

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

THE WENSUM TRUST
(A Company Limited by Guarantee)

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REFERENCE AND ADMINISTRATIVE DETAILS

Members	Thomas Bailey Maria Piper Chloe Smith John Smith
Trustees	John Smith, Chair Mary Richards, Vice Chair Anne-Louise Alder Patrick Gorman Edwin Pearson (resigned 31 July 2021) Daniel Thrower, Chief Executive Jason Tipple Zaliha Williamson Maria Piper (appointed 26 July 2021, resigned 11 October 2021) David Riddle (appointed 26 July 2021)
Company registered number	07982312
Company name	The Wensum Trust
Principal and registered office	Middletons Lane Hellesdon Norwich Norfolk NR6 5SB
Company secretary	Jennie Reynolds (resigned 18/02/2021) Susan Warnes (appointed 19/10/2021)
Chief executive officer	Daniel Thrower
Senior management team	Executives D Thrower, Chief Executive Officer T Rolfe, Strategic Lead – Secondary / Principal at Hellesdon High School A Hamilton, Strategic Lead – Primary C Everard, Director of Operations and Finance Academies Senior Leadership A Ogle, Principal at Alderman Peel High School H Watts, Principal at Acle Academy S Waterfield, Headteacher at Arden Grove Infant and Nursery School R Stroulger, Headteacher at Burnham Market and Wells Primary School R Robinson, Headteacher at Firside and Kinsale Junior School R Dewing, Headteacher at Garrick Green and Lodge Lane Infant School S Coleman, Headteacher at Heather Avenue Infant School M Earl, Principal at Hellesdon High School

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REFERENCE AND ADMINISTRATIVE DETAILS (CONTINUED)
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Independent auditors Price Bailey LLP
Chartered Accountants and
Statutory Auditors
Anglia House, 6 Central Avenue
St Andrews Business Park
Thorpe St Andrew
Norwich
Norfolk
NR7 0HR

Bankers Lloyds Bank Plc
16 Gentleman's Walk
Norwich
Norfolk
NR2 1LZ

Solicitors Eversheds LLP
Ketts House
Station Road
Cambridge
CB1 2JY

THE WENSUM TRUST
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TRUSTEES' REPORT
FOR THE YEAR ENDED 31 AUGUST 2021

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

The Trust operates with a family of four infant schools two of which have nursery provision, two junior and two primary schools and three high schools and includes the sixth form at Hellesdon High School. These schools are all located in Norfolk, in three geographically distinct hubs; City, Rural and Coastal.

The Academies have a combined capacity of 4,348 student places. At the time of the January 2021 census, there were 4,220 students on roll.

The Trust is committed to enabling the very best educational and life outcomes for students aged 3 to 19 years. All schools enjoyed a positive set of results in previous academic years. The past 2 years have seen students achieve excellent results awarded via centre assessed grades or teacher assessed grades, which has enabled them to progress to the next stage of their education or career.

In addition to an academic focus, the Trust is in a unique position in association with its strategic partners to offer a wide variety of experiences to ensure our students are equipped to make more informed choices as they move through education. We continue to work with the Community Sports Foundation to offer post 16 education. Partnerships continue with North Walsham Rugby Club, The Sea Cadets in Wells-next-the-Sea, Norwich Theatre Royal and the East Anglian Zoological Society. Over the past year the Trust has established a partnership with Lovell, which will offer apprenticeships in the construction industry. All these partnerships provide extended educational provision and opportunities for students across all phases to acquire career and life skills and widen their experiences. The importance of these partnerships will be seen in 2021-22 when we formally launch our strategic framework. This framework will document a unique approach to education that builds on the successful and ground breaking roll out of Emotion Coaching across all of our schools. In addition, during 2021-22 the Trust will open a pioneering specialist resource base. This provision will provide for children with significant social, emotional and mental health difficulties. It will be a bespoke provision supported by eminent specialists from within and beyond the UK.

The Trust intends to add further schools (including pre-schools) which fit with the overall strategic plan of the Trust and enhance our hub model. This will aid the process of transition and develop further the ethos of providing high quality education from early years to Sixth Form.

The Wensum Trust continues to offer a range of centralised services to academies within the Trust. These have continued to be refined and improved to ensure the trust delivers one of the best centralised models and delivers economies of scale. The key areas include; Budgeting and Financial Management, Business Management, Marketing, Data Management, Estates Management, HR & Payroll services, Information Technology support, Lettings Management, Teaching and Learning support and Governance.

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

Structure, governance and management

a. Constitution

The academy trust is a charitable company limited by guarantee and an exempt charity. The charitable company's Memorandum and Articles of Association are the primary governing documents of the academy trust. The Trustees of The Wensum Trust are also the directors of the charitable company for the purposes of company law. The terms Trustee and Director are interchangeable.

The charitable company is known as The Wensum Trust, at the end of the accounting period included the following Academies:

- Hellesdon High School
Converted to Academy status on the 1 April 2012 and became The Wensum Trust in February 2016.
- Firside Junior School
Converted and joined the Trust on the 1 September 2016.
- Acle Academy
Converted to Academy status on 1 September 2012 and joined the Trust on the 1 October 2016.
- Arden Grove Infant School
Converted to Academy on 1 June 2013 and joined the Trust on the 1 October 2016.
- Garrick Green Infant School
Converted and joined the Trust on the 1 October 2016.
- Lodge Lane Infant School
Converted and joined the Trust on the 1 February 2017.
- Heather Avenue Infant School
Converted and joined the Trust on the 1 April 2017.
- Burnham Market Primary School
Converted and joined the Trust on the 1 July 2017.
- Wells next the Sea Primary School
Converted and joined the Trust on the 1 September 2017.
- Alderman Peel High School
Converted and joined the Trust on the 1 November 2017.
- Kinsale Junior School
Converted and joined the Trust on the 1 July 2019.

The operations of the Trust's Academies and employment of staff are the responsibility of the Trustees. The Trust retains control of Academy budgets and finances, and monitors these through its Budget and Infrastructure Committee.

Each Academy has appointed Local Advisory Boards (LABs) who are responsible for the monitoring of Teaching and Learning and have customised powers in accordance with the scheme of delegation and approved by the Board of Trustees.

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

Structure, governance and management (continued)

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

b. Members' liability

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

c. Trustees' indemnities

In accordance with normal commercial practice, the Trust has purchased insurance to protect Trustees and Officers from claims arising from negligent acts, errors or omissions occurring whilst on Trust business. The DfE Risk Protection Arrangement (RPA) insurance provides cover up to £10,000,000 on any one claim. This is an aggregated total over the period of one year.

d. Method of recruitment and appointment or election of Trustees

The arrangements are set out in the Articles of Association and Funding Agreement. Members of the Trust are able to co opt additional Members. Members are appointed by special resolution.

The Chairman can be elected from the members of the Board of Trustees by ordinary resolution.

Appointment of Trustees will focus on the recruitment of people with the right skills who can contribute to the Board.

Trustees are appointed for a fixed term. For the financial year ending August 2021 the Chief Executive Officer (CEO) was appointed as a member of the Board of Trustees. Other Trustees are elected to office or appointed if there are insufficient candidates offering themselves for election. The Articles of Association make provision for 9 Trustees plus a minimum of 2 Parent Trustees elected or appointed under Articles 53 56B. In the absence of 2 Parent Trustees on the Board, their presence is necessary at Local Governing Body level. The Trustees have not appointed parent members to the Trust Board; each local board's constitution has provision for 2 parent governors.

The trust employs an independent Lead Governance Professional to provide guidance to the Trustees on their statutory duties and coordinate the flow of information between the trust and the local boards.

The Members may appoint by ordinary resolution up to 10 Trustees. No employee other than the CEO may be appointed as a Trustee.

e. Policies adopted for the induction and training of Trustees

The Trust is committed to providing opportunities for Trustees and Governors to undertake and receive suitable training to enable them to perform their role effectively. Training is provided for new Trustees and is based on their existing and previous experience and appropriate to the role they undertake with particular emphasis on the committee work that they will undertake. Additional training is identified by the individuals and a skills audit is undertaken every 2 years. Records of any training undertaken are kept in a training log stored on GovernorHub.

For the financial year ending August 2021 the Trust currently subscribes to Learning Link via the National Governance Association (NGA) as well as by independent providers.

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

Structure, governance and management (continued)

f. Organisational structure

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

The Trust Board meets on at least 6 occasions per year, additionally, each of its sub committees meets at least 4 times per year. The Board of the Trust is responsible for the vision, strategic direction and ethos of the Trust. Additionally, the Trustees are responsible for adopting an annual budget, monitoring the Trust's operational and financial performance by use of those budgets, benchmarking data of individual Academies and making major decisions about the direction of the Trust including capital expenditure and senior staff appointments.

The Standards and Achievement Committee meet at regular intervals throughout the academic year, with a focus on standards, relating specifically to: learning, curriculum, teaching, attendance, behaviour and safeguarding.

A Budget and Infrastructure Committee monitors the Trust Budget both at a high level and individual Academy level. The Committee also monitors the academy's buildings and facilities, ongoing works that may affect site safety including results of annual fire inspections and other health and safety inspections.

A Risk and Audit Committee scrutinises risk management and governance as well as informing the internal scrutiny programme of work. The committee also reviews the annual accounts.

The Remuneration & HR Committee reviews HR matters and considers remuneration proposals for members of staff across the Trust. The committee maintains oversight of the appraisal system, remuneration of employees and approves staffing structures.

A Policy sub committee meet regularly to review and standardise all policies required by the Trust.

Local Advisory Boards (LABs) have been established for each Academy within the Trust. LABs have tailored delegated responsibility for the monitoring of Teaching and Learning including key roles focussing on vulnerable groups and safeguarding. The Trust Board retains formal accountability for their operation and the strategic management and the policies of the Trust as a whole. Chairs forums are held during the year to make enable the Trust Board and the Chairs of each LAB to review plans and exchanges views and ideas on the running of the Trust.

