

Company registration number 10167860 (England and Wales)

**CHATSWORTH MULTI ACADEMY TRUST
(A COMPANY LIMITED BY GUARANTEE)**

**ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2022**

CHATSWORTH MULTI ACADEMY TRUST

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CHATSWORTH MULTI ACADEMY TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

Members

B Murden (resigned 1 September 2021)
F Brower
I McKinlay (resigned 1 November 2022)
J Pardoe-Brooke
C Andrew

Trustees

C Andrew (Chair of Trustees)
A Bent
Dr M Hanbury (Accounting Officer)
L Hutchinson
S Woodgate
P Willoughby

Senior management team

- Chief Executive Officer, Principal, Chatsworth High School and Community College and Chatsworth Futures	Dr M Hanbury
- Headteacher, Chatsworth High School and Community College	H Birkinhead
- Vice Principal, Chatsworth Futures	B Cocken
- Deputy Headteacher, Chatsworth High School and Community College	G Myers
- Deputy Headteacher, Chatsworth High School and Community College	R Wilkinson

Company registration number

10167860 (England and Wales)

Registered office

Chatsworth Road
Eccles
Manchester
M30 9DY

Academies operated

Chatsworth High School and Community College	Eccles
Chatsworth Futures	Swinton

Location

Principal

Dr M Hanbury

Dr M Hanbury

Auditors

Jackson Stephen LLP
James House
Stonecross Business Park
Yew Tree Way
Warrington
Cheshire
WA3 3JD

Bankers

Lloyds Bank
42-46 Market Street
Manchester
M1 1PW

CHATSWORTH MULTI ACADEMY TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2022

The trustees present their annual report together with the accounts and auditor's report of the charitable company for the year 1 September 2021 to 31 August 2022. The annual report serves the purposes of both a trustees' report, and a directors' report and strategic report under company law.

The Chatsworth Multi Academy Trust operates an academy for pupils aged 11 – 19 years serving a catchment area in Salford Local Authority and an Independent Specialist College (ISC) for learners aged 19 – 25 years. The academy is registered for 170 pupils and at the academy census in May 2022 had 148 pupils on roll. At the current time the academy has 168 pupils on roll. The ISC is called Chatsworth Futures and in September 2021 there were 24 learners attending Chatsworth Futures. At the current time there are 28 learners on roll.

Structure, governance and management

Constitution

The academy trust is a company limited by guarantee and an exempt charity. The charitable company's memorandum and articles of association are the primary governing documents of the academy trust. The charitable company is known as Chatsworth Multi Academy Trust.

The trustees of Chatsworth Multi Academy Trust are also the directors of the charitable company for the purposes of company law. Details of the trustees who served during the year, and to the date these accounts are approved, are included in the Reference and Administrative Details on page 1.

Members' liability

Each member of the charitable company undertakes to contribute to the assets of the charitable company in the event of it being wound up while they are a member, or within one year after they cease to be a member, such amount as may be required, not exceeding £1 for the debts and liabilities contracted before they ceased to be a member.

Trustees' indemnities

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

Chatsworth Futures is not eligible for the RPA scheme as it is not an academy. Consequently, a separate insurance schedule has been purchased from Hiscox Insurance Company Limited to cover all relevant aspects of the college's operation.

Method of recruitment and appointment or election of trustees

The trustees of the Chatsworth Multi Academy Trust are invited to join the board due to their specific areas of expertise and skill. The members of the academy trust are tasked with agreeing the appointment of trustees as outlined in the Department for Education's Governance Handbook 2017 (page 46).

Policies and procedures adopted for the induction and training of trustees

During the previous academic year, Trustees introduced a new Code of Conduct which outlined the legal framework, roles and responsibilities, expected behaviour and core intent of the Trustee Board. This Code has been incorporated into the Trustee Manual which supports the recruitment process for Trustees. Prospective Trustees are identified and approached to determine if they would consider joining the Board. If they are open to this, they complete a Trustee application form before meeting with the Trustee Board for discussion. Following this, if all parties are in agreement, individuals are invited to observe a Trustee meeting prior to a formal offer to join the Board. No new Trustees joined the board in the period September 2021 – August 2022.

CHATSWORTH MULTI ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

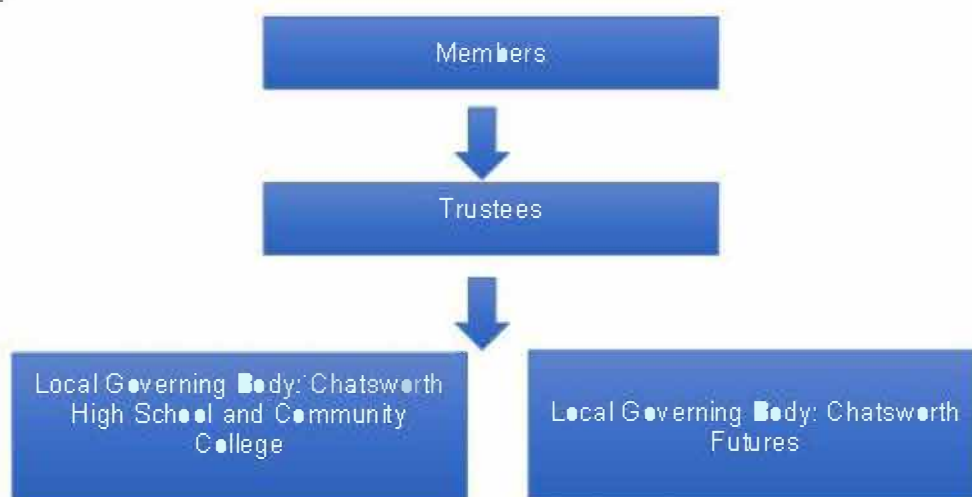
Organisational structure

The organisational structure of the academy trust is a simple hierarchy with members recognised as the signatories to the articles of the academy trust and therefore responsible for ensuring that the academy trust fulfils its charitable object. Trustees are both charity trustees and company directors of the academy trust who manage the business of the academy trust and fulfil all the executive functions of the academy trust.

