliminate deficits for the future.

##### Investment policy

The Trust has no material investments.

#### **Principal risks and uncertainties**

The Trustees review the Risk Management Policy on an annual basis, together with the Risk Register. The Risk Register indicates those principal risks facing the Trust and its schools and the Trustees identify strategies required to enable them to manage these risks. Also, as part of risk assessment, the Trust undertakes a 'financial controls risk assessment', which is also incorporated into a Statement of Internal Control, annually. The Trustees have appointed a Responsible Officer to carry out internal checks and controls. The Responsible Officer reports back to the Trustees giving assurance and recommendations, where required. Individual policies are in place and are reviewed by the corresponding committee. Due to the nature of the Trust, the financial instruments are bank balances, cash, debtors and creditors.

#### **Fundraising**

Each school within the MAT has separate financial operating systems for fundraising and donations, both for fundraising on behalf of the school and for charitable donations e.g. Children in Need, MacMillan Support. The MAT does not have any connection with commercial participants / professional fundraisers.

#### **Coronavirus pandemic 2020**

This year, COVID-19 has impacted greatly on the Trust's activities as a result of the lockdown period and the virus control measures. During the lockdown period, Summerhill remained open for the children of key workers and vulnerable children across both schools until the Easter break. After the Easter school holiday, all schools opened in a phased way to Reception children, Year 1, 5 and Year 6 children. All year groups returned to school in September 2020.

Clearly, the pandemic has affected the Trust's ability to fundraise as a result of the lockdown period and the virus control measures imposed since the reopening of schools. Trustees have ensured that this period has been cost-neutral for the Trust through savings made on energy and other expenses during the period that some trust schools were closed.

Schools were reopened, and have remained open, under the careful supervision of Trustees who met on a regular basis to review COVID-19 risk assessments. Measures have been implemented across all school sites to give staff and pupils all the protections that can be afforded, claims for reimbursement of additional costs have been submitted to the Education Skills Funding Agency but most remain outstanding. Schools continue to incur additional costs maintaining high standard of health and safety aimed at preventing the spread of coronavirus.

The Trust has worked hard to mitigate the impact of the virus on staff and pupils through the following measures:

- producing a wellbeing questionnaire for staff;
- ensuring that staff have kept in regular contact with pupils throughout;
- providing a remote learning platform for pupils across the Trust;
- instigating a recovery curriculum from September 2020;
- providing catch-up sessions for targeted children.

Moving forward, the Trust will continue to prioritise pupil and staff wellbeing. From September 2020, children's mental health and wellbeing will benefit from a raft of measures including mindfulness sessions and emotional and wellbeing interventions.



## SUMMER PARK MULTI ACADEMY TRUST

### Report of the Trustees for the Year Ended 31 August 2020

#### **Coronavirus pandemic 2020 (continued)**

Income generation activities (catering, nursery and wrap around care) were suspended during the national lockdown. Claims were made for financial support under the Coronavirus Job Retention Scheme to pay wages for staff employed in these non-grant funded activities. All employees were paid their usual wage throughout the time they were furloughed. Since the reopening of primary schools, there has been decline in demand for these services, Trustees anticipate demand returning to former levels by September 2021 and the loss of profits generated will be closely monitored.

Trustees approved allocation of reserves to invest in Information Technology resources and staff training to meet the challenges of remote learning. This continues to be an area of focus, development and investment.

The Trust's central belief in the importance and benefit of collaboration, both internally and externally, continues to be affected by the virus control measures. Collaboration amongst staff across the Trust continues to take place via Teams but pupils from different bubbles and different schools are unable to work together as is usual practice. System-led school improvement continues to take place via Teams but the usual visits to other schools cannot take place.

#### **Future plans**

As of the 1 November 2020 Summer Park MAT joined The Rivers CofE Multi Academy Trust. This move is enabling the Trust to secure a centralised procurement strategy to realise cost savings and effectiveness across a larger trust, together with educational benefits of access to wider staff expertise across the schools.

#### **Funds held as custodian trustee on behalf of others**

Summer Park Multi Academy Trust does not hold funds as custodian trustee on behalf of others.

#### **Auditors**

Insofar as the Trustees are aware:

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

The auditors, Haines Watts Birmingham LLP, were appointed during the year and having indicated their willingness to continue in office, a resolution to appoint them will be proposed at the forthcoming Annual General Meeting.

The Report of the Trustees, incorporating a Strategic Report, was approved by order of the Board of Trustees, as the company Directors, on 19 January 2021 and signed on the Board's behalf by:



G Pugliese - Chair of Trustees

## SUMMER PARK MULTI ACADEMY TRUST

### Governance Statement for the Year Ended 31 August 2020

#### **Scope of responsibility**

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

The Board of Trustees has delegated the day-to-day responsibility to the Executive Principal / CEO, 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 Trust and the Secretary of State for Education. They are also responsible for reporting to the Board of Trustees any material weaknesses or breakdowns in internal control.

#### **Governance**

The information on governance included here supplements that described in the Report of the Trustees and in the Statement of Trustees' Responsibilities.

The Trust Board together with its committees (Staffing & Finance, Health & Safety, Standards & PPG, and Curriculum LGB) have met ten times during the year.

The Board of Trustees has formally met three times during the year. Attendance during the year at meetings of the Board of Trustees was as follows:

<b>Trustee</b>	<b>Meetings attended</b>	<b>Out of a possible</b>
Pastor S Peach	2	3
Miss K Rochester	2	3
Mr R Rickuss	3	3
Ms C Windmill	1	3
Mr C Ketley-Lowe	1	3
Mrs S Brown	3	3
Mrs G Pugliese	2	3
Mrs S Beasley	3	3
Mr I Crawford	3	3

The Staffing and Finance (including Audit) Committee is a sub-committee of the main Board of Trustees. Its purpose is to consider financial plans so as to secure its short-term and long-term financial health and ensure that there are sound internal controls and risk management processed in place.

The Staffing and Finance Committee meets at least three times a year. Attendance at meetings in the year was as follows:

<b>Trustee</b>	<b>Meetings attended</b>	<b>Out of a possible</b>
Mr R Rickuss	3	3
Miss K Rochester	3	3
Mr C Ketley-Lowe	2	3
Mr I Crawford	3	3

#### **Governance Review**

Trustees conduct a self-review annually. This includes a skills audit which is used to review their effectiveness in terms of skills, leadership and impact and identify any further training required.

