

REGISTERED COMPANY NUMBER: 07951293 (England and Wales)

**Report of the Trustees and
Consolidated Financial Statements for the Year Ended 31 August 2016
for
Allestree Woodlands School**

Forrester Boyd
Statutory Auditors
Chartered Accountants
66-68 Oswald Road
Scunthorpe
North Lincolnshire
DN15 7PG

Allestree Woodlands School

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for the Year Ended 31 August 2016

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Allestree Woodlands School

Reference and Administrative Details for the Year Ended 31 August 2016

MEMBERS

T Levy
A Brady
W F Bates
P Davies (resigned 23.6.16)

TRUSTEES

D Currier (resigned 1.9.15)
H Adams
T Attenborough (resigned 11.7.16)
W F Bates
A Brady
M Cheeseman
P Davies (resigned 23.6.16)
E Elson
E Jones (resigned 6.6.16)
T Levy
S Pike
T Ramsdale
J Robinson
G Rogers (resigned 1.9.15)
S Town
G Woolley (resigned 7.12.15)
K Stapley
K Bainham (appointed 25.4.16)
Mrs C Barth (appointed 25.4.16)
Mrs R Brailsford (appointed 7.12.15)
S Dowdy (appointed 11.7.16)
Mrs K Eaton (appointed 29.2.16)
R Travis (appointed 11.7.16)

PRINCIPAL

A Brady

SENIOR MANAGEMENT TEAM

A Brady, Principal
S Taylor, School Business Manager
R Tordoff, Deputy Head Teacher
M Hallam, Assistant Head Teacher
G Duffy, Assistant Head Teacher
P Bailey, Assistant Head Teacher
S Delgaudio, Head of Sixth Form
R Lee, Deputy Head Teacher

REGISTERED OFFICE

Blenheim Drive
Allestree
Derby
Derbyshire
DE22 2LW

REGISTERED COMPANY NUMBER 07951293 (England and Wales)

Allestree Woodlands School
Reference and Administrative Details
for the Year Ended 31 August 2016

AUDITORS

Forrester Boyd
Statutory Auditors
Chartered Accountants
66-68 Oswald Road
Scunthorpe
North Lincolnshire
DN15 7PG

SOLICITORS

Flint Bishop Solicitors
St Michael's Court
St Michael's Lane
Derby
DE1 3HQ

BANKERS

Royal Bank of Scotland
Derby Allestree
6 Park Farm Centre
Allestree
Derby
DE22 2QN

Allestree Woodlands School

**Report of the Trustees
for the Year Ended 31 August 2016**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2016. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) and the Academies Accounts Direction issued by the Education Funding Agency.

Allestree Woodlands School

Report of the Trustees for the Year Ended 31 August 2016

OBJECTIVES AND ACTIVITIES

Objectives and aims

The main objects of the Academy Trust are

(a) Advancing education in the United Kingdom, in particular but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing a school offering a broad and balanced curriculum; and

(b) Promoting for the benefit of the inhabitants of Allestree in the City of Derby and surrounding area the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances or for the public at large in the interests of social welfare and with the object of improving the condition of life of the said inhabitants.

The main objective between 1 September 2015 to 31 August 2016 was to deliver a high quality, enjoyable education experience which ensured successful outcomes and achievement for all students whilst embedding Academy structures, systems, policies and procedures.

The overriding object of Allestree Woodlands School Academy Trust is to provide first class education to students of all abilities in the 11-19 age range. Obviously linked to this purpose is the aim that the Academy contributes to the public good through the provision of educational activities and extra-curricular activities and aims to be of considerable benefit to the local community.

Allestree Woodlands School is a community where we all aspire to be successful to improve on our personal best and to strive for excellence in all that we do.

Our staff, Governors and parents have high expectations of ourselves and our children. We want them to be given the opportunities to succeed and to challenge them to greater heights.

With this in mind, we have dedicated, talented, enthusiastic staff who work together to ensure that the teaching and quality of provision is organised to meet the need of each individual pupil.

We are very proud of our achievements and we are keen to celebrate success at all levels. We place high standards of discipline within the context of care, warmth and good humour. It is important to us that all members of the school community are treated with respect and are allowed to thrive as individuals.

We are committed to providing the highest quality of education for all of our students to prepare them for life in the twenty-first century as confident, active, healthy, caring and well-skilled members of the global community.

The main objectives of the Academy Trust are summarised in its statement of the school's values and aims:

Governors' Vision Statement

Allestree Woodlands School aspires to be an exceptional and inspirational community of lifelong learners, providing an outstanding and dynamic education for all its students, in order to prepare them to meet life's opportunities and challenges.

- We will provide opportunities for all students to acquire skills, commitment and resilience to become successful, independent and rounded individuals, who actively contribute to the community.
- We will encourage all members of staff to become a cohesive team, who regularly engage in professional learning discussions and other development opportunities, so that they can support all students in achieving their full potential.
- Governors will be supportive and ambitious in setting the school's strategic direction, while exercising rigour in monitoring and evaluating its progress.
- We will nurture strong and effective links with parents and carers, the local community, local and national education providers, businesses and organisations in order to promote a range of activities, mutual support and lifelong learning.
- We will be a safe and welcoming environment that offers high quality facilities and resources to support the learning and development of a growing school community and its neighbourhood.

Values

At Allestree Woodlands School we foster:

- the best education and achievement for all
- the nurturing of mutual respect and high self confidence

Allestree Woodlands School

Report of the Trustees for the Year Ended 31 August 2016

OBJECTIVES AND ACTIVITIES

- the celebration of achievement and success
- the full involvement in education of all students, staff, parents, carers and the wider community
- respect for diversity
- the enjoyment of education

Aims

As a result of these values Allestree Woodlands School will:

- offer a high quality teaching and learning environment that meets the needs of all our students
- offer a wide range of learning opportunities for all students and staff
- enable all students to become confident and independent learners
- aim to equip all students with the learning habits and qualifications needed for modern life
- work in partnership with all parents, carers and the wider community to ensure the success of all our students and staff
- sustain a school community where all its activities speak of care, courtesy, consideration, and hard work.

Public benefit

The Academy provides educational services to all children in the local area. The Trustees confirm that they have complied with the duty in Section 4 of the Charities Act 2006 to have due regard to the public benefit guidance provided by the Charity Commission.

STRATEGIC REPORT

Achievement and performance

Our students taking A levels in 2016 achieved a 98% pass rate, 20% of students achieved A*-A grades, 42% of students achieved A*-B grades and 75% A*-C grades, maintaining the high standard of achievement.

The high standards at GCSE were also maintained.

The school GCSE Progress 8 score was -0.12. Our attainment 8 score was 52.3. The percentage of students achieving C+ in English and Maths was 62% and 22% of students achieved the English Baccalaureate.

Financial review

Financial position

The financial results for the accounting period ending 31 August 2016 year were as expected.

The Academy's main source of income the General Annual Grant (GAG) consists mainly of the funding for pupils aged between 11 and 16. This income is based on the "replication model" of the Local Authority's funding formula; the funding for post 16 pupils which is based on a formula administered by the EFA; and High Needs Funding. Additional income is provided for specific areas of school needs including Pupil Premium funding, capital works funding and Local Authority High Needs Top Up Allocation.

In addition to the educational operations of the Academy Trust, three other related operations have been performed, these are:

- Outreach work at other schools
- The Catering Service, which provides meals to students and staff as well as conference/venue hire for the public
- The Sports Centre and facilities, which, when not used by the Academy, are made available to local schools, organisations and the community as a whole.

Investment policy and objectives

The Governing Body recognises there is the need to formalise an investment policy, however the academy has no investments other than cash balances.

Allestree Woodlands School
Report of the Trustees
for the Year Ended 31 August 2016

STRATEGIC REPORT

Financial review

Reserves policy

The Governors review the reserve levels of the Academy annually. This review encompasses the nature of income and expenditure streams, the need to match income with commitments and the nature of reserves. The Governors have determined that the appropriate level of free reserves should be equivalent to four to six week's expenditure. This is currently being worked towards, with a goal of it being achieved in four years.