A Scheme of Delegation and a Scheme of Financial Delegation outline the roles and responsibilities of Members, Trustees, Governors and officers of the Trust. In accordance with these documents, the Chatsworth High School and Community College local governing body is responsible for the operation of the academy and for ensuring that standards within the academy are maintained at a high level. The Chatsworth Futures local governing body is responsible for the operation of the college and ensuring that high standards are achieved and maintained.

This structure is depicted in figure 1 below.

Figure 1.



Arrangements for setting pay and remuneration of key management personnel

The Trustees are responsible for the performance management of the Chief Executive Officer and all decisions regarding remuneration arising from this process. The academy's local governing board is responsible for the performance management of the Headteacher in conjunction with the Chief Executive Officer. The Chief Executive Officer advises the local governing board's Headteacher Pay Committee who is responsible for all decisions regarding remuneration. The Chief Executive Officer currently serves as principal of Chatsworth Futures and therefore all decisions regarding remuneration are addressed as described above.

CHATSWORTH MULTI ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Trade union facility time

Relevant union officials

Number of employees who were relevant union officials during the relevant period

1

Full-time equivalent employee number

1.00

Percentage of time spent on facility time

Percentage of time

Number of employees

0%

1

1%-50%

-

51%-99%

-

100%

-

Percentage of pay bill spent on facility time

Total cost of facility time

£665

Total pay bill

£4,772,154

Percentage of the total pay bill spent on facility time, calculated as (total cost of facility time ÷ total pay bill) x 100

0.01393%

Paid trade union activities

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

100%

Related parties and other connected charities and organisations

Chatsworth Multi Academy Trust is connected to Chatsworth Engage CIC as defined by the relevant Charities SORP with which it has transacted. Chatsworth Engage CIC is an Independent Life Skills Group incorporated as a Community Interest Company which provides community based activities and care for people who experience learning difficulties. Many of these people are former pupils at Chatsworth High School and Community College and learners from Chatsworth Futures and there is a strong association between the Trust and Chatsworth Engage. Members of staff at Chatsworth Engage are employees of the Chatsworth MAT who are seconded to work with the CIC.

CHATSWORTH MULTI ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Objectives and activities

Objects and aims

The objects and aims of the academy trust as laid down in its articles of association are to advance for the public benefit of education in the United Kingdom, in particular but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing schools offering a broad and balanced curriculum.

The objects and aims of the academy trust are enshrined in the Vision and Mission of the academy trust which are outlined below:

Vision

Creating the right life opportunities for every pupil, student and learner through the best quality specialist education and care.

Mission

1. Celebrate each pupil, student and learner as a unique individual.
2. Identify each individual's aspirations and ensure that they are able to achieve these.
3. Create high quality learning environments that are nurturing, vibrant, innovative, caring and happy.
4. Provide the best evidence-based approach to teaching and curriculum development.
5. Develop expert staff through bespoke continuous professional development.
6. Engage with the wider community to enable each pupil, student and learner to be fully included.

Objectives, strategies and activities

In order to achieve the academy trust's objects, this mission and secure these values the academy trust will ensure that the quality of learning for all pupils and learners is of a consistently high calibre, that there is a sound financial basis for the operation and strategic development of the academy trust and that partnership with all parents, carers and agencies is beneficial to all pupils and learners.

Trustees and senior leaders in the Trust led a Trustwide consultation programme in order to develop a new strategic development plan (SDP). This SDP was influenced and informed by the government's White Paper on Education and Green paper on SEND reform.

The Trust also secured a 125 year lease on The Deans Campus site following collaboration with Salford Local Authority. This process involved consultation across the local community and the Trust in order to secure a notice of significant change from the Department for Education.

In collaboration with Salford Local Authority, the Trust secured finances of £456,385 to redesign and refurbish The Deans Campus in order to accommodate additional key stage five classes from Chatsworth High School and Community College. This work completed at the end of August 2022 and all pupils and learners from Chatsworth Futures moved in the new accommodation in order to commence the new academic year.

CHATSWORTH MULTI ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Public benefit

The trustees have complied with their duty to have due regard to the guidance on public benefit issued by the Charity Commission in exercising their powers and duties. Trustees have undertaken a variety of activities which further the academy trust's purposes for public benefit. Activities include:

- Ofsted inspection work
- Consultancy programme for schools in the region
- School Improvement Partnership commissioned by Liverpool Local Authority
- Providing training for local schools and colleges
- Collaboration with Salford City Council to develop adult day provision
- Membership of Salford Schools Forum
- Membership of Salford City Council, SEND Board and CWD Expert Reference Group
- Serving on the Trustee Board of The Tutor Trust
- Chair of Governing Body at a local secondary school

Strategic report

Achievements and performance

Despite the disruption to learning caused by the pandemic, pupils and learners across the Trust continued to achieve well. In Chatsworth High School and Community College 90% of all individual targets were met and in Chatsworth Futures 97.54% (93.26% in 20-21) of all individual targets were met.