An Operations Board, where each academy is represented by their Principals / Headteacher meets on a half-termly basis. This is a key delivery and decision making forum responsible for ensuring collaborative working between primary and secondary phase and across the Trust, enabling the sharing of good practice to support the aims and objectives of the Trust. The Operations Board provide information regarding school performance, share experience of external monitoring i.e. result of Ofsted inspections as well as sharing in local, regional and national educational developments.

During 2020–21 the Trust Board met 9 times; all the meetings were scheduled in the Trust calendar.

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TRUSTEES' REPORT (CONTINUED)
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Structure, governance and management (continued)

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

Key management personnel include Trustees and those staff to whom the Trustees have delegated significant authority and responsibility in the day to day running of the Trust.

Arrangements for setting the pay and remuneration of the Trust's key management personnel is overseen by a Remuneration and HR Committee and approved by the Trust Board. Pay and remuneration for key management personnel is decided by a variety of contributory factors, such as the Academy group size, ISR, the pay scales for each role and the level of experience of each staff member and individual performance against agreed objectives. In addition, pay levels may be affected by nationally agreed pay awards, the ability to recruit and retain in post, all of which are in accordance with the Trust's pay policy. The Trust's teachers' pay policy is based on the national, agreed pay policy as outlined in the School Teachers' Pay and Conditions Document. The Trust adheres to Local Government pay arrangements for support staff and follows the Local Government pay spine.

h. Related parties and other connected charities and organisations

All transactions with connected parties/organisations are conducted at arm's length, and in accordance with the Trust's financial regulations and normal procurement procedures.

Any transaction where the Trustee may have a pecuniary interest is only undertaken in accordance with the 'at cost' principle described in the Academies Financial Handbook.

The Trust cooperated with various organisations during the academic year in pursuit of its charitable activities. Formal agreements are in place with:

- Norwich City Community Sports Foundation
- Wells next the Sea Sea Cadets
- The Theatre Royal Norwich
- Norfolk County Council (including Educator Solutions)
- North Walsham Rugby Club
- The Zoological Society of East Anglia Ltd
- Lovell Partnerships Ltd

The Trust does not have a formal sponsor.

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

Structure, governance and management (continued)

i. Engagement with employees (including disabled persons)

The Trustees recognise that our employees are fundamental and core to our business and delivery of high quality education. Our success depends on attracting, retaining and motivating employees. The Trustees factor the implications of decisions on employees and the wider workforce, where relevant and feasible. Where appropriate, the Trust consults on matters such as policy, pay, health, safety and welfare with the relevant support staff and teaching trades unions.

The Trust provides information to employees generally by way of email, newsletters and staff meetings. Information is channelled via leadership meetings, staff briefings and via the Intranet. Employees are encouraged to familiarise themselves with Ofsted reports, available from the Trust website and student progress and attainment statistics, when they are made available.

Applications for employment by disabled persons are given full and fair consideration for all vacancies in accordance with their particular aptitude and abilities. In the event of employees becoming disabled then every effort is made to retrain them in order that their employment within the Trust may continue.

Full details of these policies are available from the academy trust's offices.

j. Engagement with suppliers, customers and others in a business relationship with the academy trust

The Trustees have implemented clear policies and procedures for dealing fairly with suppliers. Formal orders are placed and agreed payment terms always adhered to. To ensure service continuity during and after the current coronavirus outbreak the Trust has followed the guidelines of the Government Procurement Policy Note (PPN) that sets out information and guidance for public bodies on payment of their suppliers.

Whilst pupils encounter engagement on a daily basis, engagement with parents is carried out through regular newsletters and face to face meetings.

k. Trade union facility time

The Trust reports that it has been required to pay a total of £12,117 in the year to the 31 August 2021 to Norfolk County Council for outsourced trade union facility time. This figure is calculated on student numbers and was based, pro rata (dependent on the time of joining the Trust) at 4,254 students on roll. This cost does include some discount, however will increase with escalating student numbers.

l. Employing staff under the Trust policy for equality and diversity

The Wensum Trust recognises that as an employer of in excess of 250 staff, there is a requirement to publish its policy regarding the employment, continued employment, training, career development and promotion of disabled persons. This is delivered through the practice as outlined in the Trust's Equality Policy and the Equality, Diversity and Inclusion for Staff Policy. The Trust works diligently to:

- Eliminate disability discrimination
- Eliminate harassment of disabled people
- Promote equality of opportunity of disabled people
- Take steps to take account for disabled person's disabilities
- Promote positive attitudes towards disabled people
- Create a supportive and inclusive working environment, free from discrimination
- Encourage participation by disabled people in public and Trust/MAT life

Managers are given appropriate training on equal opportunities awareness and equal opportunities recruitment and selection best practice.

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

Objectives and activities

a. Objects and aims

The principal object and aims of the Charitable Company are the operation of a number of Academies to provide free education and care for students of different abilities within its local community between the ages of 3 and 19 years.

The Trust is to advance for the public benefit the quality of education in Norfolk by establishing, maintaining and developing schools to provide broad, balanced and challenging curricula and learning environments.

b. Objectives, strategies and activities

The Wensum Trust objectives are set out in the Articles of Association. In summary, it is to improve the level of education provision in Norfolk whether directly through our own Academies or indirectly through working with other education providers in the region.

In accordance with the Articles of Association the Trust has adopted a Master Funding Agreement (MFA) approved by the Secretary of State for Education, as restated in the agreement dated 16 February 2016. The MFA, together with the Supplemental Funding Agreements relating to each academy, stipulates the obligations of the Trust in running academies under its control and how we are regulated and overseen by the Department for Education.

The Trust's overall objectives are organised within a strategic framework focussing on three key areas: Mental Health and Wellbeing, Learning and Achievement and Career and Life Skills. The stretching and innovative initiatives which support the framework puts the Trust in a unique position to provide our students with a learning environment which enables them to achieve the highest outcomes socially, emotionally and academically.

Our aim is for all our schools to be healthy, happy environments in which both children and staff can develop. We want children to develop academically, whilst also learning how to relate to others – to be good friends; to become good employees, good parents and good citizens.

We deliver through:

A relational approach aimed at supporting children, their families, our staff and our wider communities.

- A knowledge based broad curriculum (that in every one of our schools demonstrates clear intent, implementation and impact) with learning that is structured by traditional subjects, properly sequenced to ensure systematic, thorough teaching for all;
- Rich cultural pursuits as essential activities, championing access and involvement in the arts and sport;
- A robust collegial approach that promotes sustained improvement across all areas of the Trust

Our success in fulfilling our aims can be measured by:

- Sustained increase in student outcomes measured at the end of EYFS, Year 1, Key Stage 1, Key Stage 2, Key Stage 4, Key Stage 5;
- Increase in student numbers;
- Retention of students on roll;
- Increase in the number of students accessing Russell Group universities;
- Increase in the number of students gaining college places for continued vocational study;
- Increase in the number of students gaining apprenticeships;
- Decrease in the number of students not in education, employment or training.

The Trust has developed a central services team of highly skilled and experienced professionals who continue to identify opportunities to work across our schools. This consolidates finance, human resources, payroll function, procurement and other operational functions across all academies. These have been structured to increase efficiency and exploit the size of the Trust to bring about economies of scale.

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

Objectives and activities (continued)

Specific priorities for the year ahead include:

- Ongoing improvement in educational standards at all of our schools;• All schools to be judged 'good' or above;
- Assisting in the development of our hub operating model in delivering a joined up curriculum and seamless transition for our students, both through advice and support;
- Offering all students unique learning opportunities through existing and new strategic partners;
- Further develop our HR function commensurate with being a major employer;
- Achieve further cost savings through applying economies of scale and generate additional income to increase funding available to support the Trust's core purpose in providing a broad and balanced curriculum for each and every student;
- Work with the Local Authority to establish an SRB supporting special needs and early childhood Trauma,
- Continue to be at the forefront of mental health and wellbeing, acknowledging the need to be attachment aware and trauma responsive;

- For the Trust and its academies to support and promote environmental initiatives and participate in important conservation projects;
- Extend and develop our outreach to local families and communities;
- Consider sponsorship of additional academies, nurseries or pre schools that offer a good fit with the Trust's aims and existing schools;
- Working in collaboration with other Trusts to develop mutual benefits.

The trust is fortunate to have a large group of committed volunteers who take an active part in the educational and non educational activities of the Trust.

c. Public benefit

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

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

Strategic report

Achievements and performance

The Trust continued its mission that students achieved their potential in public examinations; encouraged a wide range of extracurricular activities; developed and retained suitable staff and guided students in suitable progression when they left their Academy.

Secondary Phase Schools (including sixth Form)

Public examinations in 2021 were cancelled due to the coronavirus pandemic and teachers were asked to enter a Teacher Assessment Grade (TAG), which is the teacher's professional judgement of the most likely grade a student would have achieved if public examinations had gone ahead. These grades are not comparable to results from previous years. They are also not comparable to local or nationally aggregated data.

Primary Phase Schools

National Curriculum Assessments, including Teacher Assessments, in 2021 were cancelled due to the coronavirus pandemic.

The Trust was appointed by the Minister of State for Schools' Standards to run the English Hub for Norfolk. This recognises the significant achievements in phonics achieved by our two Outstanding Infant schools, Arden Grove and Heather Avenue. Outreach work has been taking place since September 2019, however the official launch of the English Hub initiative was delayed due to the coronavirus pandemic. The launch is planned for the spring term 2022.

The Wensum Trust has developed a Strategic Framework which highlights our focus on three key and interlinked areas; Mental Health and Wellbeing; Learning and Achievement and Career and Life Skills. Within this framework there is an agreed 5 year strategic plan detailing specific objectives that are being implemented. The strategic plan is aligned to the Trust's Vision and the following set of Strategic Aims which set the culture and ethos of all academies in the Trust:

- Lead, Influence and Engage
- Inspire, Motive and Transform
- Innovate, Collaborate and Build

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

Strategic report (continued)

Achievements and performance (continued)

a. Key performance indicators

The Trustees receive regular information at each committee and Board meeting to enable them to monitor the performance of each school within the Trust and the Trust as a whole, compared to in year objectives, strategies and financial budgets. The Trust's primary KPIs are based on the strategic framework mentioned above and monitor outcomes in respect of teaching and learning , mental health and wellbeing and career and life skills for all our students.