The reason for this is to provide sufficient working capital to cover delays between spending and receipt of grants and to provide a cushion to deal with unexpected emergencies such as urgent maintenance. The academy's current level of free reserves (total funds less the amount held in fixed assets and restricted pension fund) is £305,496 (2015: £180,542) which is below the desired reserves, but inevitable and entirely planned as part of the capital investment required for the strategic redevelopment of school buildings in 2015/16.

The Academy held fund balances at 31 August 2016 of £4,043,390 (2015: £5,181,231) comprising £6,193,675 (2015: £6,374,735) of restricted fixed asset funds, £327,074 (2015: £208,816) of unrestricted general funds, a restricted general funds deficit of £35,359 (2015: surplus of £96,680), and a pension reserve deficit of £2,442,000 (2015: £1,499,000).

Steps are being taken to eliminate the pension scheme deficit as contributions have increased since converting to an academy. It is possible that the deficit can have an effect on the cashflow of the academy, as it may mean the contributions will have to change again in the future.

Going concern

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

Employment of disabled persons

The policy of the Academy is to support recruitment and retention of students and employees with disabilities. The Academy supports this by adapting the physical environment wherever possible, by making support resources available and through training and career development. New buildings and improvements to existing buildings all recognise the need to be fully DDA compliant.

Principal risks and uncertainties

Chief risks identified include:

- Demographic changes resulting in a significant reduction in pupil numbers within catchment area
- Deficit in the local authority pension scheme and uncertainty over future pooling arrangements
- Potential worsening of financial settlement due to the impact of the funding reforms in 2015/16.

The governors annually assess the major risks to which the Academy is exposed, in particular those relating to leadership and teaching, provision of facilities and other operational areas of the Academy and its finances. Governors annually review the systems in place to assess risks that the school faces, especially in the operational areas (e.g. in relation to teaching, health and safety, bullying and school trips) and in relation to the control of finance. This annual review, including operational procedures (e.g. vetting of new staff and visitors, supervision of school grounds) and internal financial controls is completed in order to minimise risk.

Allestree Woodlands School

Report of the Trustees for the Year Ended 31 August 2016

STRATEGIC REPORT

Future plans

The rate of change in education in England over the next three years will be very fast. We have to respond to the changes approaching us with real skill, ensuring that we shape these changes to meet our core purpose and our vision for our school, while remaining true to our shared values.

Whilst it is difficult to predict projected student numbers with absolute certainty, we know that our numbers are set to rise simply because of the students who are already in our feeder primary schools.

In order to continue to develop with consistency and coherence, we have agreed the following four key themes for school improvement planning over the next year:

- A - Improve quality of teaching by increasing the number of good and outstanding lessons
- B - Improve the achievement of all students by achieving the targets set according to each cohort's prior attainment
- C - Improve the efficiency and impact of leadership and management
- D - Maximise the impact of the new school build

Other key activities include:

- Full involvement in the Government's Priority Schools Building programme which has seen the school substantially rebuilt and remodelled by the summer of 2016. This programme, funded by capital provided via the Education Funding Agency, commenced in January 2015 and has released buildings for use on a phased basis up to and including September 2016 when building work was completed.
- Reviewing the curriculum provision in light of the new Government's English Baccalaureate; the new school accountability measures, i.e. Progress 8 and new more rigorous specification for GCSE and A Levels.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Charity constitution

The Academy Trust is a company limited by guarantee and is an exempt charity. The charitable company's memorandum and articles of association are the primary governing documents of the Academy Trust. The company registration number is 07951293.

The governors act as the trustees for the charitable activities of Allestree Woodlands School and are also the directors of the charitable company for the purposes of company law.

The Academy Trust is governed by its Members who delegate their responsibilities to the Governing Body, in accordance with Article 94 of the Articles of Association of the company. This states that the business of the Academy Trust shall be managed by the Governors who may exercise all the powers of the Academy Trust. Therefore the Members and Governors jointly present their report together with the financial statements of the charitable company for the year ended 31 August 2016.

The Charitable Company is known as Allestree Woodlands School.

The Members role is more of a compliance role with less involvement in the management of the company, as day-to-day management decisions are made collectively through the Governing Body, appointed by the Members and the Governing Body.

Details of the trustees who served throughout the year except as noted are included in the Reference and Administrative Details on page 1.

Members' liability

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

Trustees' Indemnities

The Academy through its Articles has indemnified its Trustees to the fullest extent permissible by law. During the period the Academy also purchased and maintained liability insurance for its Trustees.

Allestree Woodlands School

Report of the Trustees for the Year Ended 31 August 2016

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

As stated above the Governors are appointed by the Members and Governing Body and are responsible for the day to day management of the Academy, exercising all the powers of the Members as stated in Article 94. Any changes to Governors are listed on page 1.

Full details relating to the appointment and removal of Governors are contained in the Articles of Association with a brief summary given below.

The Members may appoint up to 18 Governors with their term of office being 4 years (except for the Headteacher). Subject to remaining eligible any Governor may be re-appointed or re-elected. Up to 4 Staff Governors (including the Headteacher) may be appointed by such processes as the Members may determine providing that the number of Staff Governors does not exceed one third of the total number of Governors (including the Headteacher). The Headteacher is treated as an ex officio Governor.

A minimum of 7 Parent Governors shall, if necessary, be elected by parents of registered pupils at the Academy and the Parent Governors must be a parent of a student at the Academy when they were elected. The Governors may appoint up to 11 Co-opted Governors including employees of the Academy providing that the number of Staff Governors does not exceed one third of the total number of Governors (including the Headteacher).

The Secretary of State may also appoint additional Governors if he feels it appropriate and ultimately has the power to in effect take over the Governance of the Academy. The Secretary of State has not appointed any additional Governors. During the year under review the Governors held 5 formal meetings in September 2015, November 2015, February 2016, April 2016 and July 2016.

Organisational structure

The Governing Body has established four committees to carry out its work effectively. These are the Finance and Audit Committee, Personnel Committee, Premises and Health and Safety Committee, Admissions Committee. In addition a number of ad-hoc Committees and Panels meet to deliver specific tasks as set out in the Academy's Scheme of Delegation. The four main Committees each met at least three times each during this year.

The Academy Trust consists of three Members and a Governing body who lead on the strategic direction of the school. And then there is a senior leadership team who manages the day-to-day running of the school and reports to the Governing body.

The Governors are responsible for setting the general policy, adopting the annual school improvement plan and budget, monitoring the Academy by use of the budgets and making decisions about the strategic direction of the Academy and teaching staff appointments.

The senior leadership group consists of the Headteacher, two Deputy Headteachers, four Assistant Headteachers and the School Business Manager. This group leads the Academy at an executive level implementing policies laid down by the Governors and reporting back to them. As a group they are responsible for the monitoring of the spending within agreed budgets and implementing the School Improvement Plan, ensuring that all students enjoy and achieve their personal best.

Induction and training of new trustees

The training and induction for Governors is personalised and dependent on their existing experience. The Academy has a service level agreement with the local authority for training for Governors and one Governor has the responsibility for coordinating all the training for Governors. There are regular training sessions throughout the year set up at the beginning of the termly Governors' meetings and all Governors are invited. All Governors involved in the appointment of staff attend training on safer recruitment and the Governors responsible for the performance management of the Headteacher attend specific training on this before they take up this duty.

In accordance with normal commercial practice the Academy has purchased insurance to protect trustees and officers from claims arising from negligent acts, errors or omissions whilst on Academy business.

Connected organisations, including related party relationships

The Academy Trust is the parent company of a subsidiary, Allestree Woodlands Leisure Limited.

Allestree Woodlands School

Report of the Trustees
for the Year Ended 31 August 2016

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

AUDITORS

The auditors, Forrester Boyd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 5 December 2016 and signed on the board's behalf by:



.....
W F Bates - Trustee

Allestree Woodlands School
Governance Statement
for the Year Ended 31 August 2016

Scope of Responsibility

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

The board of the trustees has delegated the day-to-day responsibility to the Principal, as accounting officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and in accordance with the requirements and responsibilities assigned to it in the funding agreement between Allestree Woodlands School 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.