The school fulfilled its obligations for maintaining educational provision throughout the pandemic via a combination of face to face, on site learning and a strong and highly effective remote learning programme which enabled all pupils to access learning regardless of their individual circumstances.

In December 2021, Chatsworth Futures was inspected under the Education Inspection Framework and judged to be Good in all areas. This was a remarkable achievement which was the culmination of years of hard work much of which was conducted during the pandemic which is a testament to the skills, dedication and resilience of the entire staff team.

Key performance indicators

Quality assurance processes were implemented in the school from October 2021 as a programme of Quality Assurance Days was introduced spanning the academic year. These days consisted of a week of 'deep dives' into specific areas of the school's practice covering all four areas of the Education Inspection Framework. Each series was led by a different member of the senior leadership team thereby developing individual's skills and knowledge in school improvement processes.

The initial series of days indicated that a significant amount of curriculum development work was required and this commenced immediately as all schemes of work were revised and updated ensuring compliance with curricular requirements. Subsequent quality assurance days prompted new initiatives in phonics learning and careers education.

Chatsworth Futures continued the momentum after the positive Ofsted judgement in securing further improvements in terms of staff development and curriculum development. The staff team expanded to accommodate the demand for more work placements and ensure sufficient staffing for the increase in numbers for September 2022. The Self Assessment Report (SAR) for 2021 – 2022 confirmed the judgement of Good continued to be accurate.

Going concern

After making appropriate enquiries, the board of trustees has a reasonable expectation that the academy trust has adequate resources to continue in operational existence for the foreseeable future. For this reason the board of trustees continues to adopt the going concern basis in preparing the accounts. Further details regarding the adoption of the going concern basis can be found in the statement of accounting policies.

CHATSWORTH MULTI ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Financial review

The vast majority of the academy trust's income is obtained from the Education and Skills Funding Agency (ESFA) in the form of recurrent grants, the use of which is restricted to particular purposes. The grants received from the ESFA in the year ended 31 August 2022 and the associated expenditure are shown as restricted funds in the statement of financial activities. The trust also received grants from the ESFA and other organisations. In accordance with the Charities Statement of Recommended Practice, 'Accounting and Reporting by Charities' (SORP 2019), such grants are shown in the statement of financial activities as restricted income in the restricted general fund and fixed asset fund. The restricted fixed asset fund balance is reduced by depreciation charges over the expected useful life of the assets concerned.

During the period ended 31 August 2022, total expenditure of £6,204,998 was incurred which includes depreciation and amortisation of £70,047 and LGPS pension costs of £819,000. Total income for the year amounted to £5,189,402. Total funds carried forward amount to £505,355, excluding the restricted fixed asset fund of £264,652 and the pension asset at the year end totalling £188,000 which has been restricted to £nil by adjusting the actuarial gain as it is not likely that the contributions will be refunded.

This is in line with the trust's strategy to build and maintain adequate reserves to meet the long-term cyclical needs of renewal and any unforeseen contingencies. Unrestricted income in the year ended 31 August 2022 amounted to £67,827 and unrestricted expenditure amounted to £13,653.

At 31 August 2022 the net book value of tangible fixed assets amounted to £246,898 and movements in fixed assets are shown in notes 13 and 14 of the financial statements. The cost of fixed asset additions in the year ended 31 August 2022 amounted to £107,626. Restatements between asset categories on consolidation are also shown in note 14, to tidy up the assets moving forwards.

Reserves policy

These reserves will be used prudently to ensure the continuing financial viability of the academy trust providing stability to pupil and learner led income streams which are variable across the special needs sector due to the demographic fluctuations in the SEND population year on year. Trustees have identified a minimum of £175,000 be held in reserve.

Investment policy

The academy trust has no plans for investments of any kind.

Principal risks and uncertainties

The principal risks and uncertainties facing the Trust are described with the Trust's Risk Register Summer 2022. This document also outlines the measures being taken for managing or mitigating those risks.

The risks are as follows

1. There is a risk that costs increase due to the Covid-19 pandemic
2. There is a risk that governance becomes ineffective due to declining numbers of Trustees on the Board
3. There is a risk that the current Quality of Education does not meet the required standard (as identified in the Autumn Term Self Assessment which indicated a number of key areas of practice as potential risks)
4. There is a risk that Strategic Development is impacted due to the relative inexperience at Head Teacher / Vice Principal of Chatsworth Futures level compounded by a challenging time in national education
5. There is a risk that the organisation becomes isolated and inward looking due to it being a specialist provision provider under the current restrictions
6. There is a risk that the existing accommodation will no longer be suitable as pupil numbers are set to increase to 170
7. There is a risk that the Trust will miss opportunities to maximise the use of available financial resources without a qualified Finance Officer
8. There is a risk that efficiency may be compromised through operating across three sites. Two established SBOs have left post since Nov 21. Not able to recruit to posts at current time
9. There is a risk that career development is impacted by the current SLT/MLT structure

CHATSWORTH MULTI ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Financial and risk management objectives and policies

The FAR Committee now manages risks across the Trust as per the Risk Register, the Scheme of Delegation and the Scheme of Financial Delegation and strategic financial scrutiny.