In addition, the Trustees have agreed a suite of financial KPIs including:

- Staff as a percentage of General Annual Grant (GAG)
- Teaching staff as a percentage of GAG
- Cost of staff as a percentage of total income
- Staff as a percentage of total expenditure
- Average monthly teacher cost
- Average annual teacher cost
- Cost of Teaching and Learning Responsibility point per student
- Teacher contact ratio
- Annual leadership cost per student

As funding is based on student numbers this is a key performance indicator. Total student numbers for 2021 were 4,211 against a forecast of 4,277 (2020: 3,922 against a forecast of 3,933).

A key financial performance indicator is staff costs as a percentage of total income (excluding amounts on conversion and restricted fixed asset income), for 2020/21 this was 75% (2019/20 this was 80%). The Trustees are confident that staffing levels are closely monitored to the agreed Full Time Equivalents and staffing structures are approved by the Board.

The Budget and Infrastructure Committee also monitor premises costs to GAG income, spend for curriculum departments to GAG income, total income less grants and cash flow on a regular basis to ensure that the budget is set and managed appropriately. Benchmarking data is also monitored by the committee as well as the Board of Trustees, and encourages rigorous questioning and in depth explanations for any anomalies that are evident. The chair of trustees meets on a monthly basis with the CEO and Finance Manager to review management accounts as per the Academies Financial Handbook. The accounts along with a report showing challenges and questions is shared with the Budget and Infrastructure Committee and Trust board.

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

Strategic report (continued)

Achievements and performance (continued)

b. Going concern

The Trust continues to provide a recovery plan for Acle due to the deficit of £355,071 (2020: £466,993). The Trust itself also had a brought forward deficit of £482,292 at the start of the year and a deficit carried forwards of £473,422 at the end of the year.

Hellesdon High School recovered its deficit budget by generating a revenue surplus £699,380 in the year. The ESFA no longer require a recovery plan for Hellesdon High School. The Integrated Curriculum Financial Planning model continues to be applied to the school, which has reduced the number of full time equivalent teachers and therefore reduced the staffing costs.

The Trust has deliberately invested in extra senior leadership at Acle Academy to bring the school out of special measures and give better life chances for its students. The school is now on the path to being a school rated Good (as confirmed in an Ofsted monitoring visit in July 2019) and for this reason the Trust is keen to maintain its current staffing strategy. The Integrated Curriculum Financial Planning model has been applied to the school, which has reduced the number of full time equivalent teachers and therefore reduced the staffing costs. Student numbers are rising at the school but due to lagged income the trust will not see the financial benefits of this until the GAG income has caught up with the pupil numbers. Acle generated a surplus of £111,922, reducing its revenue deficit to £355,071. This result is ahead of the recovery plan provided to the ESFA, with the carry forward balance being £89,273 better than projected. Acle's recovery plan does not expect the school to return to a positive revenue funds position until the end of 2025/26.

The financial recovery plans for both Acle and Hellesdon have been prepared by the Principal and the Trust's Finance Manager. The Trust invited a School Resource Management Advisor (SRMA) to review the recovery plans in February 2020. Certain recommendations from the SRMA visit have been put into place in 2020 21, which will further support the recovery plans. These have been reviewed and accepted as being realistic targets by the Accounting Officer and the Chairman of the Board.

Central services generated an in year a surplus of £8,870, increasing its revenue deficit carried forward at the year end to £473,422. As with any new organisation there were set up costs during the formation of the MAT. The 5% top slice model only provides sufficient income to cover the core costs of the central team. The focus for the trust moving forward is to invest in more services from the centre to improve meet the strategic objectives and deliver increased value to our schools.

Overall the Trust made an in year surplus of £1,246,246 on revenue funds excluding pension and fixed assets, creating a surplus in revenue funds carried forwards as at 31 August 2021 to £1,588,551.

The actions taken by the Trust throughout the academic year have meant Hellesdon High School and the Trust as a whole have met the targets set out in their financial recovery plans. Acle Academy are on track to meet their financial recovery plan. The forecast for 2021 22 shows a deficit budget position, which is largely due to growing student numbers and lagged funding. The Trust continues to repay the DfE loan and has £66,000 left to repay, which will be cleared by April 2022. Due to the carry forward and reserves the Trustees believe the Trust has adequate resources to continue in operational existence for the foreseeable future. For this reason the Trust continues to adopt the going concern basis when preparing the financial statements.

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

Strategic report (continued)

Achievements and performance (continued)

c. Promoting the success of the company

As the Board at The Wensum Trust, we have a legal responsibility under section 172 of the Companies Act 2006 to act in the way we consider, in good faith, would be most likely to promote the company's success for the benefit of its members as a whole, and to have regard to the long term effect of our decisions on the company and its stakeholders.

Details regarding engagement with employees, suppliers, parents, pupils and other connected parties have been covered in separate notes within the Trustees' Report. The obligation to assess the likely consequences of decisions in the longer term is noted within the reserves policy below as Trustees balance the needs of current and future cohorts.

The Trustees have identified reputational and ethical areas as key risks and their actions in these areas are covered within Principal risks and uncertainties within this Strategic Report.

Financial review

During the year the Trust made significant progress in maintaining a strong financial position. This was due to tight controls put in place by the Trust leadership team, which was supported by Headteachers / Principals. The Trust has also benefited from decreased costs associated with the coronavirus pandemic, such as reduced public examination fees, cost of catering provisions and learning resources. The pandemic also brought about financial challenges related to increased cleaning costs and the loss of income from facility hire and extended school provision. In 2020/21 the Local Authority have also taken 5% of school budgets to fund their high needs block deficit, which has had a significant impact on all school budgets and the Trust overall.

The principle financial risks for the Trust are the uncertainty of government funding, high needs funding, pay increases and pensions. To mitigate the risks the Trust has successfully increased pupil numbers across the Trust. In addition, the trust has developed an ambitious business development plan that will deliver significant additional revenue income for the Trust.

The principal source of funding for the Trust is the General Annual Grant (GAG) and other grants that it receives from the Education and Skills Funding Agency (ESFA). For the year end 31 August 2021, the Trust received £25,955,225 (2020: £24,848,203) of GAG and other funding, excluding amounts on conversion but including capital income. A high percentage of this income (excluding funds on conversion) is spent on staff wages, salaries and support costs to deliver the Trust's primary objective of the provision of education.

During the year the Trust spent £26,741,419 (2020: £25,590,301) on expenditure, including £1,126,974 (2020: 1,157,129) on depreciation.

The total movement in funds on the statement of financial activities is a deficit of £3,635,194 (2020: deficit of (£601,098)). This includes an actuarial loss of £2,849,000 (2020: gain of £141,000). This has left an overall reserves figure of £31,720,212 (2020: £35,355,406).

This is made up of £148,713 in unrestricted funds (2020: £32,210), £1,439,838 in restricted funds (2020: £310,095), a pension deficit of £15,148,000 (2020: deficit of £11,024,000) and fixed asset funds of £45,279,661 (2020: £46,037,101).

Despite the overall fund movement of (£3,635,194), the Trust has actually made a surplus in year on revenue funds (being restricted and unrestricted funds excluding fixed assets and pension) totalling £1,246,246 (2020: surplus of £908,837). This movement can be seen on note 20. The total unrestricted and restricted funds excluding fixed assets and pension funds at 31 August 2021 is £1,588,551 compared to a balance of £342,305 at 31 August 2020, which is a significant improvement.

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

Strategic report (continued)

Due to the accounting rules for Local Government Pension Scheme under FRS102, the Trust is recognising a significant pension fund deficit of £15,148,000. This does not mean that an immediate liability for this amount crystallises and such a deficit generally results in a cash flow effect in the form of increased employer contributions over a number of years.

a. Reserves policy

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

At the year end, the Trust has a positive balance on the total of unrestricted and restricted funds excluding fixed assets and pension of £1,588,551 (2020: of £342,305). The reserves policy takes a risk based approach. The reserves policy sets 1.5% of GAG as the level needed to respond to any unforeseen circumstances that arise in the year. In 2021 this was £293,959. The forecasted budget for 2021-22 shows a deficit of £274,191. The longer term budget is more positive with a surplus forecast in 2022-23 and 2023-24. The reserves are needed to support the in-year deficit position as well as fund additional services from the central team, which will support the strategic framework. This includes additional posts such as an Educational Psychologist.

b. Investment policy

The Trust is still to formalise its investment policy. The aim of the policy will be to ensure funds that the Trust does not immediately need to cover anticipated expenditure are invested to maximise its income but with minimal risk. The aim is to research where funds may be deposited applying prudence in ensuring there is minimum risk. The Trustees do not consider the investment of surplus funds as a primary activity, rather as good stewardship and as and when circumstances allow.

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

c. Principal risks and uncertainties

A risk register exists for the Trust and is used for identifying the major risks to which the Trust and its Academies are exposed. It identifies the actions and procedures to mitigate those risks. The register was updated in summer 2021 and monitored by the Board of the Trust via the Risk & Audit Committee, with a formal review undertaken annually.

The principal risks facing the Trust and the Academies are aligned to the Internal Scrutiny criteria from the ESFA. The risks are outlined below:

1. Cash & Bank
2. Procurement
2. Monthly financial closedown
3. Payroll and HR
4. Efficiency, funding and budget
5. Fraud, theft and bribery
6. Safeguarding and whistleblowing
7. Management information and reports
8. Data and IT issues, including cyber-crime
9. Premises issues
10. Governance structures

An additional risk register was put in place to cover the risks associated with the coronavirus pandemic. These risks have also been incorporated into the main risk register for the Trust and its Academies.