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

The Governing Body has delegated the day-to-day responsibility to A Brady, 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 Allestree Woodlands School and the Secretary of State for Education. They are also responsible for reporting to the Governing Body any material weaknesses or breakdowns in internal control.

Governance

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

The information on governance included here supplements that described in the Trustees' Report and in the Statement of Trustees' Responsibilities. The Governing Body has formally met 5 times during the year. Attendance during the year at meetings of the Governing Body was as follows:

Trustee	Meetings attended	Out of a possible
H Adams	5	5
T Attenborough	1	3
W Bates	5	5
R Brailsford	4	5
M Cheeseman	3	5
P Davis	1	4
K Eaton	3	3
E Elson	5	5
E Jones	2	4
T Levy	4	5
S Pike	4	5
T Ramsdale	5	5
J Robinson	3	5
K Stapley	5	5
S Town	4	5
K Barnham	2	2
C Barth	2	2
G Woolley	1	1

The Academy continues to actively encourage the appointment of Governors with essential skills. The Board is consistently monitoring its own standards of governance to identify any areas of weakness. Plans would be implemented to improve such areas if they were identified.

Allestree Woodlands School

Governance Statement for the Year Ended 31 August 2016

The Finance and General Purposes Committee is a sub-committee of the main Governing Body. Its purpose is to review actual financial reports compared to the budget, authorise expenditure over a certain amount, and to ensure the systems and controls are working efficiently and effectively. Attendance at meetings during the year was as follows:

Trustee	Meetings attended	Out of a possible
T Levy	5	5
W Bates	4	5
A Brady	4	5
H Adams	5	5
S Pike	5	5

Review of Value for Money

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

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

- Renewal and extension of service contract for maintenance of heating equipment. Renewed for a further period at a reduced rate to reflect improvements to equipment being maintained.
- Competitive tender for supply of furniture to new south building. A programme of tendering for IT equipment and furniture for the new North Building has also been implemented.
- Review of cleaning and washroom products and competitive tendering for supply, installation and ongoing provision of products fixed for a 3-year period.
- All regular service contracts are reviewed annually for effectiveness.
- The catering supply contract has been renewed for a further 5 years with a 2-year option to extend subject to commercial performance criteria.

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 charitable company 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 Allestree Woodlands School for the period 1 September 2015 to 31 August 2016 and up to the date of approval of the annual report and financial statements.

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 ongoing 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 Allestree Woodlands School for the year ended 31 August 2016 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 charitable company is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The board of trustees is of the view that there is a formal on-going process for identifying, evaluating and managing the charitable company's significant risks that has been in place for the period 1 September 2015 to 31 August 2016 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the board of trustees.

Allestree Woodlands School

**Governance Statement
for the Year Ended 31 August 2016**

The Governing Body 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 Governing Body 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 ending 31 August 2016 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the Governing Body.

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 Governing Body;
- regular reviews by the Finance and General Purposes Committee of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes;
- setting targets to measure financial and other performance;
- clearly defined purchasing (asset purchase or capital investment) guidelines;
- delegation of authority and segregation of duties;
- identification and management of risks.

The Governing Body has considered the need for a specific internal audit function and has decided:

- not to appoint an internal auditor. However the Trustees have appointed Forrester Boyd, the external auditor, to perform additional checks

The auditor's role includes giving advice on financial matters and performing a range of checks on the academy trust's financial systems. On a periodic basis, at least four times a year, the auditor reports to the Governing Body on the operation of the systems of control and on the discharge of the Governing Body's financial responsibilities.

There were no material control or other issues reported by the internal reviewer to date.


Review of Effectiveness

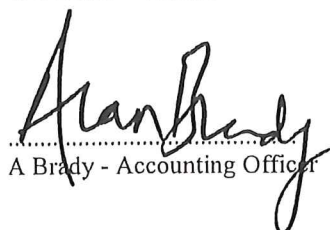
As Accounting Officer, A Brady has responsibility for reviewing the effectiveness of the system of internal control. During the year in question the review has been informed by:

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

The Accounting Officer has been advised of the implications of the result of their review of the system of internal control by the Finance and General Purposes 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 5 December 2016 and signed on its behalf by:


.....
W F Bates - Trustee


.....
A Brady - Accounting Officer

Allestree Woodlands School

**Statement on Regularity, Propriety and Compliance
for the Year Ended 31 August 2016**

As accounting officer of Allestree Woodlands School I have considered my responsibility to notify the charitable company board of trustees and the Education Funding Agency of material irregularity, impropriety and non-compliance with EFA terms and conditions of funding, under the funding agreement in place between the charitable company and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook 2015.

I confirm that I and the charitable company board of trustees are able to identify any material irregular or improper use of funds by the charitable company, or material non-compliance with the terms and conditions of funding under the charitable company's funding agreement and the Academies Financial Handbook 2015.

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 EFA.


.....
A Brady - Accounting Officer

Date: 5 December 2016

Allestree Woodlands School

Statement of Trustees Responsibilities
for the Year Ended 31 August 2016

The trustees (who act as governors of Allestree Woodlands School and are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with the Annual Accounts Direction issued by the Education 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 the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 and the Academies Accounts Direction 2015 to 2016;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

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

Approved by order of the board of trustees on 5 December 2016 and signed on it's behalf by:


.....
W F Bates - Trustee

Report of the Independent Auditors to the Members of Allestree Woodlands School

We have audited the financial statements of Allestree Woodlands School for the year ended 31 August 2016 on pages eighteen to thirty eight. The financial reporting framework that has been applied in their preparation is applicable law, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and the Accounts Direction 2015 to 2016 issued by the Education Funding Agency (EFA).

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

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page fourteen, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2016 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006; and
- have been prepared in accordance with the Charities SORP 2015 and Academies Accounts Direction 2015 to 2016.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of
Allestree Woodlands School**

Matters on which we are required to report by exception

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

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

Neil Williams BA FCA (Senior Statutory Auditor)
for and on behalf of Forrester Boyd
Statutory Auditors
Chartered Accountants
66-68 Oswald Road
Scunthorpe
North Lincolnshire
DN15 7PG

Date: 5 December 2016

**Independent Reporting Auditor's Assurance Report on Regularity to
Allestree Woodlands School and the Education Funding Agency**

In accordance with the terms of our engagement letter dated 7 November 2016 and further to the requirements of the Education Funding Agency (EFA), as included in the Academies Accounts Direction 2015 to 2016, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Allestree Woodlands School during the period 1 September 2015 to 31 August 2016 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 Allestree Woodlands School and the EFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to Allestree Woodlands School and the EFA 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 Allestree Woodlands School and the EFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of Allestree Woodlands School's accounting officer and the reporting auditor

The accounting officer is responsible, under the requirements of Allestree Woodlands School's funding agreement with the Secretary of State for Education and the Academies Financial Handbook, extant from 1 September 2015, 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 2015 to 2016. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the period 1 September 2015 to 31 August 2016 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

Approach

We conducted our engagement in accordance with the Academies Accounts Direction 2015 to 2016 issued by the EFA. We performed a limited assurance engagement as defined in our engagement letter.