Fundraising activities

Approach to fundraising

All fundraising was carried out by employees of the trust on behalf of the trust and registered charity Chatsworth High Association of Parents and Staff (C.H.A.P.S.), charity number 1022748, via planned events. The academy trust does not use any external fundraisers.

Work with, and oversight of, any commercial participators / professional fundraisers

The academy trust does not use any external fundraisers. All fundraising undertaken during the year was monitored by the Trustees.

Fundraising conforming to recognised standards

All fundraising in respect of activities on behalf of the Trust / C.H.A.P.S. took place with regard to the Charities (Protection and Social Investment) Act 2016.

Monitoring of fundraising carried out on its behalf

Fundraising activities were monitored by the CEO on behalf of the trust and the chair of the PTA (C.H.A.P.S.). An Annual Return to the Charities Commission was also submitted. All monitoring and evaluation requirements laid down by funding bodies were strictly adhered to.

Fundraising complaints

No fundraising complaints were received.

Protection of the public, including vulnerable people, from unreasonably intrusive or persistent fundraising approaches, and undue pressure to donate

Only parents, carers and businesses with an existing relationship with the trust / C.H.A.P.S. were contacted in relation to fundraising activities. Contact was made via letters to parents and carers to inform them of planned fundraising events and these communications were approved via a member of the senior leadership team. Local businesses were contacted via letter or in person to request donations for planned events and these methods of communication were approved by a member of the senior leadership team. All trust employees are required to adhere to an Employee Code of Conduct as part of their contractual terms and conditions.

Funding applications made and received on behalf of the trust:

Booth Charities	£ 3,000.00
Wolfson Foundation Fund	£43,000.00

Funding activities carried out by the Trust on behalf of other organisations:

BBC Children in Need	£ 175.26
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Funding activities carried out by the Trust on behalf of the Trust:

Christmas Fair	£ 935.00
Easter raffle	£ 35.00
Leavers Prom	£ 482.85

CHATSWORTH MULTI ACADEMY TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Plans for future periods

As discussed previously, the Trust's SDP needs to be redesigned following the impact of the pandemic. Nonetheless, immediate and obvious areas for development include:

1. Estates – significant estates development will be required to meet the needs of increasing numbers of pupils and learners
2. Leadership Structure – the leadership teams in both the school and college will need to become embedded in order to secure and sustain high quality education
3. Development and Growth – the Trust will need to explore further collaborations or mergers with other Trusts

Auditor

In so far as the trustees are aware:

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

A resolution proposing that Jackson Stephen LLP be reappointed as auditor of the charitable company will be put to the members.

The trustees' report, incorporating a strategic report, was approved by order of the board of trustees, as the company directors, on 21 December 2022 and signed on its behalf by:

Cole Andrew

Cole Andrew (Dec 21, 2022 18:16 GMT)

C Andrew

Chair of Trustees

CHATSWORTH MULTI ACADEMY TRUST

GOVERNANCE STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2022

Scope of responsibility

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

The board of 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 Chatsworth Multi Academy Trust and the Secretary of State for Education. The accounting officer is also responsible for reporting to the board of trustees any material weaknesses or breakdowns in internal control.

Governance

The information on governance included here supplements that described in the Trustees' Report and in the Statement of Trustees' Responsibilities. The board of trustees has formally met three times during the year and the Finance, Audit and Risk committee has met a further five times in the year. Attendance during the year at meetings of the board of trustees was as follows:

Trustees	Meetings attended	Out of possible
C Andrew (Chair of Trustees)	3	3
A Bent	1	3
Dr M Hanbury (Accounting Officer)	3	3
L Hutchinson	3	3
S Woodgate	1	3
P Willoughby	3	3

Governance Reviews

The Academy Trust carries out a self-assessment annually, and commissions independent external reviews of governance routinely, as part of the internal scrutiny process.

- An internal scrutiny review on safeguarding was carried out in the year as part of the regular internal scrutiny reviews which take place termly.
- Three items were identified as being high priority. These relate to the Safer Recruitment policy on the website being out of date, no low level concerns policy in place and no reference to the Charity Commission in the safeguarding policy.
- The Academy Trust carries out a self assessment annually.

Having reviewed the effectiveness of governance of the academy trust, trustees are of the view that the current board is effective. A skills audit has been conducted and the board has concluded that there are gaps in some areas but that these are not currently adversely affecting the activity of the academy trust. Any future development of the academy trust may require further skills and attributes being sought and the board being expanded accordingly. A further skills audit will be conducted at the end of the current academic year.

The Finance, Risk and Audit Committee is a sub-committee of the main board of trustees. Its purpose is to determine the financial strategies underpinning the work of the trust ensuring that the trust remains viable and focuses funding on the strategic priorities identified in the development plan. The Finance, Risk and Audit Committee scrutinises budget planning and expenditure providing best value challenges to senior leaders in the trust. The committee usually meets approximately two weeks before trustee meetings and provides verbal reports to trustees based around the minutes of the Finance, Risk and Audit Committee meeting.