## SUMMER PARK MULTI ACADEMY TRUST

### Governance Statement for the Year Ended 31 August 2020

#### **Review of value for money**

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

The Accounting Officer considers how the Trust's use of its resources has provided good value for money during each academic year, and reports to the Board of Trustees where value for money can be improved, including the use of benchmarking data where appropriate. The Accounting Officer for the Trust has delivered improved value for money during the year by:

We have ensured that resources are directed where they are most needed and most effective in meeting educational requirements, for example by:

Targeting resources in line with the School Improvement Plan (SIP) priorities, including:

- Professional development for all staff, including subject knowledge and AfL strategies, to effectively support pupils with identified needs and make accurate judgements about their attainment and next steps of learning.
- Recruitment and redeployment of good quality teaching staff to narrow the achievement gap between pupils from disadvantaged backgrounds against their peers. Also, half termly moderation of data by the senior leadership team and pupil progress meetings held with staff to measure impact and review interventions and support for all identified pupils. Senior leaders deployed as additional support in end of key stage classes to raise the attainment for targeted groups of pupils.
- Professional development for middle leaders in collaboration with local schools in order to raise the quality of provision across the curriculum and to enhance teaching and learning strategies used in class to accelerate the learning of pupils across the curriculum.
- Further developing improved assessment, tracking and monitoring processes which hold all staff to account for pupil performance and relate it to the new curriculum.
- Continuing with staff Performance Review and Appraisal processes for effective monitoring of performance.
- DSL deployed to target support for vulnerable pupils by engaging parents and ensuring safeguarding practices. Interventions implemented with parents and pupils to maintain and accelerate standards for these pupils and safeguard their learning and development.

#### **The purpose of the system of internal control**

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives. It can, therefore, only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an on-going process designed to identify and prioritise the risks to the achievement of Trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in Summer Park Multi Academy Trust for the period 1 September 2019 to 31 August 2020 and up to the date of approval of the annual report and financial statements.

#### **Capacity to handle risk**

The Board of Trustees has reviewed the key risks to which the Trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The Board of Trustees is of the view that there is a formal on-going process for identifying, evaluating and managing the Trust's significant risks that has been in place for the period 1 September 2019 to 31 August 2020 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the Board of Trustees.

#### **The risk and control framework**

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

- comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the Board of Trustees;
- regular reviews by the Committee of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes;
- setting targets to measure financial and other performance;
- clearly defined purchasing (asset purchase or capital investment) guidelines;
- delegation of authority and segregation of duties;
- identification and management of risks.

## SUMMER PARK MULTI ACADEMY TRUST

### Governance Statement for the Year Ended 31 August 2020

#### **The risk and control framework - continued**

The Board of Trustees has considered the need for a specific internal audit function and has decided to appoint Services 4 Schools as internal auditor. The internal auditor's role includes giving advice on financial matters and performing a range of checks on the Trust's financial systems. These checks include the testing of the following systems:

- testing of payroll systems
- testing of purchase systems
- testing of income
- accounting system
- bank reconciliation
- ad hoc checks

The internal auditor reported in July 2020 to the Board of Trustees through the Staffing and Finance Committee on the operation of the systems of control and on the discharge of the Board of Trustees' financial responsibilities.

#### **Review of effectiveness**

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

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

The Accounting Officer has been advised of the implications of the result of their review of the system of internal control and a plan to address weaknesses and ensure continuous improvement of the system is in place.

Approved by order of the members of the Board of Trustees on 19 January 2021 and signed on its behalf by:



.....  
G Pugliese – Chair of Trustees



.....  
K Rochester - Accounting Officer

SUMMER PARK MULTI ACADEMY TRUST

Statement on Regularity, Propriety and Compliance  
for the Year Ended 31 August 2020

As Accounting Officer of Summer Park Multi Academy Trust, I have considered my responsibility to notify the Charitable Company Board of Trustees and the Education and Skills Funding Agency (ESFA) of material irregularity, impropriety and non-compliance with terms and conditions of all funding received by the Charitable Company, under the Funding Agreement in place between the Charitable Company and the Secretary of State for Education. As part of my consideration, I have had due regard to the requirements of the Academies Financial Handbook 2019.

I confirm that I and the Charitable Company Board of Trustees are able to identify any material irregular or improper use of all funds by the Charitable Company, or material non-compliance with the terms and conditions of funding under the Charitable Company's Funding Agreement and the Academies Financial Handbook 2019.

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



K Rochester - Accounting Officer



Date: 19 January 2021

## SUMMER PARK MULTI ACADEMY TRUST

### Statement of Trustees' Responsibilities for the Year Ended 31 August 2020

The Trustees (who are also the Directors of the Charitable Company for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with the Academies 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.

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 and the Academies Accounts Direction 2019 to 2020;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

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

Approved by order of the Board of Trustees on 19 January 2021 and signed on its behalf by:



.....  
G Pugliese – Chair of Trustees

Report of the Independent Auditors to the Members of  
Summer Park Multi Academy Trust

**Opinion**

We have audited the financial statements of Summer Park Multi Academy Trust (the 'charitable company') for the year ended 31 August 2020 which comprise the Statement of Financial Activities, the Statement of Financial Position, 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, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and the Accounts Direction 2019 to 2020 issued by the Education and Skills Funding Agency (ESFA).