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

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

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

Conclusion

In the course of our work, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the period 1 September 2015 to 31 August 2016 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

Neil Williams BA FCA (Senior Statutory Auditor)
for and on behalf of Forrester Boyd
Statutory Auditors
Chartered Accountants
66-68 Oswald Road
Scunthorpe
North Lincolnshire
DN15 7PG

Date: 5 December 2016

Allestree Woodlands School

Consolidated Statement of Financial Activities
for the Year Ended 31 August 2016

		Unrestricted fund £	Restricted funds £	2016 Total funds £	2015 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and capital grants	2	178,754	26,658	205,412	227,301
Charitable activities					
Funding for the academy's educational operations	3	-	5,956,351	5,956,351	5,938,679
Other trading activities	4	363,884	-	363,884	328,319
Investment income	5	<u>2,231</u>	<u>-</u>	<u>2,231</u>	<u>2,254</u>
Total		544,869	5,983,009	6,527,878	6,496,553
 EXPENDITURE ON					
Raising funds	7	426,611	-	426,611	365,782
Charitable activities					
Academy's educational operations		<u>-</u>	<u>6,433,108</u>	<u>6,433,108</u>	<u>6,230,218</u>
Total	6	426,611	6,433,108	6,859,719	6,596,000
 NET INCOME/(EXPENDITURE)		118,258	(450,099)	(331,841)	(99,447)
 Other recognised gains/(losses)					
Actuarial gains/losses on defined benefit schemes		<u>-</u>	<u>(806,000)</u>	<u>(806,000)</u>	<u>31,000</u>
Net movement in funds		118,258	(1,256,099)	(1,137,841)	(68,447)
 RECONCILIATION OF FUNDS					
Total funds brought forward		208,816	4,972,415	5,181,231	5,249,678
 TOTAL FUNDS CARRIED FORWARD		<u>327,074</u>	<u>3,716,316</u>	<u>4,043,390</u>	<u>5,181,231</u>

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

A Statement of Total Recognised Gains and Losses is not required as all gains and losses are included in the Statement of Financial Activities.

The notes form part of these financial statements

Allestree Woodlands School

Consolidated Balance Sheet
At 31 August 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Tangible assets	13	6,370,848	6,374,735
CURRENT ASSETS			
Debtors	15	175,679	73,922
Cash at bank and in hand		<u>297,070</u>	<u>426,091</u>
		472,749	500,013
CREDITORS			
Amounts falling due within one year	16	(358,207)	(194,517)
NET CURRENT ASSETS/(LIABILITIES)		<u>114,542</u>	<u>305,496</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		6,485,390	6,680,231
PENSION LIABILITY	21	(2,442,000)	(1,499,000)
NET ASSETS		<u>4,043,390</u>	<u>5,181,231</u>
FUNDS	20		
Unrestricted funds:			
Unrestricted general fund		327,074	208,816
Restricted funds:			
Restricted general fund		(35,359)	96,680
Restricted fixed asset fund		6,193,675	6,374,735
Restricted pension fund		<u>(2,442,000)</u>	<u>(1,499,000)</u>
		3,716,316	4,972,415
TOTAL FUNDS		<u>4,043,390</u>	<u>5,181,231</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 5 December 2016 and were signed on its behalf by:


.....
W F Bates -Trustee

The notes form part of these financial statements


Allestree Woodlands School

Balance Sheet
At 31 August 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Tangible assets	13	6,370,848	6,374,735
Investments	14	<u>1</u>	<u>1</u>
		6,370,849	6,374,736
CURRENT ASSETS			
Debtors	15	175,679	73,922
Cash at bank and in hand		<u>297,070</u>	<u>426,091</u>
		472,749	500,013
CREDITORS			
Amounts falling due within one year	16	<u>(358,208)</u>	<u>(194,518)</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>114,541</u>	<u>305,495</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		6,485,390	6,680,231
PENSION LIABILITY	21	<u>(2,442,000)</u>	<u>(1,499,000)</u>
NET ASSETS		<u>4,043,390</u>	<u>5,181,231</u>
FUNDS	20		
Unrestricted funds:			
Unrestricted general fund		327,074	208,816
Restricted funds:			
Restricted general fund		(35,359)	96,680
Restricted fixed asset fund		6,193,675	6,374,735
Restricted pension fund		<u>(2,442,000)</u>	<u>(1,499,000)</u>
		3,716,316	4,972,415
TOTAL FUNDS		<u>4,043,390</u>	<u>5,181,231</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 5 December 2016 and were signed on its behalf by:


.....
W F Bates -Trustee

The notes form part of these financial statements

Allestree Woodlands School

Consolidated Cash Flow Statement
for the Year Ended 31 August 2016

	Notes	2016 £	2015 £
Cash flows from operating activities:			
Cash generated from operations	1	<u>45,921</u>	<u>206,007</u>
Net cash provided by (used in) operating activities		<u>45,921</u>	<u>206,007</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(203,831)	(82,041)
Capital grants from DfE/EFA		26,658	26,005
Interest received		<u>2,231</u>	<u>2,254</u>
Net cash provided by (used in) investing activities		<u>(174,942)</u>	<u>(53,782)</u>
Change in cash and cash equivalents in the reporting period		<u>(129,021)</u>	<u>152,225</u>
Cash and cash equivalents at the beginning of the reporting period		<u>426,091</u>	<u>273,866</u>
Cash and cash equivalents at the end of the reporting period		<u>297,070</u>	<u>426,091</u>

The notes form part of these financial statements

Allestree Woodlands School

Notes to the Consolidated Cash Flow Statement
for the Year Ended 31 August 2016

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM
OPERATING ACTIVITIES

	2016 £	2015 £
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(331,841)	(99,447)
Adjustments for:		
Depreciation	196,477	174,581
Capital grants from DfE/EFA	(26,658)	(26,005)
Loss on disposal of fixed assets	11,241	-
Interest received	(2,231)	(2,254)
(Increase)/decrease in debtors	(101,758)	68,044
Increase/(decrease) in creditors	163,691	(34,912)
Difference between pension charge and cash contributions	<u>137,000</u>	<u>126,000</u>
Net cash provided by (used in) operating activities	<u>45,921</u>	<u>206,007</u>

Allestree Woodlands School

Notes to the Financial Statements for the Year Ended 31 August 2016

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Academies Accounts Direction 2015 to 2016 issued by the EFA, the Charities Act 2011 and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

Allestree Woodlands School meets the definition of a public benefit entity under FRS 102.

First time adoption of FRS 102

These financial statements are the first financial statements of Allestree Woodlands School prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities SORP 2015. The financial statements of Allestree Woodlands School for the year ended 31 August 2015 were prepared in accordance with previous Generally Accepted Accounting Practice ('UK GAAP') and SORP 2005.

Going concern

The trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the company to continue as a going concern. The governors make this assessment in respect of a period of one year from the date of approval of the financial statements.

Income

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

Grants

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

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

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

Sponsorship income

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

Donations

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

Leased assets

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

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

1. ACCOUNTING POLICIES - continued

Other income

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

Expenditure

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

All resources expended are inclusive of irrecoverable VAT.

Raising funds

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

Charitable activities

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

Governance costs

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

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 aid of specific grants, either from the government or from the private sector, they are included in the Balance Sheet at cost and depreciated over their expected useful economic life. The related grants are credited to a restricted fixed asset fund in the Statement of Financial Activities and carried forward in the Balance Sheet. Depreciation on such assets is charged to the restricted fixed asset fund in the Statement of Financial Activities so as to reduce the fund over the useful economic life of the related asset on a basis consistent with the Academy Trust's depreciation policy. Where tangible fixed assets have been acquired with unrestricted funds, depreciation on such assets is charged to the unrestricted fund.

Depreciation is provided on all tangible fixed assets other than freehold land, at rates calculated to write off the cost of each asset over its expected useful life, per the table below.

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

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

Asset Class

Freehold property
Furniture and equipment
Computer equipment

Depreciation method and rate

50 years straight line basis
5 years straight line basis
3 years straight line basis

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

1. ACCOUNTING POLICIES - continued

Taxation

The academy trust is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the academy trust is potentially exempt from taxation in respect of income or capital gains received within categories covered by part 11, chapter 3 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Critical accounting estimates and assumptions

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

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost (income) for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 21, 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 2013 has been used by the actuary in valuing the pensions liability at 31 August 2016. 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.

Pension costs and other post-retirement benefits

Retirement benefits to employees of the Academy Trusts are provided by the Teacher's Pension Scheme ('TPS') and the Local Government Pension Scheme ('LGPS'). These are defined benefit schemes, are contracted out of the State Earnings-Related Pension Scheme ('SERPS'), and the assets are held separately from those of the Academy Trust. 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 quinquennial valuations using a prospective benefit method. As stated in the notes to the financial statements, the TPS is a multi-employer scheme and the Academy Trust is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis. The TPS is therefore treated as a defined contribution scheme and the contributions recognised as they are paid each year.