CHATSWORTH MULTI ACADEMY TRUST

GOVERNANCE STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Attendance at meetings in the year was as follows:

Trustees	Meetings attended	Out of possible
A Bent	4	5
Dr M Hanbury (Accounting Officer)	5	5
L Hutchinson	4	5
P Willoughby	5	5

Review of value for money

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

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

The accounting officer for the academy trust has sought to deliver improved value for money during the year by reviewing service level agreements for finance, human resources, payroll and legal services and continuing the development of the business support team in order to secure efficiencies. A new leadership structure has been achieved within the school and the college in order to help improve financial efficiency.

The purpose of the system of internal control

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives. It can therefore only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an on-going process designed to identify and prioritise the risks to the achievement of academy trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in Chatsworth Multi Academy Trust for the period 1 September 2021 to 31 August 2022 and up to the date of approval of the annual report and accounts.

Capacity to handle risk

The board of trustees has reviewed the key risks to which the academy trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The board of trustees is of the view that there is a formal ongoing process for identifying, evaluating and managing the academy trust's significant risks that has been in place for the period 1 September 2021 to 31 August 2022 and up to the date of approval of the annual report and accounts. This process is regularly reviewed by the board of trustees.

The risk and control framework

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

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

CHATSWORTH MULTI ACADEMY TRUST

GOVERNANCE STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

During the academic year 21-22 Chatsworth MAT commissioned an internal audit of safeguarding across all provision. This audit consisted of a review in October 2021 to evaluate the Trust's current policy, practice and processes. From this a report was generated with a RAG rated action plan to direct improvements the Trust needed to make. This included a policy review, specific training for safeguarding leads and a whole Trust training day which took place in September 2022.

Review of effectiveness

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

- the work of the internal auditor;
- the work of the external auditor;
- the financial management and governance self-assessment process or the school resource management self-assessment tool;
- the work of the executive managers within the academy trust who have responsibility for the development and maintenance of the internal control framework.

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

Approved by order of the board of trustees on 21 December 2022 and signed on its behalf by:


Cole Andrew (Dec 21, 2022 18:16 GMT)

C Andrew
Chair of Trustees


M.A. Hanbury (Dec 21, 2022 17:05 GMT)

Dr M Hanbury
Accounting Officer

CHATSWORTH MULTI ACADEMY TRUST

STATEMENT OF REGULARITY, PROPRIETY AND COMPLIANCE FOR THE YEAR ENDED 31 AUGUST 2022

As accounting officer of Chatsworth Multi Academy Trust, I have considered my responsibility to notify the academy trust board of trustees and the Education and Skills Funding Agency (ESFA) of material irregularity, impropriety and non-compliance with terms and conditions of all funding received by the academy trust, under the funding agreement in place between the academy trust and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academy Trust Handbook 2021.

I confirm that I and the academy trust's board of trustees are able to identify any material irregular or improper use of funds by the academy trust, or material non-compliance with the terms and conditions of funding under the academy trust's funding agreement and the Academy Trust Handbook 2021.

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



M.A. Hanbury (Dec 21, 2022 17:05 GMT)

Dr M Hanbury
Accounting Officer

21 December 2022

CHATSWORTH MULTI ACADEMY TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2022

The trustees (who are also the directors of Chatsworth Multi Academy Trust for the purposes of company law) are responsible for preparing the trustees' report and the accounts in accordance with the Academies Accounts Direction 2021 to 2022 published by the Education and Skills Funding Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

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

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the accounts 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 that grants received from ESFA/DfE have been applied for the purposes intended.

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

Approved by order of the members of the board of trustees on 21 December 2022 and signed on its behalf by:



Cole Andrew (Dec 21, 2022 18:16 GMT)

C Andrew

Chair of Trustees

CHATSWORTH MULTI ACADEMY TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CHATSWORTH MULTI ACADEMY TRUST

FOR THE YEAR ENDED 31 AUGUST 2022

Opinion

We have audited the accounts of Chatsworth Multi Academy Trust (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 31 August 2022 which comprise the consolidated statement of financial activities, the consolidated balance sheet, the trust balance sheet, the consolidated statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice), the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022 issued by the Education and Skills Funding Agency.

In our opinion the accounts:

- give a true and fair view of the state of the group's and the charitable parent company's affairs as at 31 August 2022 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006; and
- have been prepared in accordance with the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

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

We have nothing to report in this regard.

CHATSWORTH MULTI ACADEMY TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CHATSWORTH MULTI ACADEMY TRUST (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report including the incorporated strategic report for the financial year for which the accounts are prepared is consistent with the accounts; and
- the trustees' report including the incorporated strategic report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

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

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error. In preparing the accounts, the trustees are responsible for assessing the academy trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the accounts

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

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

Based on our understanding of the MAT and sector, we identified that the principal risks of non-compliance with laws and regulations related to, but were not limited to, the Companies Act 2006, the Charities Act 2011, employment, pension and health and safety legislation and regulation through the Secretary of State for Education as principal regulator, acting through the Education and Skills Funding Agency and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the consolidated financial statements such as the Companies Act 2006, the Charities' Statement of Recommended Practice and the Academies Financial Handbook.

We evaluated management's incentives and opportunities for fraudulent manipulation of the consolidated financial statements (including the risk of override of controls) and determined that the principal risks were related to management bias in accounting estimates and judgements and fraud in revenue recognition.