In our opinion the financial statements:

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

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, not all future events or conditions can be predicted. The COVID-19 viral pandemic is one of the most significant economic events for the UK with unprecedented levels of uncertainty of outcomes. It is therefore difficult to evaluate all of the potential implications on the Trust's activities, its suppliers and wider economy. The Trustees' view on the impact of COVID-19 is disclosed in the Trustees' Report and in the notes to the financial statements.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors 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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (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 trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

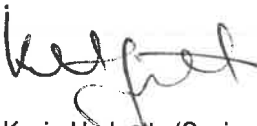
**Our responsibilities for the audit of the financial statements**

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**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 auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Kevin Hodgetts (Senior Statutory Auditor)  
for and on behalf of Haines Watts Birmingham LLP  
5-6 Greenfield Crescent  
Edgbaston  
Birmingham  
B15 3BE

28 January 2021



Independent Reporting Accountant's Assurance Report on Regularity to  
Summer Park Multi Academy Trust and the Education and Skills Funding Agency

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

**Respective responsibilities of Summer Park Multi Academy Trust's accounting officer and the reporting accountant**

The accounting officer is responsible, under the requirements of Summer Park Multi Academy Trust's funding agreement with the Secretary of State for Education and the Academies Financial Handbook, extant from 1 September 2019, 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 2019 to 2020. 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 2019 to 31 August 2020 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

**Approach**

We conducted our engagement in accordance with the Academies Accounts Direction 2019 to 2020 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.

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

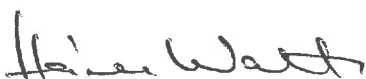
Our engagement includes examination, on a test basis, of evidence relevant to the regularity and propriety of the charitable company's income and expenditure.

The work undertaken to draw our conclusion includes:

- An assessment of the risk of material irregularity and impropriety across the Trust's activities;
- A review of governance procedures;
- A review of financial budgeting and monitoring procedures;
- A review of related/connected party transactions in accordance with internal processes and the Academies Financial Handbook;
- A review and sample testing of internal financial controls; and
- A review and sample testing of procurement procedures.

**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 2019 to 31 August 2020 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.



Haines Watts Birmingham LLP  
5-6 Greenfield Crescent  
Edgbaston  
Birmingham  
B15 3BE

28 January 2021

**SUMMER PARK MULTI ACADEMY TRUST**

Statement of Financial Activities  
for the year ended 31 August 2020

				2020	2019	
	Notes	Unrestricted fund £	Restricted funds £	Restricted fixed asset fund £	Total funds £	Total funds £
<b>Income and endowments from</b>						
Donations and capital grants	2	-	-	4,214	4,214	55,203
<b>Charitable activities</b>						
Funding for the academies' educational operations	3	-	5,701,277	-	5,701,277	5,592,663
Other trading activities	4	290,339	21,679	-	312,018	480,924
Investment income	5	962	-	-	962	1,538
<b>Total</b>		291,301	5,722,956	4,214	6,018,471	6,130,328
<b>Expenditure on</b>						
Raising funds		43,841	-	-	43,841	439,451
<b>Charitable activities</b>						
Academies' educational operations	7	-	5,801,378	398,032	6,199,410	6,005,977
<b>Total</b>	6	43,841	5,801,378	398,032	6,243,251	6,445,428
<b>NET INCOME/(EXPENDITURE)</b>		247,460	(78,422)	(393,818)	(224,780)	(315,100)
<b>Transfers between funds</b>	21	-	(97,029)	97,029	-	-
<b>Other recognised gains/(losses)</b>						
Actuarial gains/(losses) on defined benefit schemes		-	(870,000)	-	(870,000)	(802,000)
<b>Net movement in funds</b>		247,460	(1,045,451)	(296,789)	(1,094,780)	(1,117,100)
<b>Reconciliation of funds</b>						
<b>Total funds brought forward</b>		799,882	(4,417,871)	10,314,300	6,696,311	7,813,411
<b>Total funds carried forward</b>		1,047,342	(5,463,322)	10,017,511	5,601,531	6,696,311

**Continuing operations**

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

**SUMMER PARK MULTI ACADEMY TRUST**

**Statement of Financial Position**  
**31 August 2020**

	<b>Notes</b>	<b>2020</b> <b>£</b>	<b>2019</b> <b>£</b>
<b>Fixed assets</b>			
Tangible assets	13	10,013,342	10,337,973
<b>Current assets</b>			
Debtors	14	271,379	353,293
Cash at bank		1,877,274	1,395,365
		<b>2,148,653</b>	1,748,658
<b>Creditors</b>			
Amounts falling due within one year	15	(426,481)	(419,791)
<b>Net current assets</b>		<b>1,722,172</b>	1,328,867
<b>Total assets less current liabilities</b>		<b>11,735,514</b>	11,666,840
<b>Creditors</b>			
Amounts falling due after more than one year	16	(57,983)	(76,529)
<b>Pension liability</b>	22	(6,076,000)	(4,894,000)
<b>NET ASSETS</b>		<b>5,601,531</b>	6,696,311
<b>Funds</b>	21		
Unrestricted funds:			
General fund		1,047,342	799,882
Restricted funds:			
Restricted fixed asset fund		10,017,511	10,314,300
Restricted general fund		612,678	476,129
Pension reserve		(6,076,000)	(4,894,000)
		<b>4,554,189</b>	5,896,429
<b>Total funds</b>		<b>5,601,531</b>	6,696,311

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 19 January 2021 and were signed on its behalf by:



.....  
G Pugliese - Trustee

Registered company number: 8591050

The notes form part of these financial statements

**SUMMER PARK MULTI ACADEMY TRUST**

**Statement of Cash Flows**  
**for the year ended 31 August 2020**

	<b>Notes</b>	<b>2020 £</b>	<b>2019 £</b>
<b>Cash flows from operating activities</b>			
Cash generated from operations	26	<u>564,179</u>	<u>36,937</u>
Net cash provided by operating activities		<u>564,179</u>	<u>36,937</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		<u>(82,919)</u>	<u>(98,845)</u>
Capital grants from DfE/ESFA		<u>19,196</u>	<u>55,203</u>
Net cash used in investing activities		<u>(63,723)</u>	<u>(43,642)</u>
<b>Cash flows from financing activities</b>			
Loan repayments in year		<u>(18,547)</u>	<u>(18,546)</u>
Net cash used in financing activities		<u>(18,547)</u>	<u>(18,546)</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>481,909</u>	<u>(25,251)</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>1,395,365</u>	<u>1,420,616</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u>1,877,274</u>	<u>1,395,365</u>

The notes form part of these financial statements

**1. Accounting policies**

**Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Academies Accounts Direction 2019 to 2020 issued by the ESFA, the Charities Act 2011 and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Summer Park Multi Academy Trust meets the definition of a public benefit entity under FRS 102.