The LGPS is a funded scheme and the assets are held separately from those of the Academy Trust in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit 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 gains and losses on settlements and curtailments. They are included as part of staff costs. Past service costs are recognised immediately in the Statement of Financial Activities if the benefits have vested. If the benefits have not vested immediately, the costs are recognised over the period until vesting occurs. The expected return on assets and the interest cost are shown as a net finance amount of other finance costs or credits adjacent to interest. Actuarial gains and losses are recognised immediately in other gains and losses.

Investments

Fixed asset investments are included at market value at the balance sheet date.

Allestree Woodlands School

Notes to the Financial Statements - continued for the Year Ended 31 August 2016

1. ACCOUNTING POLICIES - continued

Investments

Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the statement of financial activities in the year of disposal. Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the statement of financial activities based on the market value at the year end.

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the company and its sole subsidiary undertaking. These are adjusted, where appropriate, to conform to group accounting policies. As a consolidated group profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group financial statements by virtue of section 408 of the Companies Act 2006.

Subsidiary undertaking

The financial statements include the results of Allestree Woodlands Leisure Limited, a wholly owned subsidiary. Further details of the subsidiary and its results are set out in note 14. Profits generated by the subsidiary will be paid to the academy to be used for its charitable objectives.

2. DONATIONS AND CAPITAL GRANTS

	Unrestricted funds £	Restricted funds £	2016 Total funds £	2015 Total funds £
Other donations	5,913	-	5,913	5,654
Capital grants	-	26,658	26,658	26,005
Educational trips and visits	<u>172,841</u>	<u>-</u>	<u>172,841</u>	<u>195,642</u>
	<u>178,754</u>	<u>26,658</u>	<u>205,412</u>	<u>227,301</u>

Grants received, included in the above, are as follows:

	2016 £	2015 £
Devolved Capital Funding	<u>26,658</u>	<u>26,005</u>

3. FUNDING FOR THE ACADEMY'S EDUCATIONAL OPERATIONS

	Unrestricted funds £	Restricted funds £	2016 Total funds £	2015 Total funds £
DfE/EFA revenue grant				
General Annual Grant(GAG)	-	5,669,512	5,669,512	5,579,378
Pupil Premium	<u>-</u>	<u>202,784</u>	<u>202,784</u>	<u>197,317</u>
	-	5,872,296	5,872,296	5,776,695
Other government grant				
Local Authority Funding	-	80,535	80,535	127,683
Non-government grants and other income				
Other Grants	<u>-</u>	<u>3,520</u>	<u>3,520</u>	<u>34,301</u>
	<u>-</u>	<u>5,956,351</u>	<u>5,956,351</u>	<u>5,938,679</u>

Allestree Woodlands School

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2016**

4. OTHER TRADING ACTIVITIES

	Unrestricted funds	Restricted funds	2016 Total funds	2015 Total funds
	£	£	£	£
Hire of facilities	159,652	-	159,652	162,881
Catering income	173,725	-	173,725	127,761
School shop sales	7,668	-	7,668	11,756
Other sales	<u>22,839</u>	<u>-</u>	<u>22,839</u>	<u>25,921</u>
	<u>363,884</u>	<u>-</u>	<u>363,884</u>	<u>328,319</u>

5. INVESTMENT INCOME

	Unrestricted funds	Restricted funds	2016 Total funds	2015 Total funds
	£	£	£	£
Short term deposits	<u>2,231</u>	<u>-</u>	<u>2,231</u>	<u>2,254</u>

6. EXPENDITURE

	Staff costs	Non-pay expenditure		2016 Total	2015 Total
	£	Premises	Other costs	£	£
		£	£		
Raising funds					
Costs of fundraising	56,960	-	369,651	426,611	365,782
Charitable activities					
Academies educational operations					
Direct costs	4,102,050	-	263,602	4,365,652	4,278,092
Allocated support costs	<u>923,874</u>	<u>737,924</u>	<u>405,658</u>	<u>2,067,456</u>	<u>1,952,126</u>
	<u>5,082,884</u>	<u>737,924</u>	<u>1,038,911</u>	<u>6,859,719</u>	<u>6,596,000</u>

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

	2016	2015
	£	£
Auditors' remuneration	10,500	10,250
Depreciation - owned assets	196,477	174,581
Deficit on disposal of fixed asset	<u>11,241</u>	<u>-</u>

Allestree Woodlands School

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2016**

7. RAISING FUNDS

Costs of fundraising

	Unrestricted funds £	Restricted funds £	2016 Total funds £	2015 Total funds £
Staff costs	56,960	-	56,960	46,789
Premises costs	-	-	-	11,954
Educational visits	151,823	-	151,823	157,225
Cost of generating funds	<u>217,828</u>	<u>-</u>	<u>217,828</u>	<u>149,814</u>
	<u><u>426,611</u></u>	<u><u>-</u></u>	<u><u>426,611</u></u>	<u><u>365,782</u></u>

8. CHARITABLE ACTIVITIES - ACADEMY'S EDUCATIONAL OPERATIONS

	Unrestricted funds £	Restricted funds £	2016 Total funds £	2015 Total funds £
Direct costs	-	4,365,652	4,365,652	4,278,092
Support costs	<u>-</u>	<u>2,067,456</u>	<u>2,067,456</u>	<u>1,952,126</u>
	<u><u>-</u></u>	<u><u>6,433,108</u></u>	<u><u>6,433,108</u></u>	<u><u>6,230,218</u></u>

	2016 Total £	2015 Total £
Analysis of support costs		
Support staff costs	923,874	912,492
Depreciation	125,276	92,139
Premises costs	737,924	580,181
Other support costs	253,702	340,706
Governance costs	<u>26,680</u>	<u>26,608</u>
Total support costs	<u><u>2,067,456</u></u>	<u><u>1,952,126</u></u>

Allestree Woodlands School

Notes to the Financial Statements - continued for the Year Ended 31 August 2016

9. TRUSTEES' REMUNERATION AND BENEFITS

One or more trustees has been paid remuneration or has received other benefits from an employment with the academy trust. The principal and staff trustees only receive remuneration in respect of services they provide undertaking the roles of Principal and staff and not in respect of their services as trustees. Other trustees did not receive any payments, other than expenses, from the Academy in respect of their roles as trustees. The value of trustees' remuneration and other benefits was as follows:

	2016	2015
Remuneration		
	£	£
A Brady	95,000 - 100,000	95,000 - 100,000
H Wheeldon	-	5,000 - 10,000
R Brailsford	30,000 - 35,000	-
E Elson	35,000 - 40,000	35,000 - 40,000
E Wilson	-	40,000 - 45,000
G Woolley	0,000 - 5,000	15,000 - 20,000
K Eaton	5,000 - 10,000	-
Employer's pension contributions		
	£	£
A Brady	10,000 - 15,000	10,000 - 15,000
H Wheeldon	-	0 - 5,000
R Brailsford	5,000 - 10,000	-
E Elson	5,000 - 10,000	5,000 - 10,000
E Wilson	-	5,000 - 10,000
G Woolley	0 - 5,000	0 - 5,000
K Eaton	0 - 5,000	-

Trustees' expenses

During the period ended 31 August 2016, travel and subsistence expenses totalling £1,490 were reimbursed directly to 4 trustees (2015: £Nil to 0 trustees).

Allestree Woodlands School

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2016**

10. STAFF COSTS

	2016	2015
	£	£
Wages and salaries	4,020,298	3,907,572
Social security costs	284,962	255,678
Other pension costs	<u>703,953</u>	<u>615,543</u>
	5,009,213	4,778,793
Supply teacher costs	<u>73,671</u>	<u>95,408</u>
	<u><u>5,082,884</u></u>	<u><u>4,874,201</u></u>

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

	2016	2015
Teachers	65	72
Administration and support	58	46
Management	<u>8</u>	<u>8</u>
	<u><u>131</u></u>	<u><u>126</u></u>

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

	2016	2015
£60,001 - £70,000	-	3
£90,001 - £100,000	<u>1</u>	<u>1</u>
	<u><u>1</u></u>	<u><u>4</u></u>

The key management personnel of the academy trust comprises the trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions) received by key management personnel for their services to the academy trust was £487,4681 (2015: £469,775).