CHATSWORTH MULTI ACADEMY TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CHATSWORTH MULTI ACADEMY TRUST (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the consolidated financial statements;
- enquiring of management about actual and potential litigation and claims, their policies and procedures to prevent and detect fraud as well as whether they have knowledge of any actual, suspected or alleged fraud;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing regulatory correspondence with the Secretary of State for Education;
- obtaining an understanding of provisions; and
- in addressing the risk of fraud through management override of controls: testing the appropriateness of journal entries; assessing whether the accounting estimates, judgements and decisions made by management are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any. Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

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



Peter Atkinson F.C.A. (Senior Statutory Auditor)
for and on behalf of Jackson Stephen LLP

21 December 2022
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Chartered Accountants
Statutory Auditor

James House
Stonecross Business Park
Yew Tree Way
Warrington
Cheshire
WA3 3JD

CHATSWORTH MULTI ACADEMY TRUST

INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO CHATSWORTH MULTI ACADEMY TRUST AND THE EDUCATION AND SKILLS FUNDING AGENCY

FOR THE YEAR ENDED 31 AUGUST 2022

In accordance with the terms of our engagement letter dated 15 October 2021 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2021 to 2022, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Chatsworth Multi Academy Trust during the period 1 September 2021 to 31 August 2022 have been applied to the purposes identified by Parliament and the financial transactions conform to the authorities which govern them.

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

Respective responsibilities of Chatsworth Multi Academy Trust's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of Chatsworth Multi Academy Trust's funding agreement with the Secretary of State for Education dated 28 September 2016 and the Academies Financial Handbook, extant from 1 September 2021, for ensuring that expenditure disbursed and income received is applied for the purposes intended by Parliament and the financial transactions conform to the authorities which govern them.

Our responsibilities for this engagement are established in the United Kingdom by our profession's ethical guidance, and are to obtain limited assurance and report in accordance with our engagement letter and the requirements of the Academies Accounts Direction 2021 to 2022. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the period 1 September 2021 to 31 August 2022 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

Approach

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

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

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

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

The work undertaken to draw to our conclusion includes:

- A review of the systems in place that govern income, purchases and payroll
- Substantive testing of the income and expenditure of the academy, including credit/charge cards and expenses
- Analytical review
- Obtaining evidence relevant to the regularity and propriety of the academy's income and expenditure

CHATSWORTH MULTI ACADEMY TRUST

INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO CHATSWORTH MULTI ACADEMY TRUST AND THE EDUCATION AND SKILLS FUNDING AGENCY (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Conclusion

In the course of our work, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the period 1 September 2021 to 31 August 2022 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

Jackson Stephen LLP

Reporting Accountant

Jackson Stephen LLP

Dated: 21 December 2022

CHATSWORTH MULTI ACADEMY TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	Unrestricted funds £	Restricted funds: General £	Fixed asset £	Total 2022 £	Total 2021 £
Income and endowments from:						
Donations and capital grants	3	-	-	54,088	54,088	18,007
Charitable activities:						
- Funding for educational operations	4	-	3,961,985	-	3,961,985	3,866,956
- Funding for Chatsworth Futures Ltd	4,27	18,384	906,563	15,878	940,825	887,887
Other trading activities	5	49,443	183,061	-	232,504	199,598
Investments	6	-	-	-	-	103
Total		67,827	5,051,609	69,966	5,189,402	4,972,551
Expenditure on:						
Charitable activities:						
- Educational operations	9	13,653	5,106,145	49,036	5,168,834	4,487,958
- Chatsworth Futures Ltd	8,27	-	1,015,153	21,011	1,036,164	827,376
Total	7	13,653	6,121,298	70,047	6,204,998	5,315,334
Net income/(expenditure)		54,174	(1,069,689)	(81)	(1,015,596)	(342,783)
Transfers between funds	19	-	(59,823)	59,823	-	-
Other recognised gains/(losses)						
Actuarial gains/(losses) on defined benefit pension schemes	21	-	4,049,000	-	4,049,000	(655,000)
Net movement in funds		54,174	2,919,488	59,742	3,033,404	(997,783)
Reconciliation of funds						
Total funds brought forward		239,472	(2,707,779)	204,910	(2,263,397)	(1,265,614)
Total funds carried forward		293,646	211,709	264,652	770,007	(2,263,397)

CHATSWORTH MULTI ACADEMY TRUST

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2022

Comparative year information Year ended 31 August 2021	Notes	Unrestricted funds £	Restricted funds: General £	Fixed asset £	Total 2021 £
Income and endowments from:					
Donations and capital grants	3	-	-	18,007	18,007
Charitable activities:					
- Funding for educational operations	4	-	3,866,956	-	3,866,956
- Funding for Chatsworth Futures Ltd	4,27	18,390	855,671	13,826	887,887
Other trading activities	5	68,298	131,300	-	199,598
Investments	6	103	-	-	103
Total		<u>86,791</u>	<u>4,853,927</u>	<u>31,833</u>	<u>4,972,551</u>
Expenditure on:					
Charitable activities:					
- Educational operations	9	10,344	4,423,301	54,313	4,487,958
- Chatsworth Futures Ltd	8,27	-	809,819	17,557	827,376
Total	7	<u>10,344</u>	<u>5,233,120</u>	<u>71,870</u>	<u>5,315,334</u>
Net income/(expenditure)		76,447	(379,193)	(40,037)	(342,783)
Transfers between funds	19	-	5,134	(5,134)	-
Other recognised gains/(losses)					
Actuarial losses on defined benefit pension schemes	21	-	(655,000)	-	(655,000)
Net movement in funds		76,447	(1,029,059)	(45,171)	(997,783)
Reconciliation of funds					
Total funds brought forward		163,025	(1,678,720)	250,081	(1,265,614)
Total funds carried forward		<u>239,472</u>	<u>(2,707,779)</u>	<u>204,910</u>	<u>(2,263,397)</u>