The principle financial risks for the trust are the uncertainty of government funding, high needs funding, pay increases and pensions. To mitigate the risks the Trust has applied the integrated curriculum financial planning model across its academies. The Trust has also increased the utilisation of its assets through the lettings operation, which has helped to generate income.

The Trustees report that the Trust's financial and internal controls conform to guidelines issued by the ESFA's Academies Financial Handbook, and this is confirmed in the most recent Internal Audit report. Improvements to the wider framework of systems dealing with business risk and risk management strategy continue to be made and formally documented.

It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

Cash flows can be reliably forecast, monitored and reported. Staff costs make up the majority of expenditure and are relatively stable with contingencies in place to cover such items as sickness and maternity.

Fundraising

The trust only held small fundraising events during the year. The trust does not work with professional fundraisers or companies who carry out fundraising on its behalf. During the year no complaints or issues have arisen as a result of the fundraising events.

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

Streamlined energy and carbon reporting

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

	2021	As restated 2020
Energy consumption used to calculate emissions (kWh)	4,482,722	3,702,845
Energy consumption breakdown (kWh):		
Gas	3,042,288	2,285,090
Electricity	1,328,696	1,410,485
Transport fuel - employee vehicles	88,908	7,270
Transport fuel - owned vehicles	22,830	-
Scope 1 emissions (in tonnes of CO2 equivalent):		
Gas consumption	557.23	418.54
Owned transport	21.49	1.76
Total scope 1	578.72	420.30
Scope 2 emissions (in tonnes of CO2 equivalent):		
Purchased electricity	282.12	299.49
Scope 3 emissions (in tonnes of CO2 equivalent):		
Business travel in employee-owned or rental vehicles	6.30	-
Total gross emissions (in tonnes of CO2 equivalent):	867.14	719.79
Intensity ratio:		
Tonnes of CO2 equivalent per pupil	0.206	0.171

The academy trust has followed and used the following quantification and reporting methodologies:

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

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

We make use of SCA funds to link with our sustainability strategy and make improvements to the energy efficiency of our buildings. Some of the projects we have completed in the past year include;

- Installing LED lights at Arden Grove Infant and Nursery School and Garrick Green Infant School, improving energy efficiency by 15%.
- Replacement roof at Acle Academy, Alderman Peel High School and Burnham Market Primary School improving the thermal efficiency by 8%.
- Window replacement at Alderman Peel High School, Firside Junior School, Heather Avenue Infant School and Lodge Lane Infant School, improving the thermal efficiency by 8%.
- Replaced inefficient boilers at Firside Junior School, Heather Avenue Infant School, Hellesdon High School and Wells-next-the-Sea Primary School.

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

Streamlined energy and carbon reporting (continued)

The trust have also taken further steps to reduce greenhouse gas emissions over the past year. These include;

- Encouraging staff to sign up to the cycle to work scheme
- Encouraging video calls rather than on site meetings
- Actively reducing the amount of printing by transferring paper files to digital copies
- Renewing the lease on solar panels at Acle Academy, producing electricity for the school
- Continue to recycle 100% of our ICT hardware
- Developed a sustainability plan and embedded this in our Estates Strategy

Plans for future periods

The Trust has an ambitious 5 year strategic plan as mentioned above and will continue to develop its Academy Hubs to ensure our schools continue to improve student outcomes and receive best value for money in all aspects of their operations.

The trustees aim to consolidate and build on the Trust's early successes with only controlled strategic growth in the trust in the near future as outlined above. The Trust is actively exploring new strategic partnerships to add to student opportunities. The Trust's Central Services team is charged with delivering an ambitious business model to help develop additional income streams including through lettings.

Funds held as custodian on behalf of others

The Trust did not hold any funds as custodian trustee on behalf of any charities within the year.

Disclosure of information to auditors

Insofar as the Trustees are aware:

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

The Trustees' Report, incorporating a strategic report, was approved by order of the Board of Trustees, as the company directors, on 14 December 2021 and signed on its behalf by:

John Smith
Chair of Trustees

THE WENSUM TRUST
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GOVERNANCE STATEMENT

Scope of responsibility

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

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

The Board of Trustees has delegated the day-to-day responsibility to the Chief Executive Officer (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 Wensum 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.

THE WENSUM TRUST
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GOVERNANCE STATEMENT (CONTINUED)

Governance

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

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

Trustee	Meetings attended	Out of a possible
John Smith, Chair	6	6
Mary Richards, Vice Chair	4	6
Anne-Louise Alder	4	6
Patrick Gorman	6	6
Edwin Pearson	6	6
Daniel Thrower, Chief Executive	6	6
Jason Tipple	6	6
Zaliha Williamson	4	6
Maria Piper (appointed 26 July 2021)	0	0
David Riddle (appointed 26 July 2021)	0	0

The Budget and Infrastructure Committee is a sub committee of the main Board of Trustees. The committee remained stable this year. The focus of the committee was be streamlined to focus on finance and premises.. The key focus of the committee has been the recovery plans for two of the academies, these plans have been delivered to the ESFA. The committee has faced particular challenges during the year, with the impact of covid affecting school budgets. The unknown rebate from exam fees, rising staff absence and cost of cover as well as the implications of lost income through lettings and extended school clubs have all been a particular challenge. The committee has also worked on the development of new strategic partnerships, which will have the combined development of a broader curriculum and increased student numbers. The Budget and Infrastructure Committee met 6 times during the accounting period.

Attendance during the year at meetings was as follows:

Trustee	Meetings attended	Out of a possible
Jason Tipple	6	6
Daniel Thrower	6	6
Patrick Gorman	6	6
Mary Richards	4	6
John Smith	6	6

The Risk and Audit Committee is a sub committee of the main Board of Trustees. The key focus of the committee has been to review the Trust's financial, governance, risk management and internal control systems. The Risk and Audit Committee met 4 times during the accounting period.

Attendance during the year at meetings was as follows:

Trustee	Meetings attended	Out of a possible
Louise Adler	3	4
John Smith	3	4
Jason Tipple	4	4
Zaliha Williamson	4	4
Daniel Thrower	4	4

THE WENSUM TRUST
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GOVERNANCE STATEMENT (CONTINUED)

Review of value for money

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

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

- actively managing water bills, saving £28,000;
- using our scale of organisation to achieve £19,000 saving on combined staff absence insurance policy
- applying an integrated curriculum and financial planning model and benchmarking nationally to ensure schools are staffed appropriately

The purpose of the system of internal control

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

Capacity to handle risk

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

The risk and control framework

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

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

The Board of Trustees has decided to employ M&A Partners as internal auditor.

The internal auditor's role includes giving advice on financial matters and performing a range of checks on the academy trust's financial systems. An internal audit was carried out in June 2021 and reviewed the internal controls in procurement at academy and trust level as well as testing controls on payroll processing and reporting.

THE WENSUM TRUST
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GOVERNANCE STATEMENT (CONTINUED)

The risk and control framework (continued)

The internal auditor reports to the Board of Trustees through the audit and risk committee on the operation of the systems of control and on the discharge of the Board of Trustees' financial responsibilities.

Other audits and reviews were also performed during 2020-21, covering the topics of network security. Penetration testing was carried out by IT Governance. The findings of these will be detailed in the internal scrutiny report.

Review of effectiveness

As accounting officer, the Chief Executive Officer (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 internal auditor;
- the work of the external auditors;
- the school resource management self-assessment tool;
- the work of the executive managers within the academy trust who have responsibility for the development and maintenance of the internal control framework.

The accounting officer has been advised of the implications of the result of their review of the system of internal control by the audit and risk committee 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 14 December 2021 and signed on their behalf by:

John Smith
Chair of Trustees

Daniel Thrower
Accounting Officer

THE WENSUM TRUST
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STATEMENT ON REGULARITY, PROPRIETY AND COMPLIANCE

As accounting officer of The Wensum Trust I have considered my responsibility to notify the academy trust Board of Trustees and the Education and Skills Funding Agency (ESFA) of material irregularity, impropriety and non-compliance with terms and conditions of all funding received by the academy trust, under the funding agreement in place between the academy trust and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook 2020.

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

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

Daniel Thrower
Accounting Officer
Date: 14 December 2021

THE WENSUM TRUST
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STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 AUGUST 2021

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

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

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

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

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

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

Approved by order of the members of the Board of Trustees on 14 December 2021 and signed on its behalf by:

John Smith
Chair of Trustees

THE WENSUM TRUST
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**INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF THE
WENSUM TRUST**

Opinion

We have audited the financial statements of The Wensum Trust (the 'academy trust') for the year ended 31 August 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Charities SORP 2019 and the Academies Accounts Direction 2020 to 2021 issued by the Education and Skills Funding Agency.

In our opinion the financial statements:

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

Basis for opinion

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

Conclusions relating to going concern

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

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

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

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

Other information

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

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

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

Responsibilities of trustees

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

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

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

Auditors' responsibilities for the audit of the financial statements

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

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

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

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

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

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

Use of our report

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

John Warren BSc FCA (Senior Statutory Auditor)

for and on behalf of

Price Bailey LLP

Chartered Accountants and

Statutory Auditors

Anglia House, 6 Central Avenue

St Andrews Business Park

Thorpe St Andrew

Norwich

Norfolk

NR7 0HR

22 December 2021

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

In accordance with the terms of our engagement letter dated 20 August 2018 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2020 to 2021, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by The Wensum Trust during the year 1 September 2020 to 31 August 2021 have been applied to the purposes identified by Parliament and the financial transactions conform to the authorities which govern them.

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

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

The accounting officer is responsible, under the requirements of The Wensum Trust's funding agreement with the Secretary of State for Education dated February 2016 and the Academies Financial Handbook, extant from 1 September 2020, for ensuring that expenditure disbursed and income received is applied for the purposes intended by Parliament and the financial transactions conform to the authorities which govern them.