11. TRUSTEES' AND OFFICERS' INSURANCE

The academy trust has opted into the Department of Education's risk protection arrangement (RPA), an alternative to insurance where UK government funds cover losses that arise. This scheme protects trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy business, and provides cover up to £10,000,000. The cost of this insurance is included in the total insurance cost.

It is not possible to quantify the trustees and officers indemnity element from the overall cost of the RPA scheme.

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and capital grants	201,296	26,005	227,301
Charitable activities			
Funding for the academy's educational operations	-	5,938,679	5,938,679
Other trading activities	328,319	-	328,319
Investment income	2,254	-	2,254

Allestree Woodlands School

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued			
	Unrestricted fund £	Restricted funds £	Total funds £
Total	531,869	5,964,684	6,496,553
EXPENDITURE ON			
Raising funds	365,782	-	365,782
Charitable activities			
Academy's educational operations	<u>2,000</u>	<u>6,228,218</u>	<u>6,230,218</u>
Total	<u>367,782</u>	<u>6,228,218</u>	<u>6,596,000</u>
NET INCOME/(EXPENDITURE)	164,087	(263,534)	(99,447)
Transfers between funds	<u>(21,276)</u>	<u>21,276</u>	<u>-</u>
Other recognised gains/(losses)			
Actuarial gains/losses on defined benefit schemes	<u>-</u>	<u>31,000</u>	<u>31,000</u>
Net movement in funds	142,811	(211,258)	(68,447)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>66,005</u>	<u>5,183,673</u>	<u>5,249,678</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>208,816</u></u>	<u><u>4,972,415</u></u>	<u><u>5,181,231</u></u>

Allestree Woodlands School

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

13. TANGIBLE FIXED ASSETS
Group

	Freehold property £	Furniture and equipment £	Computer equipment £	Totals £
COST				
At 1 September 2015	6,341,718	472,057	30,794	6,844,569
Additions	-	203,831	-	203,831
Disposals	-	(30,699)	-	(30,699)
At 31 August 2016	<u>6,341,718</u>	<u>645,189</u>	<u>30,794</u>	<u>7,017,701</u>
DEPRECIATION				
At 1 September 2015	164,884	276,617	28,333	469,834
Charge for year	82,442	111,712	2,323	196,477
Eliminated on disposal	-	(19,458)	-	(19,458)
At 31 August 2016	<u>247,326</u>	<u>368,871</u>	<u>30,656</u>	<u>646,853</u>
NET BOOK VALUE				
At 31 August 2016	<u>6,094,392</u>	<u>276,318</u>	<u>138</u>	<u>6,370,848</u>
At 31 August 2015	<u>6,176,834</u>	<u>195,440</u>	<u>2,461</u>	<u>6,374,735</u>
Company				
	Freehold property £	Furniture and equipment £	Computer equipment £	Totals £
COST				
At 1 September 2015	6,341,718	472,057	30,794	6,844,569
Additions	-	203,831	-	203,831
Disposals	-	(30,699)	-	(30,699)
At 31 August 2016	<u>6,341,718</u>	<u>645,189</u>	<u>30,794</u>	<u>7,017,701</u>
DEPRECIATION				
At 1 September 2015	164,884	276,617	28,333	469,834
Charge for year	82,442	111,712	2,323	196,477
Eliminated on disposal	-	(19,458)	-	(19,458)
At 31 August 2016	<u>247,326</u>	<u>368,871</u>	<u>30,656</u>	<u>646,853</u>
NET BOOK VALUE				
At 31 August 2016	<u>6,094,392</u>	<u>276,318</u>	<u>138</u>	<u>6,370,848</u>
At 31 August 2015	<u>6,176,834</u>	<u>195,440</u>	<u>2,461</u>	<u>6,374,735</u>

Allestree Woodlands School

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2016**

14. FIXED ASSET INVESTMENTS

	Unlisted investments £
MARKET VALUE	
At 1 September 2015 and 31 August 2016	<u>1</u>
NET BOOK VALUE	
At 31 August 2016	<u>1</u>
At 31 August 2015	<u>1</u>

There were no investment assets outside the UK.

The Academy owns 100% of the Ordinary shares of Allestree Woodlands Leisure Limited, a company incorporated in England. The principal activity of the company is the provision of sports activities in the local community. Turnover for the year ended 31 August 2016 was £157,702 (2015: £144,898), expenditure was £157,702 (2015: £144,898) and the profit/(loss) for the year was £Nil (2015: £Nil). The assets of the company at 31 August 2016 were £2,001, liabilities were £2,000 and capital and reserves were £1.

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Trade debtors	12,030	22,310	12,030	22,310
Other debtors	-	-	-	-
VAT	67,057	13,141	67,057	13,141
Accrued grant and other income	96,592	33,886	96,592	33,886
Prepayments	<u>-</u>	<u>4,585</u>	<u>-</u>	<u>4,585</u>
	<u>175,679</u>	<u>73,922</u>	<u>175,679</u>	<u>73,922</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Trade creditors	200,009	48,817	200,009	48,817
Social security and other taxes	104,289	92,240	104,289	92,240
Other creditors	-	-	-	-
Deferred income	24,500	-	24,500	-
Accrued expenses	<u>29,409</u>	<u>53,460</u>	<u>29,410</u>	<u>53,461</u>
	<u>358,207</u>	<u>194,517</u>	<u>358,208</u>	<u>194,518</u>

	2016 £	2015 £
Deferred income		
Deferred income at 31 August 2015	-	30,390
Resources deferred in the year	<u>24,500</u>	<u>(30,390)</u>
Deferred income at 31 August 2016	<u>24,500</u>	<u>-</u>

The deferred income in 2016 relates to rates relief.

Allestree Woodlands School

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2016**

17. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	Other operating leases	
	2016	2015
	£	£
Expiring:		
Within one year	45,913	74,385
Between one and five years	<u>36,295</u>	<u>65,150</u>
	<u><u>82,208</u></u>	<u><u>139,535</u></u>

18. 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.

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund	Restricted funds	2016 Total funds	2015 Total funds
	£	£	£	£
Fixed assets	-	6,370,848	6,370,848	6,374,735
Investments	-	1	1	1
Current assets	290,317	182,432	472,749	500,012
Current liabilities	36,757	(394,965)	(358,208)	(194,517)
Pension liability	<u>-</u>	<u>(2,442,000)</u>	<u>(2,442,000)</u>	<u>(1,499,000)</u>
	<u><u>327,074</u></u>	<u><u>3,716,316</u></u>	<u><u>4,043,390</u></u>	<u><u>5,181,231</u></u>

**20. MOVEMENT IN FUNDS
Group**

	At 1.9.15 £	Net movement in funds £	At 31.8.16 £
Unrestricted funds			
Unrestricted general fund	208,816	118,258	327,074
Restricted funds			
Restricted general fund	96,680	(132,039)	(35,359)
Restricted fixed asset fund	6,374,735	(181,060)	6,193,675
Restricted pension fund	<u>(1,499,000)</u>	<u>(943,000)</u>	<u>(2,442,000)</u>
	<u>4,972,415</u>	<u>(1,256,099)</u>	<u>3,716,316</u>
TOTAL FUNDS	<u><u>5,181,231</u></u>	<u><u>(1,137,841)</u></u>	<u><u>4,043,390</u></u>

Allestree Woodlands School

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

20. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted general fund	544,869	(426,611)	-	118,258
Restricted funds				
Restricted general fund	5,956,351	(6,088,390)	-	(132,039)
Restricted fixed asset fund	26,658	(207,718)	-	(181,060)
Restricted pension fund	-	(137,000)	(806,000)	(943,000)
	5,983,009	(6,433,108)	(806,000)	(1,256,099)
TOTAL FUNDS	<u>6,527,878</u>	<u>(6,859,719)</u>	<u>(806,000)</u>	<u>(1,137,841)</u>