CHATSWORTH MULTI ACADEMY TRUST

GROUP BALANCE SHEET

AS AT 31 AUGUST 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Intangible assets	14		17,754		-
Tangible assets	15		246,898		204,910
			<u>264,652</u>		<u>204,910</u>
Current assets					
Debtors	17	1,587,336		568,552	
Cash at bank and in hand		720,069		404,353	
		<u>2,307,405</u>		<u>972,905</u>	
Current liabilities					
Creditors: amounts falling due within one year	18	(1,802,050)		(211,212)	
Net current assets			<u>505,355</u>		<u>761,693</u>
Net assets excluding pension liability			<u>770,007</u>		<u>966,603</u>
Defined benefit pension scheme liability	21		-		(3,230,000)
Total net assets/(liabilities)			<u><u>770,007</u></u>		<u><u>(2,263,397)</u></u>
Funds of the academy trust:					
Restricted funds	19				
- Fixed asset funds			264,652		204,910
- Restricted income funds			211,709		522,221
- Pension reserve			-		(3,230,000)
Total restricted funds			<u>476,361</u>		<u>(2,502,869)</u>
Unrestricted income funds	19		<u>293,646</u>		<u>239,472</u>
Total funds			<u><u>770,007</u></u>		<u><u>(2,263,397)</u></u>

The accounts were approved by the trustees and authorised for issue on 21 December 2022 and are signed on their behalf by:

Cole Andrew

Cole Andrew (Dec 21, 2022 18:16 GMT)

C Andrew

Chair of Trustees

Company Number 10167860

CHATSWORTH MULTI ACADEMY TRUST

ACADEMY BALANCE SHEET

AS AT 31 AUGUST 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Intangible assets	14		17,754		-
Tangible assets	15		121,626		103,766
			<u>139,380</u>		<u>103,766</u>
Current assets					
Debtors	17	2,150,952		361,244	
Cash at bank and in hand		209,440		331,799	
		<u>2,360,392</u>		<u>693,043</u>	
Current liabilities					
Creditors: amounts falling due within one year	18	(1,987,227)		(181,209)	
Net current assets			<u>373,165</u>		<u>511,834</u>
Net assets excluding pension liability			<u>512,545</u>		<u>615,600</u>
Defined benefit pension scheme liability	21		-		(3,230,000)
Total net assets/(liabilities)			<u><u>512,545</u></u>		<u><u>(2,614,400)</u></u>
Funds of the academy trust:					
Restricted funds	19				
- Fixed asset funds			139,380		103,766
- Restricted income funds			147,579		322,038
- Pension reserve			-		(3,230,000)
Total restricted funds			<u>286,959</u>		<u>(2,804,196)</u>
Unrestricted income funds	19		<u>225,586</u>		<u>189,796</u>
Total funds			<u><u>512,545</u></u>		<u><u>(2,614,400)</u></u>

The accounts were approved by the trustees and authorised for issue on 21 December 2022 and are signed on their behalf by:

Cole Andrew

Cole Andrew (Dec 21, 2022 18:16 GMT)

C Andrew

Chair of Trustees

Company registration number 10167860

CHATSWORTH MULTI ACADEMY TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Net cash provided by/(used in) operating activities	22		373,740		(231,079)
Cash flows from investing activities					
Dividends, interest and rents from investments		-		117	
Capital grants from DfE Group		69,966		31,833	
Purchase of intangible fixed assets		(20,364)		-	
Purchase of tangible fixed assets		(107,626)		(37,699)	
Net cash used in investing activities			(58,024)		(5,749)
Net increase/(decrease) in cash and cash equivalents in the reporting period			315,716		(236,828)
Cash and cash equivalents at beginning of the year			404,353		641,181
Cash and cash equivalents at end of the year			720,069		404,353

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

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

1.1 Basis of preparation

The accounts of the academy trust, which is a public benefit entity under FRS 102, have been prepared under the historical cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102), the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)), the Academies Accounts Direction 2021 to 2022 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

The academy trust is a qualifying entity for the purposes of FRS102, being a member of a group where the parent of that group prepares publicly available consolidated financial statements, including this academy, which are intended to give a true and fair view of the assets, liabilities, financial position and financial activities of the group. The academy has therefore taken advantage of exemptions from the following disclosure requirements for parent company information presented within the consolidated financial statements:

- Section 7 'Statement of Cash Flows' - Presentation of statement of cash flow and related notes and disclosures
- Section 33 'Related Party Disclosures' - Compensation for key management personnel

1.2 Going concern

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

1.3 Basis of consolidation

The consolidated financial statements incorporate those of Chatsworth Multi Academy Trust and its subsidiary (i.e. an entity that the group controls through its power to govern the financial and operating policies so as to obtain economic benefits).