Our responsibilities for this engagement are established in the United Kingdom by our profession's ethical guidance and are to obtain limited assurance and report in accordance with our engagement letter and the requirements of the Academies Accounts Direction 2020 to 2021. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the year 1 September 2020 to 31 August 2021 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

Approach

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

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

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

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

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

Conclusion

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

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

Date: 22 December 2021

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

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Restricted fixed asset funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:						
Donations and capital grants	4	1,660	102,352	962,722	1,066,734	1,481,202
Other trading activities	6	224,212	112,736	-	336,948	424,151
Investments	7	517	-	-	517	1,079
Charitable activities	5	261,321	24,289,705	-	24,551,026	22,941,771
Total income		487,710	24,504,793	962,722	25,955,225	24,848,203
Expenditure on:						
Charitable activities	8	371,207	25,243,236	1,126,976	26,741,419	25,590,301
Total expenditure		371,207	25,243,236	1,126,976	26,741,419	25,590,301
Net income/(expenditure)		116,503	(738,443)	(164,254)	(786,194)	(742,098)
Transfers between funds	20	-	593,186	(593,186)	-	-
Net movement in funds before other recognised gains/(losses)		116,503	(145,257)	(757,440)	(786,194)	(742,098)
Other recognised gains/(losses):						
Actuarial (losses)/gains on defined benefit pension schemes	27	-	(2,849,000)	-	(2,849,000)	141,000
Net movement in funds		116,503	(2,994,257)	(757,440)	(3,635,194)	(601,098)
Reconciliation of funds:						
Total funds brought forward		32,210	(10,713,905)	46,037,101	35,355,406	35,956,504
Net movement in funds		116,503	(2,994,257)	(757,440)	(3,635,194)	(601,098)
Total funds carried forward		148,713	(13,708,162)	45,279,661	31,720,212	35,355,406

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

The notes on pages 35 to 68 form part of these financial statements.

THE WENSUM TRUST
(A Company Limited by Guarantee)
REGISTERED NUMBER: 07982312

BALANCE SHEET
AS AT 31 AUGUST 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	16	44,004,164	45,009,276
		<u>44,004,164</u>	<u>45,009,276</u>
Current assets			
Debtors	17	712,933	749,052
Cash at bank and in hand		4,176,859	2,534,646
		<u>4,889,792</u>	<u>3,283,698</u>
Creditors: amounts falling due within one year	18	(2,025,744)	(1,847,568)
Net current assets		<u>2,864,048</u>	<u>1,436,130</u>
Total assets less current liabilities		<u>46,868,212</u>	<u>46,445,406</u>
Creditors: amounts falling due after more than one year	19	-	(66,000)
Net assets excluding pension liability		<u>46,868,212</u>	<u>46,379,406</u>
Defined benefit pension scheme liability	27	(15,148,000)	(11,024,000)
Total net assets		<u><u>31,720,212</u></u>	<u><u>35,355,406</u></u>
Funds of the academy trust			
Restricted funds:			
Fixed asset funds	20	45,279,661	46,037,101
Restricted income funds	20	1,439,838	310,095
		<u>46,719,499</u>	<u>46,347,196</u>
Restricted funds excluding pension asset	20	46,719,499	46,347,196
Pension reserve	20	(15,148,000)	(11,024,000)
Total restricted funds	20	<u>31,571,499</u>	<u>35,323,196</u>
Unrestricted income funds	20	148,713	32,210
Total funds		<u><u>31,720,212</u></u>	<u><u>35,355,406</u></u>

THE WENSUM TRUST
(A Company Limited by Guarantee)
REGISTERED NUMBER: 07982312

BALANCE SHEET (CONTINUED)
AS AT 31 AUGUST 2021

The financial statements on pages 31 to 68 were approved by the Trustees, and authorised for issue on 14 December 2021 and are signed on their behalf, by:

John Smith
Chair of Trustees

The notes on pages 35 to 68 form part of these financial statements.

THE WENSUM TRUST
(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 AUGUST 2021

	Note	2021 £	2020 £
Cash flows from operating activities			
Net cash provided by operating activities	22	733,072	557,618
Cash flows from investing activities	24	1,008,141	965,899
Cash flows from financing activities	23	(99,000)	(8,250)
Change in cash and cash equivalents in the year		1,642,213	1,515,267
Cash and cash equivalents at the beginning of the year		2,534,646	1,019,379
Cash and cash equivalents at the end of the year	25, 26	<u>4,176,859</u>	<u>2,534,646</u>

The notes on pages 35 to 68 form part of these financial statements

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

1. General information

The Wensum Trust is a private company limited by guarantee incorporated in England and Wales (United Kingdom) under the Companies Act 2006. The address of its registered office is: The Wensum Trust, Middletons Lane, Hellesdon, Norwich, Norfolk, NR6 5SB. The place of business is at each of the individual school sites within the Trust.

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

2. Accounting policies

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

2.1 Basis of preparation of financial statements

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

The Wensum Trust meets the definition of a public benefit entity under FRS 102.

2.2 Going concern

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

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

2. Accounting policies (continued)

2.3 Income

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

• **Grants**

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

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

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

• **Donations**

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

• **Other income**

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

2.4 Interest receivable

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

2.5 Expenditure

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

• **Charitable activities**

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

All resources expended are inclusive of irrecoverable VAT.

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

2. Accounting policies (continued)

2.6 Taxation

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

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

2.7 Tangible fixed assets

Assets costing £2,000 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

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

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

Leasehold land	- over the life of the lease (125 years)
Leasehold buildings	- 2%
Freehold land and buildings	- buildings 2%, land not depreciated
Furniture and equipment	- 10%
Plant and equipment	- 15%
Computer equipment	- 25%
Motor vehicles	- 25%

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

2.8 Debtors

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

2.9 Cash at bank and in hand

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

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

2. Accounting policies (continued)

2.10 Liabilities

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

2.11 Financial instruments

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

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments.

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

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

2.12 Operating leases

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

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

2. Accounting policies (continued)

2.13 Pensions

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

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

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

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

2.14 Agency arrangements

The academy trust acts as an agent in distributing 16-19 bursary funds from ESFA. Payments received from ESFA and subsequent disbursements to students are excluded from the statement of financial activities as the trust does not have control over the charitable application of the funds. The trust does not use any of the allocation towards its own administration costs and so none is recognised in the statement of financial activities. The funds received and paid and any balance held are disclosed in note 31.

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

2. Accounting policies (continued)

2.15 Fund accounting

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

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

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

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

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

3. Critical accounting estimates and areas of judgment

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

Critical accounting estimates and assumptions:

Depreciation

Depreciation is an estimate based on the useful economic life of the assets.

Pension valuation

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost or income for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 27, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2019 has been used by the actuary in valuing the pensions liability at 31 August 2021. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

4. Income from donations and capital grants

	Unrestricted funds 2021 £	Restricted funds 2021 £	Restricted fixed asset funds 2021 £	Total funds 2021 £	Total funds 2020 £
Donations	1,660	102,352	-	104,012	213,266
Capital Grants	-	-	962,722	962,722	1,267,936
Total 2021	<u>1,660</u>	<u>102,352</u>	<u>962,722</u>	<u>1,066,734</u>	<u>1,481,202</u>
Total 2020	<u>3,823</u>	<u>209,443</u>	<u>1,267,936</u>	<u>1,481,202</u>	

In 2020, capital grants of £1,267,936 were in relation to restricted fixed assets.

In 2020, income from donations was £213,266, of which £3,823 was unrestricted and £209,443 was restricted.

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

5. Funding for the academy trust's provision of educational services

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	As restated Total funds 2020 £
DfE/ESFA grants				
General Annual Grant (GAG)	-	19,597,278	19,597,278	18,536,456
Other DfE/ESFA grants				
Rates reclaim	-	88,985	88,985	91,228
English Hubs Programme	-	299,103	299,103	349,875
FSM supplementary grant	-	77,617	77,617	49,280
PE grant	-	141,680	141,680	141,730
Pupil premium	-	970,089	970,089	990,236
Teacher pay grant	-	257,912	257,912	257,410
Teacher pension grant	-	737,011	737,011	728,864
UIFSM	-	270,762	270,762	296,969
Others	-	65,063	65,063	40,479
	-	22,505,500	22,505,500	21,482,527
Other Government grants				
Local authority grants	-	1,124,587	1,124,587	870,983
	-	1,124,587	1,124,587	870,983
Other income from the academy trust's provision of educational services	261,321	160,066	421,387	414,742
COVID-19 additional funding (DfE/ESFA)				
Catch-up Premium	-	303,640	303,640	-
Other DfE/ESFA COVID-19 funding	-	142,264	142,264	-
	-	445,904	445,904	-
COVID-19 additional funding (non-DfE/ESFA)				
Coronavirus Job Retention Scheme grant	-	53,648	53,648	173,519
	-	53,648	53,648	173,519
	261,321	24,289,705	24,551,026	22,941,771
Total 2020 as restated	256,728	22,685,043	22,941,771	

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

5. Funding for the academy trust's provision of educational services (continued)

Included in other DfE/ESFA grants is the academy conversion grant, start up grant and year 7 catch up grant income.

Included in other income from the academy trust's educational operations is catering income, income from other schools and other misc income.

In 2020, GAG totalling £18,627,684 and other DfE / ESFA grants totalling £2,465,979 were restricted. Local authority grants totalling £1,259,847 were restricted. The coronavirus job retention scheme grant totalling £173,519 was restricted. Other income totalling £158,014 was restricted. Catering income totalling £256,728 was unrestricted.

Following the reclassification in the Academies Accounts Direction 2020/21 of some grants received from the Department of Education and ESFA, the academy trust's funding for Rates reclaim, BTEC Nest, English Hubs Programme, FSM supplementary grant, PE grant, Pupil premium, Teacher pay grant, Teacher pension grant and Universal Infant Free School Meals are no longer reported under the Other DfE Group grants heading, but as separate lines under the Other DfE/ESFA grants heading. The prior year numbers have been reclassified.

The academy received £303,640 of funding for catch-up premium and costs incurred in respect of this funding totalled £127,713, with the remaining £175,927 to be spent in 2021/22.