**Going concern**

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

Summer Part Multi Academy Trust joined Rivers CofE Multi Academy Trust on 1 November 2020. On this date all assets and liabilities were transferred leaving behind an empty Academy Trust.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

**Grants**

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

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

Capital grants are recognised 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.

**Sponsorship income**

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

**Donations**

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

**Other income**

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

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

1. **Accounting policies - continued**

**Raising funds**

Raising funds includes all expenditure incurred by the charity to raise funds for its charitable purposes and includes costs of all fundraising activities, events and non-charitable trading.

**Charitable activities**

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

**Governance costs**

These include the costs attributable to the Trust's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

All resources expended are inclusive of irrecoverable VAT.

**Tangible fixed assets**

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. 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 such assets is charged to the restricted fixed asset fund in the Statement of Financial Activities so as to reduce the fund over the useful economic life of the related asset on a basis consistent with the Trust's depreciation policy.

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

Long leasehold buildings	- 50 years straight line on cost
Plant and machinery	- 25 years straight line on cost
Fixtures, fittings and equipment	- 4 years straight line on cost
Computer equipment	- 3 years straight line on costs

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

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

**Leased assets**

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

**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.

**Financial instruments**

The 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 14. Prepayments are not financial instruments.

## SUMMER PARK MULTI ACADEMY TRUST

### Notes to the Financial Statements - continued for the year ended 31 August 2020

#### **1. Accounting policies - continued**

##### **Liabilities**

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

Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost as detailed in note 15. 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 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 Trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

##### **Fund accounting**

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

Restricted fixed asset funds are resources which are to be applied to specific capital purposes imposed by the Education & Skills Funding Agency/Department for Education or other funders where the asset acquired or created is held for a specific purpose.

Restricted general funds comprise all other restricted funds received and include grants from the Education & Skills Funding Agency/Department for Education.

##### **Pension costs and other post-retirement benefits**

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

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

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

##### **Critical accounting estimates and areas of judgement**

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

# SUMMER PARK MULTI ACADEMY TRUST

## Notes to the Financial Statements - continued for the year ended 31 August 2020

### 1. Accounting policies - continued

#### Critical accounting estimates and areas of judgement - continued

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

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost (income) for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 22, will impact the carrying amount of the pension liability. Furthermore, a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2019 has been used by the actuary in valuing the pensions liability at 31 August 2020. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

### 2. Donations and capital grants

	Unrestricted funds	Restricted funds	2020 Total funds	2019 Total funds
	£	£	£	£
Capital grants	-	4,214	4,214	55,203

### 3. Funding for the academies' educational operations

	Unrestricted funds	Restricted funds	2020 Total funds	2019 Total funds
	£	£	£	£
General Annual Grant (GAG)	-	4,114,932	4,114,932	4,057,583
Other DfE group grants	-	909,994	909,994	700,401
Local authority grants	-	651,980	651,980	834,679
Coronavirus exceptional support	-	24,371	24,371	-
	-	5,701,277	5,701,277	5,592,663

The Trust has been eligible to claim additional funding in year from government support schemes in response to the coronavirus outbreak. The funding received is shown above as exceptional government funding.

- The funding claimed for coronavirus exceptional support covers £24k of exceptional costs incurred. These costs are included in note 6 below as appropriate.

### 4. Other trading activities

	Unrestricted funds	Restricted funds	2020 Total funds	2019 Total funds
	£	£	£	£
Catering income	36,776	-	36,776	58,934
Consultancy / training income	3,642	-	3,642	11,380
Nursery	143,206	-	143,206	225,675
Before and after school clubs	88,834	-	88,834	103,064
Other school fund activities	-	-	-	49,864
Other income	13,510	21,679	35,189	564
Contributions to trips	4,371	-	4,371	31,443
	290,339	21,679	312,018	480,924

Other income above includes £21,679 in respect of claims made under the Coronavirus Job Retention Scheme for furloughed staff of trading activities..



**SUMMER PARK MULTI ACADEMY TRUST**

**Notes to the Financial Statements - continued**  
**for the year ended 31 August 2020**

**5. Investment income**

	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>2020 Total funds £</b>	<b>2019 Total funds £</b>
Bank interest received	<u>962</u>	<u>-</u>	<u>962</u>	<u>1,538</u>

**6. Expenditure**

	<b>Non-pay expenditure</b>			<b>2020</b>	<b>2019</b>
	<b>Staff costs £</b>	<b>Premises £</b>	<b>Other costs £</b>	<b>Total £</b>	<b>Total £</b>
<b>Raising funds</b>					
<b>Costs of fundraising</b>					
Direct costs	-	-	43,841	43,841	439,451
<b>Charitable activities</b>					
<b>Academies' educational operations</b>					
Direct costs	3,479,767	-	99,158	3,578,925	3,673,636
Allocated support costs	<u>1,203,457</u>	<u>524,394</u>	<u>892,634</u>	<u>2,620,485</u>	<u>2,332,341</u>
	<u>4,683,224</u>	<u>524,394</u>	<u>1,035,633</u>	<u>6,243,251</u>	<u>6,445,428</u>

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

	<b>2020 £</b>	<b>2019 £</b>
Auditors' remuneration	10,000	12,600
Auditors' remuneration for non audit work	4,648	6,904
Depreciation - owned assets	407,550	367,923
Operating lease rentals	<u>9,823</u>	<u>9,495</u>

**7. Charitable activities – academies' educational operations**

	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>2020 Total funds £</b>	<b>2019 Total funds £</b>
Direct costs	-	3,578,925	3,578,925	3,673,636
Support costs	<u>-</u>	<u>2,620,485</u>	<u>2,620,485</u>	<u>2,332,341</u>
	<u>-</u>	<u>6,199,410</u>	<u>6,199,410</u>	<u>6,005,977</u>

	<b>2020 Total £</b>	<b>2019 Total £</b>
<b>Analysis of support costs</b>		
Support staff costs	1,203,457	1,170,964
Depreciation	398,032	162,612
Technology costs	156,008	104,134
Premises costs	524,394	460,824
Other support costs	323,946	407,280
Governance costs	<u>14,648</u>	<u>26,527</u>
Total support costs	<u>2,620,485</u>	<u>2,332,341</u>

# SUMMER PARK MULTI ACADEMY TRUST

## Notes to the Financial Statements - continued for the year ended 31 August 2020

### 8. Trustees' remuneration and benefits

The Executive Principal only received remuneration in respect of services provided undertaking the role of Executive Principal and not in respect of their services as Trustee. Other Trustees did not receive any payments from the Trust in respect of their role as Trustees. The value of Trustees' remuneration was therefore as follows:

	2020 £	2019 £
K Rochester (executive head and trustee)		
Remuneration	£95,000 - £100,000	£95,000 - £100,000
Employer's pension contributions	£15,000 - £20,000	£15,000 - £20,000

Other related party transactions are set out in note 24.