Company

	At 1.9.15 £	Net movement in funds £	At 31.8.16 £
Unrestricted funds			
Unrestricted general fund	208,816	118,258	327,074
Restricted funds			
Restricted general fund	96,680	(132,039)	(35,359)
Restricted fixed asset fund	6,374,735	(181,060)	6,193,675
Restricted pension fund	(1,499,000)	(943,000)	(2,442,000)
	4,972,415	(1,256,099)	3,716,316
TOTAL FUNDS	<u>5,181,231</u>	<u>(1,137,841)</u>	<u>4,043,390</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
Unrestricted general fund	526,869	(408,611)	-	118,258
Restricted funds				
Restricted general fund	5,956,351	(6,088,390)	-	(132,039)
Restricted fixed asset fund	26,658	(207,718)	-	(181,060)
Restricted pension fund	-	(137,000)	(806,000)	(943,000)
	5,983,009	(6,433,108)	(806,000)	(1,256,099)
TOTAL FUNDS	<u>6,527,878</u>	<u>(6,859,719)</u>	<u>(806,000)</u>	<u>(1,137,841)</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

20. MOVEMENT IN FUNDS - continued

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

Restricted general funds have been spent with the terms of the Master Funding Agreement.

Restricted fixed asset funds are used solely for capital purchases in line with the strategic objectives of Allestree Woodlands School.

The restricted pension fund is in deficit to the value of £2,442,000 as at 31 August 2016, which is in excess of the unrestricted funds. However this deficit had been inherited upon conversion to Academy status. The governors will continue to monitor this situation closely.

Under the funding agreement with the Secretary of State, the academy trust was not subject to limits on the amount of GAG that it could carry forward at 31 August 2016.

21. PENSION AND SIMILAR OBLIGATIONS

Local government pension scheme

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 Derbyshire Pension Fund. Both are multi-employer defined benefit schemes.

The pension costs are assessed in accordance with the advice of independent qualified actuaries. The latest actuarial valuation of the TPS related to the period ended 31 March 2012 and of the LGPS 31 August 2013.

Contributions amounting to £13,730 (2015: £12,386) were payable to the schemes at 31 August and are included within creditors.

Teachers' Pension Scheme

Introduction

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

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

Valuation of the Teachers' Pensions Scheme

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

- employer contribution rates set at 16.48% of pensionable pay (including a 0.08% employer administration charge (currently 14.1%))

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

21. PENSION AND SIMILAR OBLIGATIONS
- continued

- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £191,500 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £176,600 million giving a notional past service deficit of £14,900 million

- an employer cost cap of 10.9% of pensionable pay will be applied to future valuations

- the assumed real rate of return is 3.0% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.75%. The assumed nominal rate of return is 5.06%

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

The pension costs paid to TPS in the period amounted to £510,217 (2015: £396,288).

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

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

Local Government Pension Scheme

The LGPS is a funded defined benefit pension scheme, with the assets held in separate trustee administered funds. The total contribution made for the year ended 31 August 2016 was £209,000 (2015: £186,000) of which employer's contributions totalled £158,000 (2015: £142,000) and employees' contributions totalled £51,000 (2015: £44,000). The agreed contribution rates for future years are 11.3 per cent for employers and 5-7 per cent for employees.

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

The amounts recognised in the balance sheet are as follows:

	Defined benefit pension plans	
	2016	2015
	£	£
Present value of funded obligations	(3,444,000)	(2,154,000)
Fair value of plan assets	<u>1,002,000</u>	<u>655,000</u>
	<u>(2,442,000)</u>	<u>(1,499,000)</u>
Deficit	<u>(2,442,000)</u>	<u>(1,499,000)</u>
Liability	<u>(2,442,000)</u>	<u>(1,499,000)</u>

Allestree Woodlands School

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

21. PENSION AND SIMILAR OBLIGATIONS
- continued

The amounts recognised in the statement of financial activities are as follows:

	Defined benefit pension plans	
	2016	2015
	£	£
Current service cost	237,000	215,000
Net interest from net defined benefit asset/liability	<u>87,000</u>	<u>73,000</u>
	<u>324,000</u>	<u>288,000</u>
Actual return on plan assets	<u>-</u>	<u>-</u>

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

	Defined benefit pension plans	
	2016	2015
	£	£
Defined benefit obligation	(2,154,000)	(1,860,000)
Current service cost	(237,000)	(215,000)
Contributions by scheme participants	(51,000)	(44,000)
Interest cost	(87,000)	(73,000)
Benefits paid	9,000	3,000
Oblig other remeasurement	<u>(924,000)</u>	<u>35,000</u>
	<u>(3,444,000)</u>	<u>(2,154,000)</u>

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

	Defined benefit pension plans	
	2016	2015
	£	£
Fair value of scheme assets	655,000	456,000
Assets interest income	29,000	20,000
Contributions by employer	158,000	142,000
Contributions by scheme participants	51,000	44,000
Benefits paid	(9,000)	(3,000)
Assets other remeasurement	<u>118,000</u>	<u>(4,000)</u>
	<u>1,002,000</u>	<u>655,000</u>

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

	Defined benefit pension plans	
	2016	2015
	£	£
Oblig other remeasurement	(924,000)	35,000
Assets other remeasurement	<u>118,000</u>	<u>(4,000)</u>
	<u>(806,000)</u>	<u>31,000</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2016

21. PENSION AND SIMILAR OBLIGATIONS
- continued

The major categories of scheme assets as a percentage of total scheme assets are as follows:

	Defined benefit pension plans	
	2016	2015
Equities	68%	68%
Other bonds	21%	20%
Property	6%	6%
Cash	5%	6%

Principal actuarial assumptions at the balance sheet date (expressed as weighted averages)

	2016	2015
Discount rate	2.1%	3.8%
Future salary increases	3.1%	3.6%
Future pension increases	2.1%	2.7%

Amounts for the current and previous period are as follows:

	2016 £	2015 £
Defined benefit pension plans		
Defined benefit obligation	(3,444,000)	(2,154,000)
Fair value of scheme assets	884,000	659,000
Deficit	(2,560,000)	(1,495,000)

A sensitivity analysis for the principal assumptions used to measure scheme liabilities is set out below:

Adjustment to discount rate	+0.5%	0.0%	-0.5%
	£	£	£
Present value of total obligation	512,000	-	-
Adjustment to rate of inflation	+0.5%	0.0%	-0.5%
	£	£	£
Present value of total obligation	300,000	-	-
Adjustment to rate of salary growth	+0.5%	0.0%	-0.5%
	£	£	£
Present value of total obligation	197,000	-	-
Adjustment to mortality age rating assumption	+1 year	None	-1 year
	£	£	£
Present value of total obligation	103,000	-	-

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

	At 31 August 2016	At 31 August 2015
Retiring today		
Males retiring today	22.00	22.00
Females retiring today	24.20	24.20
Retiring in 20 years		
Males retiring in 20 years	24.10	24.10
Females retiring in 20 years	26.60	26.60

Allestree Woodlands School

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2016**

22. RELATED PARTY DISCLOSURES

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

Allestree Woodlands Leisure Limited

(Allestree Woodlands Leisure Limited is a subsidiary of Allestree Woodlands School)

All transactions with Allestree Woodlands School have been eliminated on consolidation in these accounts.

23. FIRST YEAR ADOPTION

Transitional relief

First time adoption of FRS 102

These financial statements are the first financial statements of Allestree Woodlands School prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (FRS 102) and the Charities SORP 2015 (SORP 2015). The financial statements of Allestree Woodlands School for the year ended 31 August 2015 were prepared in accordance with previous Generally Accepted Accounting Practice ('UK GAAP') and SORP 2005.

Some of the FRS 102 recognition, measurement, presentation and disclosure requirements and accounting policy choices differ from previous UK GAAP. Consequently, the trustees have amended certain accounting policies to comply with FRS 102 and SORP 2015.

Reconciliations to previous UK GAAP for the comparative figures are included in note 12.