The academy furloughed some of its catering, extended schools and lettings staff under the government's CJRS. The funding received of £53,648 relates to staff costs in respect of 68 staff which are included within note 12 below as appropriate.

6. Income from other trading activities

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Rental income	183,736	-	183,736	159,473
Other income	40,476	87,133	127,609	228,423
Music lessons	-	25,603	25,603	36,255
Total 2021	<u>224,212</u>	<u>112,736</u>	<u>336,948</u>	<u>424,151</u>
Total 2020	<u>189,011</u>	<u>235,140</u>	<u>424,151</u>	

In 2020, rental income was all unrestricted. Other income was £228,423 of which £29,538 was unrestricted and £198,885 was restricted. Music lesson income was all restricted.

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

7. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Investment income	517	517	1,079
	<u>517</u>	<u>517</u>	<u>1,079</u>
Total 2020	1,079	1,079	
	<u>1,079</u>	<u>1,079</u>	

In 2020, investment income was unrestricted.

8. Expenditure

	Staff Costs 2021 £	Premises 2021 £	Other 2021 £	Total 2021 £	Total 2020 £
Provision of educational services:					
Direct costs	16,720,544	-	2,520,092	19,240,636	17,457,875
Allocated support costs	2,918,973	1,403,350	3,178,460	7,500,783	8,132,426
	<u>19,639,517</u>	<u>1,403,350</u>	<u>5,698,552</u>	<u>26,741,419</u>	<u>25,590,301</u>
Total 2020	<u>18,906,370</u>	<u>2,457,291</u>	<u>4,226,640</u>	<u>25,590,301</u>	

In 2021, of the total expenditure, £371,207 (2020: £422,927) was from unrestricted funds, £25,243,236 (2020: £24,010,246) was from restricted funds and £1,126,976 (2020: £1,157,128) was from restricted fixed asset funds.

In 2020, direct expenditure consisted of £15,094,727 staff costs and £2,363,148 other costs.

In 2020, support expenditure consisted of £3,811,643 staff costs, £2,457,291 premises costs and £1,863,492 other costs.

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

9. Charitable Activities

	2021 £	2020 £
Direct costs - educational operations	19,240,636	17,457,875
Support costs - educational operations	7,500,783	8,132,426
	<u>26,741,419</u>	<u>25,590,301</u>

Analysis of support costs

	2021 £	2020 £
Support staff costs	2,918,973	3,811,643
Depreciation	1,126,974	1,157,129
Premises costs	1,403,350	1,300,163
Legal costs - conversion	-	903
Legal costs - other	4,855	4,198
Other support costs	2,009,631	1,807,855
Governance costs	37,000	50,535
	<u>7,500,783</u>	<u>8,132,426</u>

10. Net income/(expenditure)

Net income/(expenditure) for the year includes:

	2021 £	2020 £
Operating lease rentals	95,810	102,160
Depreciation of tangible fixed assets	1,126,974	1,157,129
Internal Audit fees (M&A Partners)	-	2,250
Loss on disposal of fixed assets	251	-
	<u>1,322,035</u>	<u>1,261,539</u>

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

11. Auditors' remuneration

	2021 £	2020 £
Fees payable to the academy trust's auditor and its associates for the audit of the academy trust's annual accounts	22,355	20,030
Fees payable to the academy trust's auditor and its associates in respect of:		
Preparation of the financial statements	3,380	3,280
Audit-related assurance services	4,500	4,360
Taxation compliance services	500	2,060
Other assurance services not included above	3,725	5,830
Other non-audit services not included above	5,728	8,186
	2,150	9,280
Fees payable to the academy trust's auditor and its associates in connection with the academy trust's pension scheme(s) in respect of:		
Teacher Pension Scheme EOYC assurance	2,150	9,280
	2,150	9,280

12. Staff

a. Staff costs

Staff costs during the year were as follows:

	2021 £	2020 £
Wages and salaries	14,133,589	13,414,198
Social security costs	1,342,041	1,244,946
Pension costs	4,146,403	4,110,346
	19,622,033	18,769,490
Agency staff costs	215,767	133,115
Staff restructuring costs	17,484	3,765
	19,855,284	18,906,370

Staff restructuring costs comprise:

	2021 £	2020 £
Redundancy payments	179	-
Severance payments	17,306	3,765
	17,485	3,765

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

12. Staff (continued)

b. Non-statutory/non-contractual staff severance payments

In 2021 and 2020 there are no non-statutory/non-contractual severance payments included in the staff restructuring costs.

c. Staff numbers

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

	2021 No.	2020 No.
Teachers	243	244
Administration and support	315	307
Management	10	12
	<u>568</u>	<u>563</u>

The average headcount expressed as full-time equivalents was:

	2021 No.	2020 No.
Teachers	195	213
Administration and support	227	208
Management	23	12
	<u>445</u>	<u>433</u>

d. Higher paid staff

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

	2021 No.	2020 No.
In the band £60,001 - £70,000	11	8
In the band £70,001 - £80,000	5	3
In the band £80,001 - £90,000	2	2
In the band £90,001 - £100,000	1	1
	<u>19</u>	<u>14</u>

e. Key management personnel

The key management personnel of the academy trust comprise the Trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the academy trust was £1,222,691 (2020 - £1,202,607).

THE WENSUM TRUST
(A Company Limited by Guarantee)

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

12. Staff (continued)

e. Key management personnel (continued)

Included in the above are employer national insurance contributions of £110,055 (2020: £107,484) and employer pension contributions of £209,285 (2020: £206,612).

13. Central services

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

- Human resources
- Financial services
- Educational support services
- Procurement services
- ICT
- Data protection
- Estates management
- Marketing
- Management of lettings

The academy trust charges for these services on the following basis:

Central costs are charged to each academy based on 5% of total GAG income.

The actual amounts charged during the year were as follows:

	2021 £	2020 £
Acle Academy	128,847	115,876
Alderman Peel Academy	143,434	138,870
Arden Grove Infant and Nursery School	33,853	32,289
Burnham Market	27,809	23,000
Firside Junior School	69,188	66,824
Garrick Green Infant School	31,150	31,209
Heather Avenue Infant School	30,155	33,377
Hellesdon High School	378,739	351,273
Kinsale Junior School	50,267	48,910
Lodge Lane Infant School	43,489	45,476
Wells-next-the-sea Primary	42,501	40,374
Lettings	-	5,000
Total	979,432	932,478

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

14. Trustees' remuneration and expenses

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

		2021	2020
		£	£
Daniel Thrower, Chief Executive	Remuneration	95,000 - 100,000	90,000 - 95,000
	Pension contributions paid	20,000 - 25,000	20,000 - 25,000

During the year ended 31 August 2021, expenses totalling £1,535 were reimbursed or paid directly to 1 Trustee (2020 - £813 to 1 Trustee). All expenditure reimbursed was in relation to travel and subsistence costs incurred whilst fulfilling their role at the Trust.

15. Trustees' and Officers' insurance

In accordance with normal commercial practice, the academy trust has purchased insurance to protect Trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy business. The insurance provides cover up to £10,000,000 on any one claim. It is not possible to quantify the Trustees and officers indemnity element from the overall cost of the RPA scheme membership.

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16. Tangible fixed assets

	Freehold property £	Long-term leasehold property £	Furniture and equipment £	Plant and machinery £	Computer equipment £	Motor vehicles £	Total £
Cost or valuation							
At 1 September 2020	7,831,264	40,222,535	1,207,787	236,126	1,196,539	30,000	50,724,251
Additions	-	-	30,642	-	91,471	-	122,113
Disposals	-	-	-	-	(251)	(13,750)	(14,001)
At 31 August 2021	<u>7,831,264</u>	<u>40,222,535</u>	<u>1,238,429</u>	<u>236,126</u>	<u>1,287,759</u>	<u>16,250</u>	<u>50,832,363</u>
Depreciation							
At 1 September 2020	409,211	3,656,753	568,416	136,001	915,541	29,053	5,714,975
Charge for the year	104,105	744,016	121,379	25,809	130,852	813	1,126,974
On disposals	-	-	-	-	-	(13,750)	(13,750)
At 31 August 2021	<u>513,316</u>	<u>4,400,769</u>	<u>689,795</u>	<u>161,810</u>	<u>1,046,393</u>	<u>16,116</u>	<u>6,828,199</u>
Net book value							
At 31 August 2021	<u><u>7,317,948</u></u>	<u><u>35,821,766</u></u>	<u><u>548,634</u></u>	<u><u>74,316</u></u>	<u><u>241,366</u></u>	<u><u>134</u></u>	<u><u>44,004,164</u></u>
At 31 August 2020	<u><u>7,422,053</u></u>	<u><u>36,565,782</u></u>	<u><u>639,371</u></u>	<u><u>100,125</u></u>	<u><u>280,998</u></u>	<u><u>947</u></u>	<u><u>45,009,276</u></u>

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17. Debtors

	2021 £	2020 £
Due within one year		
Trade debtors	39,394	30,039
VAT debtor	63,953	69,220
Other debtors	694	774
Prepayments and accrued income	608,892	649,019
	<u>712,933</u>	<u>749,052</u>

18. Creditors: Amounts falling due within one year

	2021 £	2020 £
ESFA loans	66,000	99,000
Trade creditors	505,321	516,148
Other taxation and social security	314,640	289,215
Other creditors	408,763	383,480
Accruals and deferred income	731,020	559,725
	<u>2,025,744</u>	<u>1,847,568</u>

The ESFA loan relates to an unsecured long term interest free loan provided in September 2016 to Acle Academy by the ESFA to support the payment of staff wages for September 2016. Repayments of the loan commenced in September 2017 but were then delayed by the ESFA. The loan is repayable at 0% interest over a 24 month period commencing September 2020.

	2021 £	2020 £
Deferred income at 1 September 2020	214,376	203,016
Resources deferred during the year	399,864	214,376
Amounts released from previous periods	(214,376)	(203,016)
	<u>399,864</u>	<u>214,376</u>

The amounts included in deferred income are in relation to trip income, rates relief, the English Hub delivery grant and funds received in advance for Universal Infant Free School Meals.