### Trustees' expenses

There were no Trustees' expenses paid for the year ended 31 August 2020 nor for the year ended 31 August 2019.

### 9. Staff costs

	2020 £	2019 £
Wages and salaries	3,420,237	3,391,069
Social security costs	300,443	318,298
Operating costs of defined benefit pension schemes	856,557	1,002,669
	<u>4,577,237</u>	<u>4,712,036</u>
Supply teacher costs	105,987	210,619
	<u>4,683,224</u>	<u>4,922,655</u>

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

	2020	2019
Teachers (FTE 2020: 40, 2019: 39)	45	44
Admin and support (FTE 2020: 78, 2019: 79)	133	134
Management (FTE 2020: 5, 2019: 5)	5	6
	<u>183</u>	<u>184</u>

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

	2020	2019
£60,001 - £70,000	3	3
£80,001 - £90,000	-	1
£90,001 - £100,000	1	-
	<u>4</u>	<u>4</u>

### Key management personnel

The key management personnel of Trust is the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the Trust was £454,109 (2019: £408,124).

**SUMMER PARK MULTI ACADEMY TRUST**

**Notes to the Financial Statements - continued**  
**for the year ended 31 August 2020**

**10. Trustees' and officers' insurance**

In accordance with normal commercial practice, the Trust has purchased insurance to protect trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on Academy Trust business. The insurance provides cover up to £1,000,000 on any one claim and the cost for the period ended 31 August 2020 was £37,717 (2019: £31,980). The cost of this insurance is included in the total insurance cost.

**11. Comparatives for the statement of financial activities**

	<b>Unrestricted fund £</b>	<b>Restricted funds £</b>	<b>Restricted fixed asset fund £</b>	<b>2019 Total funds £</b>
<b>Income and endowments from</b>				
Donations and capital grants	-	-	55,203	55,203
<b>Charitable activities</b>				
Funding for the academies' educational operations	-	5,592,663	-	5,592,663
Other trading activities	480,924	-	-	480,924
Investment income	<u>1,538</u>	<u>-</u>	<u>-</u>	<u>1,538</u>
<b>Total</b>	<b>482,462</b>	<b>5,592,663</b>	<b>55,203</b>	<b>6,130,328</b>
<b>Expenditure on</b>				
Raising funds	439,451	-	-	439,451
<b>Charitable activities</b>				
Academies' educational operations	-	5,638,054	367,923	6,005,977
<b>Total</b>	<b>439,451</b>	<b>5,638,054</b>	<b>367,923</b>	<b>6,445,428</b>
<b>NET INCOME/(EXPENDITURE)</b>	<b>43,011</b>	<b>(45,391)</b>	<b>(312,720)</b>	<b>(315,100)</b>
<b>Transfers between funds</b>	<b>-</b>	<b>(16,061)</b>	<b>16,061</b>	<b>-</b>
<b>Other recognised gains/(losses)</b>				
Actuarial gains/(losses) on defined benefit schemes	-	(802,000)	-	(802,000)
<b>Net movement in funds</b>	<b>43,011</b>	<b>(863,452)</b>	<b>(296,659)</b>	<b>(1,117,100)</b>
<b>Reconciliation of funds</b>				
<b>Total funds brought forward</b>	<b>756,871</b>	<b>(3,554,419)</b>	<b>10,610,959</b>	<b>7,813,411</b>
<b>Total funds carried forward</b>	<b><u>799,882</u></b>	<b><u>(4,417,871)</u></b>	<b><u>10,314,300</u></b>	<b><u>6,696,311</u></b>

**SUMMER PARK MULTI ACADEMY TRUST**

**Notes to the Financial Statements - continued**  
**for the year ended 31 August 2020**

**12. Central services**

No central services were provided by the Trust to its academies during the period and no central charges arose.

**13. Tangible fixed assets**

	Long leasehold £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
<b>Cost</b>					
At 1 September 2019	10,265,562	265,318	304,580	305,678	11,141,138
Additions	-	57,836	20,421	4,662	82,919
At 31 August 2020	10,265,562	323,154	325,001	310,340	11,224,057
<b>Depreciation</b>					
At 1 September 2019	455,939	20,149	128,128	198,949	803,165
Charge for year	205,311	12,280	79,060	110,899	407,550
At 31 August 2020	661,250	32,429	207,188	309,848	1,210,715
<b>Net book value</b>					
At 31 August 2020	9,604,312	290,725	117,813	492	10,013,342
At 31 August 2019	9,809,623	245,169	176,452	106,729	10,337,973

**14. Debtors: amounts falling due within one year**

	2020 £	2019 £
Trade debtors	78,149	-
Other debtors	-	204,469
VAT	43,331	62,304
Prepayments and accrued income	149,899	86,520
	<u>271,379</u>	<u>353,293</u>

**15. Creditors: amounts falling due within one year**

	2020 £	2019 £
Other loans (see note 17)	18,547	18,547
Trade creditors	(1,385)	37,653
Social security and other taxes	56,120	69,060
Other creditors and accruals	294,974	226,977
Deferred income	58,225	67,554
	<u>426,481</u>	<u>419,791</u>

**Deferred Income**

	2020 £	2019 £
Deferred income at 1 September 2019	67,554	75,256
Resources deferred in the year	58,225	67,554
Amounts released from previous years	(67,554)	(75,256)
Deferred income at 31 August 2020	<u>58,225</u>	<u>67,554</u>

At the balance sheet date the Trust was holding funds received in advance for universal infant free school meals relating to the 2020/21 academic year.