Explanation of transition to FRS 102

It is the first year that the Academy Trust has presented its financial statements under SORP 2015 and FRS 102. The following disclosures are required in the year of transition. The last financial statements prepared under previous UK GAAP were for the year ended 31 August 2015 and the date of transition to FRS 102 and SORP 2015 was therefore 1 September 2014. As a consequence of adopting FRS 102 and SORP 2015, a number of accounting policies have changed to comply with those standards.

Reconciliations and descriptions of the effect of the transition to FRS 102 and SORP 2015 on total funds and net income/(expenditure) for the comparative period reported under previous UK GAAP and SORP 2005 are given below:

Allestree Woodlands School

**Reconciliation of Income and Expenditure
for the Year Ended 31 August 2015**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
INCOME AND ENDOWMENTS FROM				
Donations and capital grants		201,296	26,005	227,301
Charitable activities		5,964,684	(26,005)	5,938,679
Other trading activities		328,319	-	328,319
Investment income		<u>2,254</u>	<u>-</u>	<u>2,254</u>
Total		6,496,553	-	6,496,553
EXPENDITURE ON				
Raising funds		365,782	-	365,782
Charitable activities		6,193,610	36,608	6,230,218
OBSOLETE Governance costs		<u>26,608</u>	<u>(26,608)</u>	<u>-</u>
Total		6,586,000	10,000	6,596,000
NET INCOME/(EXPENDITURE)		<u><u>(89,447)</u></u>	<u><u>(10,000)</u></u>	<u><u>(99,447)</u></u>

Allestree Woodlands School

Reconciliation of Funds
At 1 September 2014
(Date of Transition to FRS 102)

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		6,467,275	-	6,467,275
Investments		<u>1</u>	<u>-</u>	<u>1</u>
		6,467,276	-	6,467,276
CURRENT ASSETS				
Debtors		67,985	-	67,985
Prepayments and accrued income		73,981	-	73,981
Cash at bank and in hand		<u>273,866</u>	<u>-</u>	<u>273,866</u>
		415,832	-	415,832
CREDITORS				
Amounts falling due within one year		(229,430)	-	(229,430)
		<u>186,402</u>	<u>-</u>	<u>186,402</u>
NET CURRENT ASSETS/(LIABILITIES)				
		6,653,678	-	6,653,678
TOTAL ASSETS LESS CURRENT LIABILITIES				
PENSION LIABILITY		(1,404,000)	-	(1,404,000)
		<u>5,249,678</u>	<u>-</u>	<u>5,249,678</u>
FUNDS				
Unrestricted funds		66,005	-	66,005
Restricted funds		<u>5,183,673</u>	<u>-</u>	<u>5,183,673</u>
TOTAL FUNDS		<u>5,249,678</u>	<u>-</u>	<u>5,249,678</u>

Allestree Woodlands School

**Reconciliation of Funds
At 31 August 2015**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		6,374,735	-	6,374,735
Investments		<u>1</u>	<u>-</u>	<u>1</u>
Total		6,374,736	-	6,374,736
CURRENT ASSETS				
Debtors		73,921	-	73,921
Cash at bank and in hand		<u>426,091</u>	<u>-</u>	<u>426,091</u>
		500,012	-	500,012
CREDITORS				
Amounts falling due within one year		(194,517)	-	(194,517)
NET CURRENT ASSETS/(LIABILITIES)		<u>305,495</u>	<u>-</u>	<u>305,495</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		6,680,231	-	6,680,231
PENSION LIABILITY		(1,499,000)	-	(1,499,000)
NET ASSETS		<u>5,181,231</u>	<u>-</u>	<u>5,181,231</u>
FUNDS				
Unrestricted funds		208,816	-	208,816
Restricted funds		<u>4,972,415</u>	<u>-</u>	<u>4,972,415</u>
TOTAL FUNDS		<u>5,181,231</u>	<u>-</u>	<u>5,181,231</u>

Notes to the reconciliation of funds

Under previous UK GAAP the trust recognised an expected return on defined benefit plan assets in income/expense. Under FRS 102 a net interest expense, based on the net defined benefit liability, is recognised in income/expense. There has been no change in the defined benefit liability at either 1 September 2014 or 31 August 2015. The effect of the change has been to reduce the credit/debit to income/expense by £10,000 and increase the credit/debit in other recognised gains and losses in the SoFA by an equivalent amount.

Allestree Woodlands School

**Detailed Statement of Financial Activities
for the Year Ended 31 August 2016**

	Unrestricted funds £	Restricted funds £	2016 Total funds £	2015 Total funds £
INCOME AND ENDOWMENTS				
Donations and capital grants				
Other donations	5,913	-	5,913	5,654
Capital grants	-	26,658	26,658	26,005
Educational trips and visits	<u>172,841</u>	<u>-</u>	<u>172,841</u>	<u>195,642</u>
	178,754	26,658	205,412	227,301
Other trading activities				
Hire of facilities	159,652	-	159,652	162,881
Catering income	173,725	-	173,725	127,761
School shop sales	7,668	-	7,668	11,756
Other sales	<u>22,839</u>	<u>-</u>	<u>22,839</u>	<u>25,921</u>
	363,884	-	363,884	328,319
Investment income				
Short term deposits	2,231	-	2,231	2,254
Charitable activities				
Grants	<u>-</u>	<u>5,956,351</u>	<u>5,956,351</u>	<u>5,938,679</u>
Total incoming resources	544,869	5,983,009	6,527,878	6,496,553
EXPENDITURE				
Costs of fundraising				
Wages	52,504	-	52,504	46,789
Social security	1,634	-	1,634	-
Pensions	2,822	-	2,822	-
Premises costs	-	-	-	11,954
Educational visits	151,823	-	151,823	157,225
Cost of generating funds	<u>217,828</u>	<u>-</u>	<u>217,828</u>	<u>149,814</u>
	426,611	-	426,611	365,782
Charitable activities				
Wages	-	3,340,881	3,340,881	3,256,495
Social security	-	250,952	250,952	227,201
Pensions	-	510,217	510,217	431,224
Educational supplies	-	68,839	68,839	68,576
Examination fees	-	98,743	98,743	118,226
Staff development	-	15,271	15,271	17,195
Educational consultancy	-	45,837	45,837	120,005
Other direct costs	<u>-</u>	<u>34,912</u>	<u>34,912</u>	<u>39,170</u>
	-	4,365,652	4,365,652	4,278,092
Support costs				

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Allestree Woodlands School

**Detailed Statement of Financial Activities
for the Year Ended 31 August 2016**

	Unrestricted funds £	Restricted funds £	2016 Total funds £	2015 Total funds £
Management				
Wages	-	626,913	626,913	604,288
Social security	-	32,376	32,376	28,477
Pensions	-	190,914	190,914	184,319
Supply teacher costs	-	73,671	73,671	95,408
Recruitment and support	-	20,004	20,004	19,840
Maintenance of premises and equipment	-	337,449	337,449	214,379
Cleaning	-	33,082	33,082	24,399
Rent and rates	-	56,455	56,455	52,893
Energy costs	-	184,066	184,066	148,822
Insurance	-	39,978	39,978	51,984
Security and transport	-	4,452	4,452	5,262
Catering	-	27,507	27,507	29,293
Interest on pension scheme liabilities	-	58,000	58,000	53,000
Other support costs	-	148,191	148,191	238,573
	-	1,833,058	1,833,058	1,750,937
Other				
Freehold property	-	82,442	82,442	82,442
Furniture and equipment	-	111,712	111,712	85,659
Computer equipment	-	2,323	2,323	6,480
Loss on sale of tangible fixed assets	-	11,241	11,241	-
	-	207,718	207,718	174,581
Governance costs				
Other costs	-	13,375	13,375	12,833
Auditors' remuneration	-	10,500	10,500	10,250
Auditors' remuneration for non audit work	-	2,805	2,805	3,525
	-	26,680	26,680	26,608
Total resources expended	426,611	6,433,108	6,859,719	6,596,000
Net expenditure	118,258	(450,099)	(331,841)	(99,447)

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