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19. Creditors: Amounts falling due after more than one year

	2021 £	2020 £
ESFA loans	-	66,000
	<u> </u>	<u> </u>

Included within the above are amounts falling due as follows:

	2021 £	2020 £
Between one and two years		
ESFA loans	-	66,000
	<u> </u>	<u> </u>

This loan relates to an unsecured long term interest free loan provided in September 2016 to Acle Academy by the ESFA to support the payment of staff wages for September 2016. Repayments of the loan commenced in September 2017 but were then delayed by the ESFA. The loan is repayable at 0% interest over a 24 month period commencing September 2020.

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20. Statement of funds

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2021 £
Unrestricted funds						
Designated funds						
3G Pitch	10,000	-	-	15,000	-	25,000
General funds						
Unrestricted funds	22,210	487,710	(371,207)	(15,000)	-	123,713
Total Unrestricted funds	32,210	487,710	(371,207)	-	-	148,713
Restricted general funds						
General Annual Grant (GAG)	260,097	19,570,278	(18,702,857)	(80,979)	-	1,046,539
Pupil Premium	-	970,089	(970,089)	-	-	-
UIFSM and FSM Supplementary Grant	41,600	348,379	(314,107)	-	-	75,872
Rates reclaim	-	88,985	(88,985)	-	-	-
English Hubs Programme	-	299,103	(299,103)	-	-	-
Teachers Pay and Pension Grant	-	994,923	(994,923)	-	-	-
PE Sports Premium	-	141,680	(55,369)	-	-	86,311
COVID Catch-up Premium	-	303,640	(127,713)	-	-	175,927
Other Government Grants	-	1,124,587	(1,124,587)	-	-	-
Other DfE/ESFA Grants	-	65,063	(37,523)	-	-	27,540
CIF allocated to revenue	8,398	-	-	-	-	8,398
SCA allocated to revenue	-	-	(674,165)	674,165	-	-

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

20. Statement of funds (continued)

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2021 £
Other Restricted Funds	-	299,802	(294,226)	-	-	5,576
Restricted donations	-	102,352	(88,677)	-	-	13,675
Other COVID funding	-	195,912	(195,912)	-	-	-
Pension reserve	(11,024,000)	-	(1,275,000)	-	(2,849,000)	(15,148,000)
	<u>(10,713,905)</u>	<u>24,504,793</u>	<u>(25,243,236)</u>	<u>593,186</u>	<u>(2,849,000)</u>	<u>(13,708,162)</u>
Restricted fixed asset funds						
Restricted Fixed Assets	44,682,647	-	(1,126,976)	121,862	-	43,677,533
Capital expenditure from GAG	326,631	-	-	-	-	326,631
School Capital Allocation (SCA)	1,018,237	842,679	-	(674,165)	-	1,186,751
DfE / ESFA Capital Grants	3,935	-	-	-	-	3,935
Other Capital Grant Income	-	12,000	-	-	-	12,000
Devolved Formula Capital	5,651	108,043	-	(40,883)	-	72,811
	<u>46,037,101</u>	<u>962,722</u>	<u>(1,126,976)</u>	<u>(593,186)</u>	<u>-</u>	<u>45,279,661</u>
Total Restricted funds	<u>35,323,196</u>	<u>25,467,515</u>	<u>(26,370,212)</u>	<u>-</u>	<u>(2,849,000)</u>	<u>31,571,499</u>
Total funds	<u><u>35,355,406</u></u>	<u><u>25,955,225</u></u>	<u><u>(26,741,419)</u></u>	<u><u>-</u></u>	<u><u>(2,849,000)</u></u>	<u><u>31,720,212</u></u>

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

Designated fund

A separate fund has been designated for future maintenance of the 3G pitch at Hellesdon High School. As unrestricted funds allow, the Trust will set aside unrestricted surplus funds for the designated purpose of maintaining the 3G pitch.

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

20. Statement of funds (continued)

General Annual Grant

This represents funding from the ESFA to cover the costs of recurrent expenditure.

Under the funding agreement with the Secretary of State, the academy trust was not subject to a limit on the amount of GAG it could carry forward at 31 August 2021. GAG funding is not pooled by the Trust and each Academy receives and expends the GAG funding pertaining to it.

Pupil Premium

This funding is to be used to raise achievement and improve outcomes for pupils from low-income families who are eligible for free school meals, looked after children and those from families with parents in the Armed Forces.

Other DfE/ESFA

The Other DfE/ESFA Grants represents PE Sports Premium, English Hubs Programme, Rates relief, Teacher pay grant, Teacher pension grant, COVID catch up premium, Universal Infant Free School Meals, FSM Supplementary Grant and other income from DfE / ESFA received in the period. These funds are used to raise achievement and improve outcomes for pupils, or to provide support for pupils from low income families.

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

SEN and EHCP funding

This is funding from the ESFA to support children with special educational needs.

Other Government Grants

This represents other funding from the government towards the provision of education such as provisions of Nursery funding and Attachment Outreach Service. Also includes job retention scheme income in relation to COVID.

Condition Improvement Fund

CIF relates to capital funding received from the ESFA.

School Condition Allocation

SCA relates to capital funding received from the ESFA - this income replaced CIF in 2018.

Other Restricted Funds

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

Restricted donations

This represents contributions made by parents to the running of educational visits for the pupils of the Academies and the associated costs of running the trips, along with PTA contributions, fundraising and sponsorship for specific purposes.

Pension Reserve

This fund represents the Trusts share of the deficit on the Local Government Pension Scheme (LGPS) transferred on conversion from state controlled schools.

This restricted pension fund is materially in deficit and plans to eliminate the liability on the defined benefit pension scheme are set out in note 27 based on the period end actuarial valuation.

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

Restricted Fixed Asset Fund

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

Transfers to/from this fund are in relation to fixed assets purchased from other funding sources or capital grants used to purchase items which are not capitalised on the balance sheet.

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

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

	Balance at 1 September 2019 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2020 £
Unrestricted funds						
Designated funds						
3G Pitch	10,000	-	-	-	-	10,000
General funds						
Unrestricted funds	-	450,641	(422,927)	(5,504)	-	22,210
Total Unrestricted funds	10,000	450,641	(422,927)	(5,504)	-	32,210
Restricted general funds						
General Annual Grant (GAG)	(584,930)	18,627,684	(17,732,742)	(49,915)	-	260,097
Other DfE/ESFA grants	-	2,465,979	(2,424,379)	-	-	41,600
Other Government Grants	-	1,433,366	(1,433,366)	-	-	-
CIF allocated to revenue	8,398	-	-	-	-	8,398
SCA allocated to revenue	-	-	(420,994)	420,994	-	-
DFC allocated to revenue	-	-	(44,168)	44,168	-	-
Other Restricted Funds	-	393,154	(393,154)	-	-	-
Restricted donations	-	209,443	(209,443)	-	-	-
Pension reserve	(9,813,000)	-	(1,352,000)	-	141,000	(11,024,000)
	(10,389,532)	23,129,626	(24,010,246)	415,247	141,000	(10,713,905)
Restricted fixed asset funds						
Restricted Fixed Assets	45,763,820	-	(1,149,995)	68,822	-	44,682,647
Capital expenditure from GAG	283,849	-	(7,133)	49,915	-	326,631

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

	Balance at 1 September 2019 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2020 £
School Capital Allocation (SCA)	278,028	1,161,203	-	(420,994)	-	1,018,237
DfE / ESFA Capital Grants	3,935	-	-	-	-	3,935
Devolved Formula Capital	6,404	106,733	-	(107,486)	-	5,651
	<u>46,336,036</u>	<u>1,267,936</u>	<u>(1,157,128)</u>	<u>(409,743)</u>	<u>-</u>	<u>46,037,101</u>
Total Restricted funds	<u>35,946,504</u>	<u>24,397,562</u>	<u>(25,167,374)</u>	<u>5,504</u>	<u>141,000</u>	<u>35,323,196</u>
Total funds	<u><u>35,956,504</u></u>	<u><u>24,848,203</u></u>	<u><u>(25,590,301)</u></u>	<u><u>-</u></u>	<u><u>141,000</u></u>	<u><u>35,355,406</u></u>

Total funds analysis by academy

Fund balances at 31 August 2021 were allocated as follows:

	2021 £	2020 £
Acle Academy	(355,071)	(466,993)
Alderman Peel Academy	111,426	39,551
Arden Grove Infant and Nursery	(5,780)	49,331
Burnham Market	87,884	2,945
Firside Junior School	500,057	363,842
Garrick Green Infant School	85,457	104,627
Heather Avenue Infant School	389,937	359,535
Hellesdon High School	616,919	(82,461)
Kinsale Junior School	279,032	194,796
Lodge Lane Infant School	200,828	178,146
Wells-next-the-sea Primary	151,284	81,278
The Wensum Trust	(473,422)	(482,292)
Total before fixed asset funds and pension reserve	<u>1,588,551</u>	<u>342,305</u>
Restricted fixed asset fund	45,279,661	46,037,101
Pension reserve	(15,148,000)	(11,024,000)
Total	<u><u>31,720,212</u></u>	<u><u>35,355,406</u></u>

THE WENSUM TRUST
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NOTES TO THE FINANCIAL STATEMENTS
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20. Statement of funds (continued)

The following academies are carrying a net deficit on their portion of the funds as follows:

	Deficit £
Acle Academy	(355,071)
Arden Grove Infant and Nursery	(5,780)
The Wensum Trust	(473,422)
	<u><u> </u></u>

Acle Academy

The school is recovering from a historical deficit position. The Trust has invested significantly in additional leadership, training and infrastructure to bring the school out of special measures into a higher Ofsted category and the school is on the path to good. During the time that the school was in measures the pupil numbers dropped dramatically.

Arden Grove Infant and Nursery

Arden Grove has found itself in deficit after years of having a high proportion of high needs students in the school and insufficient funding to meet the complex needs of these students.