**SUMMER PARK MULTI ACADEMY TRUST**

**Notes to the Financial Statements - continued**  
**for the year ended 31 August 2020**

**16. Creditors: amounts falling due after more than one year**

	2020 £	2019 £
Other loans (see note 17)	<u>57,983</u>	<u>76,529</u>

Included within other creditors is a loan of £51,527 from Sandwell MBC which is provided on the following terms; an annual payment of £14,380 for the remaining term of the loan. The loan remaining as at 31 August 2020 is 2 years and 7 months.

Also included within other creditors is a Salix loan of £25,002, an annual amount of £4,167 is payable for the remaining term of the loan. The remaining loan is 5 years.

**17. Loans**

An analysis of the maturity of loans is given below:

	2020 £	2019 £
Amounts falling due within one year on demand:		
Other loans	<u>18,547</u>	<u>18,547</u>
Amounts falling due greater than one year:		
Other loans	<u>57,983</u>	<u>76,529</u>

**18. Leasing agreements**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020 £	2019 £
Within one year	<u>37,852</u>	22,876
Between one and five years	<u>46,492</u>	<u>41,001</u>
	<u>84,344</u>	<u>63,877</u>

**19. 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.

**SUMMER PARK MULTI ACADEMY TRUST**

**Notes to the Financial Statements - continued**  
**for the year ended 31 August 2020**

**20. Analysis of net assets between funds**

	<b>Unrestricted fund</b>	<b>Restricted funds</b>	<b>Restricted fixed asset fund</b>	<b>2020 Total funds</b>
	£	£	£	£
Fixed assets	-	-	10,013,342	10,013,342
Current assets	1,047,342	1,014,757	86,554	2,148,653
Current liabilities	-	(344,096)	(82,385)	(426,481)
Long term liabilities	-	(57,983)	-	(57,983)
Pension liability	-	(6,076,000)	-	(6,076,000)
	<u>1,047,342</u>	<u>(5,463,322)</u>	<u>10,017,511</u>	<u>5,601,531</u>

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

	<b>Unrestricted fund</b>	<b>Restricted funds</b>	<b>Restricted fixed asset fund</b>	<b>2019 Total funds</b>
	£	£	£	£
Fixed assets	-	-	10,337,973	10,337,973
Current assets	799,882	948,776	-	1,748,658
Current liabilities	-	(409,226)	(10,565)	(419,791)
Long term liabilities	-	(63,421)	(13,108)	(76,529)
Pension liability	-	(4,894,000)	-	(4,894,000)
	<u>799,882</u>	<u>(4,417,871)</u>	<u>10,314,300</u>	<u>6,696,311</u>

**21. Movement in funds**

	<b>Balance at 1 September 2019</b>	<b>Incoming Resources</b>	<b>Resources Expended</b>	<b>Gains, losses and Transfers</b>	<b>Balance at 31 August 2020</b>
	£	£	£	£	£
<b>Restricted general funds</b>					
General Annual Grant (GAG)	527,057	4,114,932	(3,866,354)	(111,429)	664,206
Other DfE group grants	-	934,365	(934,365)	-	-
Other restricted funds	15,000	673,659	(688,659)	-	-
Equal Value loan reserve	(65,928)	-	-	14,400	(51,528)
	<u>476,129</u>	<u>5,722,956</u>	<u>(5,489,378)</u>	<u>(97,030)</u>	<u>612,678</u>
Restricted pension fund	(4,894,000)	-	(312,000)	(870,000)	(6,076,000)
	<u>(4,417,871)</u>	<u>5,722,956</u>	<u>(5,801,378)</u>	<u>(967,029)</u>	<u>(5,463,322)</u>
<b>Restricted fixed asset funds</b>					
Transfer on conversion	10,193,159	-	(388,788)	-	9,804,371
DfE/ESFA capital grants	22,417	4,214	(1,016)	-	25,615
Capital expenditure from GAG	122,893	-	(8,228)	92,862	207,527
Local Authority capital grant	5,000	-	-	-	5,000
Salix loan reserve	(29,169)	-	-	4,167	(25,002)
	<u>10,314,300</u>	<u>4,214</u>	<u>(398,032)</u>	<u>97,029</u>	<u>10,017,511</u>
<b>Total restricted funds</b>	<u>5,896,429</u>	<u>5,727,170</u>	<u>(6,199,410)</u>	<u>(870,000)</u>	<u>4,554,189</u>
<b>Unrestricted funds</b>	<u>799,882</u>	<u>291,301</u>	<u>(43,841)</u>	<u>-</u>	<u>1,047,342</u>
<b>Total funds</b>	<u>6,696,311</u>	<u>6,018,471</u>	<u>(6,243,251)</u>	<u>(870,000)</u>	<u>5,601,531</u>

**SUMMER PARK MULTI ACADEMY TRUST**

**Notes to the Financial Statements - continued**  
**for the year ended 31 August 2020**

**21. Movement in funds - continued**

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

Restricted general funds comprise all other restricted funds received and include grants from the Education Skills Funding Agency, Department of Education, or other funders.

Restricted Fixed Asset Funds are resources which are applied to specific capital purposes imposed by the Education Skills Funding Agency, Department for Education, or other funders where the asset acquired or created is held for a specific purpose.

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

Under the funding agreement with the Secretary of State, the academy trust was not subject to limits on the amount of GAG that could be carried forward at 31 August 2020.

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

	<b>Balance at 1 September 2018 £</b>	<b>Incoming Resources £</b>	<b>Resources Expended £</b>	<b>Gains, losses and Transfers £</b>	<b>Balance at 31 August 2019 £</b>
<b>Restricted general funds</b>					
General Annual Grant (GAG)	328,801	4,057,584	(3,843,267)	(16,061)	527,057
Increased Pan	-	183,350	(183,350)	-	-
Sports Grant	-	39,700	(39,700)	-	-
Pupil Premium	-	542,896	(542,896)	-	-
High Needs Funding	-	161,135	(161,135)	-	-
Early Years Funding	15,000	441,471	(441,471)	-	15,000
Other restricted funds	-	17,690	(17,690)	-	-
Other grants	-	148,838	(148,838)	-	-
Equal Value Loan Reserve	(72,220)	-	6,292	-	(65,928)
	<u>271,581</u>	<u>5,592,664</u>	<u>(5,372,055)</u>	<u>(16,061)</u>	<u>476,129</u>
Restricted pension fund	(3,826,000)	-	(1,068,000)	-	(4,894,000)
	<u>(3,554,419)</u>	<u>5,592,664</u>	<u>(6,440,055)</u>	<u>(16,061)</u>	<u>(4,417,871)</u>
<b>Restricted fixed asset funds</b>					
Transfer on conversion	10,193,159	-	-	-	10,193,159
DfE/ESFA capital grants	335,137	55,203	(367,923)	-	22,417
Capital expenditure from GAG	110,999	-	-	11,894	122,893
Local Authority capital grant	5,000	-	-	-	5,000
Salix Loan	(33,336)	-	-	4,167	(29,169)
	<u>10,610,959</u>	<u>55,203</u>	<u>(367,923)</u>	<u>16,061</u>	<u>10,314,300</u>
<b>Total restricted funds</b>	<u>7,056,540</u>	<u>5,647,867</u>	<u>(6,807,978)</u>	<u>-</u>	<u>5,896,429</u>
<b>Unrestricted funds</b>	<u>756,871</u>	<u>482,462</u>	<u>(439,451)</u>	<u>-</u>	<u>799,882</u>
<b>Total funds</b>	<u>7,813,411</u>	<u>6,130,329</u>	<u>(7,247,429)</u>	<u>-</u>	<u>6,696,311</u>

**SUMMER PARK MULTI ACADEMY TRUST**

**Notes to the Financial Statements - continued**  
**for the year ended 31 August 2020**

**21. Movement in funds (continued)**

**Analysis by Fund balance**

Fund balances at 31 August 2020 were allocated as follows:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Jubilee Park Academy	<b>517,973</b>	467,081
Summerhill Academy	<b>1,134,783</b>	808,930
Summer Park MAT	<b>7,264</b>	-
	<hr/>	<hr/>
Total before fixed assets and pension reserve	<b>1,660,020</b>	1,276,011
Restricted fixed asset fund	<b>10,017,511</b>	10,314,300
Pension reserve	<b>(6,076,000)</b>	(4,894,000)
	<hr/>	<hr/>
Total	<b>5,601,531</b>	6,696,311

**Analysis of academies by cost**

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

	<b>Teaching and educational support staff costs</b>	<b>Other support staff costs</b>	<b>Educa- tional supplies</b>	<b>Other costs (excluding deprecia- tion)</b>	<b>Total 2020</b>	<b>Total 2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Jubilee Park Academy	763,221	232,909	43,467	171,538	1,211,135	1,239,023
Summerhill Academy	2,717,776	1,288,483	86,051	548,345	4,640,655	4,838,483
Summer Park MAT	(6,664)	-	-	94	(6,570)	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total	<b>3,474,333</b>	<b>1,521,392</b>	<b>129,518</b>	<b>719,977</b>	<b>5,845,220</b>	<b>6,077,506</b>



**22. Pension and similar obligations**

The Trust's employees belong to two principal pension schemes: the Teacher's Pension Scheme for England and Wales (TPS) for academic and related staff, and the Local Government Pension Scheme (LGPS) for non-teaching staff, which is managed by West Midlands Pension Fund. Both are Multi-employer Defined Benefit Pension Schemes.

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

Contributions amounting to £85,487 were payable to the schemes at 31 August 2020 (2019: £66,898) and are included within creditors.

**Teachers' pension scheme**

**Introduction**

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 2019. The valuation report was published by the Department for Education on 5 March 2019. The key elements of the valuation and subsequent consultation are:

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

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

The pension costs paid to TPS in the period amounted to £290,048 (2019: £242,496).

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 Trust has accounted for its contributions to the scheme as if it were a defined contribution scheme. The Trust has set out above the information available on the scheme.

# SUMMER PARK MULTI ACADEMY TRUST

## Notes to the Financial Statements - continued for the year ended 31 August 2020

### 22. Pension and similar obligations - continued

#### Local government pension scheme

The LGPS is a funded defined benefit pension scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2020 was £607,000 (2019: £604,000), of which employer's contributions totalled £509,000 (2019: £507,000) and employees' contributions totalled £98,000 (2019: £97,000). The agreed contribution rates for future years are 19.80% for employers and range from 5.5% to 12.5% for employees.

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

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

	Defined benefit pension plans	
	2020	2019
	£	£
Present value of funded obligations	(8,279,000)	(6,345,000)
Fair value of plan assets	2,203,000	1,451,000
	(6,076,000)	(4,894,000)
Present value of unfunded obligations	-	-
Deficit	(6,076,000)	(4,894,000)
Net liability	(6,076,000)	(4,894,000)

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

	Defined benefit pension plans	
	2020	2019
	£	£
Current service cost	733,000	611,000
Net interest from net defined benefit asset/liability	88,000	96,000
Past service cost	-	66,000
	821,000	773,000
Actual return on plan assets	165,000	74,000

**SUMMER PARK MULTI ACADEMY TRUST**

**Notes to the Financial Statements - continued**  
**for the year ended 31 August 2020**

**22. Pension and similar obligations - continued**

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

	<b>Defined benefit pension plans</b>	
	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Opening defined benefit obligation	6,345,000	4,704,000
Current service cost	733,000	611,000
Past service cost	-	66,000
Contributions by scheme participants	98,000	97,000
Interest cost	120,000	126,000
Change in financial assumptions	624,000	1,106,000
Benefits paid	(28,000)	(105,000)
Remeasurements:		
Actuarial (gains)/losses from changes in demographic assumptions	197,000	(260,000)
Experience (gains)/losses on defined benefit obligation	190,000	-
	<u>8,279,000</u>	<u>6,345,000</u>

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

	<b>Defined benefit pension plans</b>	
	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Opening fair value of scheme assets	1,451,000	878,000
Assets interest	32,000	30,000
Contributions by employer	509,000	507,000
Contributions by scheme participants	98,000	97,000
Actuarial gains/(losses)	141,000	44,000
Benefits paid	(28,000)	(105,000)
	<u>2,203,000</u>	<u>1,451,000</u>