The Wensum Trust

The Trust had high set up costs during the formation period of the MAT. The 5% top slice model only provides sufficient income to cover core costs of the central team.

The academy trust is taking the following action to return the academies to surplus:

Acle Academy

An integrated curriculum model has been used to reduce staff costs and generate savings. The school is forecast to make a surplus in 2021-22 and subsequent years. Pupil numbers have increased each year since the school has been part of the trust.

Arden Grove Infant and Nursery

The school has had funding granted by the local authority to set up a specialist resource base in addition to its current buildings in order to meet social and emotional needs of students. Once this is established there will be reduced pressure on the resources of the school and additional income to meet the extensive needs of the school. A plan is already in place, that has been agreed by trustees, to reduce costs at the school going forward to bring it back to a surplus over the next three years.

The Wensum Trust

A review of the staffing structure at the central services office took place in October 2019, which means the team are able to deliver more services but at a reduced cost. The trust has a business plan in place to generate additional income via lettings and educational support services.

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

20. Statement of funds (continued)

Total cost analysis by academy

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

	Teaching and educational support staff costs £	Other support staff costs £	Educational supplies £	Other costs excluding depreciation £	Total 2021 £	Total 2020 £
Acle Academy	1,981,973	187,925	142,369	601,803	2,914,070	2,712,564
Alderman Peel Academy	2,232,639	340,161	149,014	633,496	3,355,310	3,292,372
Arden Grove Infant and Nursery	753,056	117,478	17,984	137,959	1,026,477	914,905
Burnham Market	437,553	37,172	24,608	258,390	757,723	636,987
Firside Junior School	1,061,304	122,063	63,126	209,513	1,456,006	1,435,459
Garrick Green Infant School	579,917	52,066	16,421	170,978	819,382	754,736
Heather Avenue Infant School	586,266	109,008	189,992	190,057	1,075,323	1,103,207
Hellesdon High School	5,718,334	689,782	854,244	1,221,235	8,483,595	7,767,507
Kinsale Junior School	797,431	99,588	47,171	229,112	1,173,302	1,012,347
Lodge Lane Infant School	789,108	127,735	22,862	201,740	1,141,445	1,289,869
Wells-next-the- sea Primary	778,823	123,165	31,166	147,182	1,080,336	1,046,415
The Wensum Trust	434,867	504,670	938	116,001	1,056,476	1,114,805
Academy trust	16,151,271	2,510,813	1,559,895	4,117,466	24,339,445	23,081,173

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NOTES TO THE FINANCIAL STATEMENTS
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21. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Restricted fixed asset funds 2021 £	Total funds 2021 £
Tangible fixed assets	-	-	44,004,164	44,004,164
Current assets	148,713	3,465,582	1,275,497	4,889,792
Creditors due within one year	-	(2,025,744)	-	(2,025,744)
Provisions for liabilities and charges	-	(15,148,000)	-	(15,148,000)
Total	<u>148,713</u>	<u>(13,708,162)</u>	<u>45,279,661</u>	<u>31,720,212</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2020 £	Restricted funds 2020 £	Restricted fixed asset funds 2020 £	Total funds 2020 £
Tangible fixed assets	-	-	45,009,276	45,009,276
Current assets	32,210	2,223,663	1,027,825	3,283,698
Creditors due within one year	-	(1,847,568)	-	(1,847,568)
Creditors due in more than one year	-	(66,000)	-	(66,000)
Provisions for liabilities and charges	-	(11,024,000)	-	(11,024,000)
Total	<u>32,210</u>	<u>(10,713,905)</u>	<u>46,037,101</u>	<u>35,355,406</u>

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NOTES TO THE FINANCIAL STATEMENTS
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22. Reconciliation of net expenditure to net cash flow from operating activities

	2021 £	2020 £
Net expenditure for the year (as per Statement of Financial Activities)	(786,194)	(742,098)
Adjustments for:		
Depreciation	1,126,974	1,157,129
Capital grants from DfE and other capital income	(962,722)	(1,267,936)
Interest receivable	(517)	(1,079)
(Increase)/decrease in debtors	(148,010)	57,684
Increase in creditors	228,290	1,667
Pension adjustments	1,275,000	1,352,000
Disposal of fixed assets	251	251
Net cash provided by operating activities	733,072	557,618

23. Cash flows from financing activities

	2021 £	2020 £
Repayments of borrowing	(99,000)	(8,250)
Net cash used in financing activities	(99,000)	(8,250)

24. Cash flows from investing activities

	2021 £	2020 £
Dividends, interest and rents from investments	517	1,079
Purchase of tangible fixed assets	(122,113)	(118,987)
Capital grants from DfE Group	1,129,737	1,083,807
Net cash provided by investing activities	1,008,141	965,899

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25. Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand and at bank	3,876,408	2,234,353
Notice deposits (less than 3 months)	300,451	300,293
Total cash and cash equivalents	4,176,859	2,534,646

26. Analysis of changes in net debt

	At 1 September 2020 £	Cash flows £	At 31 August 2021 £
Cash at bank and in hand	2,534,646	1,642,213	4,176,859
Debt due within 1 year	(99,000)	33,000	(66,000)
Debt due after 1 year	(66,000)	66,000	-
	2,369,646	1,741,213	4,110,859

27. Pension commitments

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

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

Contributions amounting to £349,944 were payable to the schemes at 31 August 2021 (2020 - £323,300) and are included within creditors.

Teachers' Pension Scheme

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

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

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27. Pension commitments (continued)

Valuation of the Teachers' Pension Scheme

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

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

The next valuation result is due to be implemented from 1 April 2024.

The employer's pension costs paid to TPS in the year amounted to £2,156,738 (2020 - £2,055,314).

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

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

Local Government Pension Scheme

The LGPS is a funded defined benefit pension scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2021 was £1,170,000 (2020 - £1,122,852), of which employer's contributions totalled £919,000 (2020 - £894,777) and employees' contributions totalled £ 251,000 (2020 - £228,075). The agreed contribution rates for future years range between 17.7% and 21.3% for employers. The agreed future contribution rate for employees is tiered, based on salary levels, between the following rates: 5.5% and 12.5%.

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

Principal actuarial assumptions

	2021 %	2020 %
Rate of increase in salaries	3.60	2.90
Rate of increase for pensions in payment/inflation	2.90	2.20
Discount rate for scheme liabilities	1.65	1.70
Inflation assumption (CPI)	2.90	2.20

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27. Pension commitments (continued)

The commutation rate was 50% (2020: 50%) pre April 2008 and increased to 75% (2020: 75%) for post April 2008 service.

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

	2021 Years	2020 Years
Retiring today		
Males	21.9	21.7
Females	24.3	23.9
Retiring in 20 years		
Males	23.2	22.8
Females	26.2	25.5

As at the 31 August 2021 the Trust had a pension liability of £15,148,000 (2020: £11,024,000). The sensitivity analysis detailed below would increase/(decrease) the closing defined obligation in the following way;

Sensitivity analysis

	2021 £000	2020 £000
Discount rate +0.1%	(117)	(574)
Discount rate -0.1%	117	574
Mortality assumption - 1 year increase	234	177
Mortality assumption - 1 year decrease	(234)	(177)
CPI rate +0.1%	117	530
CPI rate -0.1%	(117)	(530)

Share of scheme assets

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

	2021 £	2020 £
Equities	7,207,830	5,520,000
Bonds	4,805,220	3,864,000
Property	1,554,630	1,214,400
Cash and other liquid assets	565,320	441,600
Total market value of assets	14,133,000	11,040,000

The actual return on scheme assets was £2,153,000 (2020 - £834,000).

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27. Pension commitments (continued)

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

	2021 £	2020 £
Current service cost	(1,998,000)	(2,048,000)
Past service cost	-	(6,000)
Interest income	196,000	206,000
Interest cost	(392,000)	(393,000)
Total amount recognised in the Statement of Financial Activities	(2,194,000)	(2,241,000)

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

	2021 £	2020 £
At 1 September	22,064,000	20,769,000
Current service cost	1,998,000	2,048,000
Interest cost	392,000	393,000
Employee contributions	251,000	232,000
Actuarial losses/(gains)	4,806,000	(1,181,000)
Benefits paid	(230,000)	(203,000)
Past service costs	-	6,000
At 31 August	29,281,000	22,064,000

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

	2021 £	2020 £
At 1 September	11,040,000	10,956,000
Interest income	196,000	206,000
Actuarial gains/(losses)	1,957,000	(1,040,000)
Employer contributions	919,000	889,000
Employee contributions	251,000	232,000
Benefits paid	(230,000)	(203,000)
At 31 August	14,133,000	11,040,000

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28. Operating lease commitments

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

	2021 £	2020 £
Not later than 1 year	80,530	83,233
Later than 1 year and not later than 5 years	106,728	178,274
	<u>187,258</u>	<u>261,507</u>

The following lease payments have been recognised as an expense in the Statement of Financial Activities:

	2021 £	2020 £
Operating lease rentals	95,810	102,340
Changes in lease payments arising from COVID-19 related rent concessions	-	-
	<u>-</u>	<u>-</u>

29. 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.

30. Related party transactions

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

In the year ended 31 August 2021 the Trust contributed £Nil (2020: £10,000) towards the purchase of a modular building paid for by the Wells Sea Cadets, a charitable organisation where A Ogle, the head of School at Alderman Peel High School, is also a trustee. No balance was outstanding at the year end (2020: £Nil). It was confirmed that the expenditure was at no more than cost, via a statement of assurance.

In addition to this, certain trustees received remuneration and expenses which are disclosed in note 14.

There were no other related party transactions which took place during the financial year (2020:Nil).

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NOTES TO THE FINANCIAL STATEMENTS
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31. Agency arrangements

The Academy Trust distributes 16-19 bursary funds to students as an agent for ESFA. In the accounting period ending 31 August 2021 the Trust received £34,821 (2020: £30,828) and disbursed £37,650 (2020: £20,497) from the fund. An amount of £52,966 (2020: £63,018) is included in other creditors relating to undistributed funds that may be repayable to ESFA.