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

	<b>Defined benefit pension plans</b>	
	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Actuarial (gains)/losses from changes in demographic assumptions	(197,000)	260,000
Experience (gains)/losses on defined benefit obligation	(190,000)	-
Actuarial gains/(losses)	<u>(483,000)</u>	<u>(1,062,000)</u>
	<u>(870,000)</u>	<u>(802,000)</u>

**SUMMER PARK MULTI ACADEMY TRUST**

**Notes to the Financial Statements - continued**  
**for the year ended 31 August 2020**

**22. Pension and similar obligations - continued**

**Principal actuarial assumptions at the Statement of Financial Position date (expressed as weighted averages):**

	<b>SPA</b> <b>2020 (2019)</b> <b>%</b>	<b>JPA</b> <b>2020 (2019)</b> <b>%</b>
Discount rate	1.65 (1.90)	1.60 (1.85)
Future salary increases	3.20 (3.65)	3.25 (3.70)
Future pension increases	2.20 (2.15)	2.25 (2.20)
Inflation assumption (CPI)	2.20 (2.18)	2.25 (2.18)

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

	<b>At 31 August 2020</b>	<b>At 31 August 2019</b>
<b>Retiring today</b>		
Males	<b>21.9</b>	20.9
Females	<b>24.1</b>	23.2
<b>Retiring in 20 years</b>		
Males	<b>23.8</b>	22.6
Females	<b>26.0</b>	25.1

**Sensitivity analysis as at 31 August 2020**  
**Summerhill Primary Academy**

	<b>Sensitivity 1</b> <b>£000s</b>	<b>Sensitivity 2</b> <b>£000s</b>	<b>Sensitivity 3</b> <b>£000s</b>
Adjustment to discount rate	+0.1%	0.0%	-0.1%
Present value of total obligation	5,548	5,729	5,916
Projected service cost	694	722	751
Adjustment to long term salary increase	+0.1%	0.0%	-0.1%
Present value of total obligation	5,743	5,729	5,715
Projected service cost	722	722	722
Adjustment to pension increases and deferred revaluation	+0.1%	0.0%	-0.1%
Present value of total obligation	5,902	5,729	5,562
Projected service cost	750	722	695
Adjustment to life expectancy assumptions	+ 1 year	None	- 1 year
Present value of total obligation	5,946	5,729	5,520
Projected service cost	748	722	696

**Jubilee Park Academy**

	<b>Sensitivity 1</b> <b>£000s</b>	<b>Sensitivity 2</b> <b>£000s</b>	<b>Sensitivity 3</b> <b>£000s</b>
Adjustment to discount rate	+0.1%	0.0%	-0.1%
Present value of total obligation	2,488	2,550	2,613
Projected service cost	140	144	148
Adjustment to long term salary increase	+0.1%	0.0%	-0.1%
Present value of total obligation	2,557	2,550	2,543
Projected service cost	144	144	144
Adjustment to pension increases and deferred revaluation	+0.1%	0.0%	-0.1%
Present value of total obligation	2,606	2,550	2,495
Projected service cost	148	144	140

# SUMMER PARK MULTI ACADEMY TRUST

## Notes to the Financial Statements - continued for the year ended 31 August 2020

### 22. Pension and similar obligations - continued

Adjustment to life expectancy assumptions	+ 1 year	None	- 1 year
Present value of total obligation	2,653	2,550	2,451
Projected service cost	150	144	139

### 23. Capital commitments

	2020 £	2019 £
Contracted but not provided for in the financial statements	-	-

### 24. Related party disclosures

Owing to the nature of the 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 AFH and with the Trust's financial regulations and normal procurement procedures relating to connected and related party transactions.

There were no related party transactions for the year ended 31 August 2020 other than certain trustees' remuneration and expenses already disclosed in note 8.

### 25. Post balance sheet events

At the time of approval of these financial statements, the COVID-19 viral pandemic is one of the most significant economic events for the UK and globally. The pandemic was officially announced as being present in the UK during January 2020. Under UK GAAP, the ongoing consequences of a condition present at the balance sheet date are considered to be an adjusting post balance sheet event and therefore potentially have implications for the year-end balance sheet.

Having reviewed the operating conditions in the post balance sheet period, and in particular having considered the balance sheet carrying values of fixed assets and the recoverability of debtors, the Trustees are satisfied there are currently no indications of any material impairment.

Further details on the Trustees' assessment of the impact of COVID-19 during the year, in the period since the year end, and on the future development and performance of the Trust, is detailed in the Trustees' Report.

On 1 November 2020, Summer Park MAT joined the Rivers C of E Multi Academy Trust (registered company number 09199371).

### 26. Reconciliation of net expenditure to net cash flow from operating activities

	2020 £	2019 £
<b>Net expenditure for the reporting period (as per the Statement of Financial Activities)</b>	<b>(224,780)</b>	<b>(315,100)</b>
<b>Adjustments for:</b>		
Depreciation charges	407,550	367,921
Capital grants from DfE/ESFA	(19,196)	(55,203)
Decrease/(increase) in debtors	81,914	(90,244)
Increase/(decrease) in creditors	6,691	(136,437)
Difference between pension charge and cash contributions	312,000	266,000
<b>Net cash provided by operations</b>	<b>564,179</b>	<b>36,937</b>

SUMMER PARK MULTI ACADEMY TRUST

Notes to the Financial Statements - continued  
for the year ended 31 August 2020

**27. Analysis of changes in net funds**

	At 1/9/19 £	Cash flow £	At 31/8/20 £
<b>Net cash</b>			
Cash at bank	<u>1,395,365</u>	<u>481,909</u>	<u>1,877,274</u>
	<u>1,395,365</u>	<u>481,909</u>	<u>1,877,274</u>
<b>Debt</b>			
Debts falling due within 1 year	(18,547)	-	(18,547)
Debts falling due after 1 year	<u>(76,529)</u>	<u>18,546</u>	<u>(57,983)</u>
	<u>(95,076)</u>	<u>18,546</u>	<u>(76,530)</u>
<b>Total</b>	<u>1,300,289</u>	<u>500,455</u>	<u>1,800,744</u>