All financial statements are made up to 31 August 2022. Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used into line with those used by other members of the group.

All intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated on consolidation. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

1.4 Income

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

Grants

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

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

General Annual Grant is recognised in full in the statement of financial activities in the period for which it is receivable, and any abatement in respect of the period is deducted from income and recognised as a liability.

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

Sponsorship income

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

Donations

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

Other income

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

Donated goods, facilities and services

Goods donated for resale are included at fair value, being the expected proceeds from sale less the expected costs of sale. If it is practical to assess the fair value at receipt, it is recognised in stock and 'Income from other trading activities'. Upon sale, the value of the stock is charged against 'Income from other trading activities' and the proceeds are recognised as 'Income from other trading activities'. Where it is impractical to fair value the items due to the volume of low value items they are not recognised in the accounts until they are sold. This income is recognised within 'Income from other trading activities'.

Donated fixed assets

Donated fixed assets are measured at fair value unless it is impractical to measure this reliably, in which case the cost of the item to the donor is used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset category and depreciated over the useful economic life in accordance with the academy trust's accounting policies.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

All resources expended are inclusive of irrecoverable VAT.

Expenditure on raising funds

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

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

Charitable activities

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

1.6 Intangible fixed assets and amortisation

Intangible assets costing £1,000 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably. Intangible assets are initially recognised at cost and are subsequently measured at cost net of amortisation and any provision for impairment.

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

Purchased computer software and licenses	straight line over the period of the license
--	--

1.7 Tangible fixed assets and depreciation

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

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

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost of each asset over its expected useful life, as follows:

Leasehold building improvements	10 year straight line
Computer equipment	3 year straight line
Fixtures, fittings & equipment	3 and 5 year straight line
Motor vehicles	4 year reducing balance

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

1.8 Liabilities

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the academy trust anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

1.9 Leased assets

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

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

1.10 Financial instruments

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

Financial assets

Trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments.

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

Financial liabilities

Trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost. Taxation and social security are not included in the financial instruments disclosure definition.

Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

1.11 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 chapter 3 part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

1.12 Pensions benefits

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

The TPS is an unfunded scheme and contributions are calculated 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 based on quadrennial valuations using a prospective unit credit method. The TPS is an unfunded multi-employer scheme with no underlying assets to assign between employers. Consequently, the TPS is treated as a defined contribution scheme for accounting purposes and the contributions are recognised in the period to which they relate.

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

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

1.13 Fund accounting

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

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

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

1.14 PFI arrangements

The Academy has a PFI arrangement in place which covers maintenance and facility management arrangements. Payments are accounted for in the period to which they relate. The academy buildings were built under a PFI agreement, as at 31 August 2022 the agreement has a further 7 years to run. The local authority will continue to pay the unitary charge to the PFI provider under the pre-existing PFI contract. In turn, the academy trust will continue to pay the local authority but there may be a shortfall, known as an affordability gap, which fluctuates based on the number of pupils attending the school in any given academic year. The local authority will fund the affordability gap until the contract expires.

1.15 Agency arrangements

The academy trust acts as an agent in distributing 16-19 bursary funds from ESFA. Payments received from ESFA and subsequent disbursements to students are excluded from the statement of financial activities as the trust does not have control over the charitable application of the funds. The trust can use up to 5% of the allocation towards its own administration costs and this is recognised in the statement of financial activities. The funds received and paid and any balances held are disclosed in note 26.

2 Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions

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

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost or 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 2019 has been used by the actuary in valuing the pensions liability at 31 August 2022. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

The annual depreciation charge for tangible fixed assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

2 Critical accounting estimates and areas of judgement

(Continued)

Critical areas of judgement

A judgement has been made regarding the defined benefit pension asset and that this is only recognised to the extent that the entity is able to recover the surplus, either through reduced contributions or refunds from the plan.

The academy trust occupies premises which are subject to a private finance initiative (PFI) contract. A judgement has been made that the trust should not recognise the PFI asset on its balance sheet.

3 Donations and capital grants

	Unrestricted funds £	Restricted funds £	Consolidated Total 2022 £	Consolidated Total 2021 £
Capital grants	-	54,088	54,088	18,007

4 Funding for the academy trust's educational operations

	Unrestricted funds £	Restricted funds £	Consolidated Total 2022 £	Consolidated Total 2021 £
DfE/ESFA grants				
General annual grant (GAG)	-	1,400,000	1,400,000	1,400,000
Other DfE/ESFA grants:				
Chatsworth Futures Ltd	18,384	922,441	940,825	887,887
Others	-	175,705	175,705	244,702
	<u>18,384</u>	<u>2,498,146</u>	<u>2,516,530</u>	<u>2,532,589</u>
Other government grants				
Local authority grants	-	2,386,280	2,386,280	2,222,254
	<u>-</u>	<u>2,386,280</u>	<u>2,386,280</u>	<u>2,222,254</u>
Total funding	<u>18,384</u>	<u>4,884,426</u>	<u>4,902,810</u>	<u>4,754,843</u>

The academy trust received £2,386,280 (2021: £2,222,254) from the local authority in the year, being £2,132,176 high needs funding and £254,104 other school funds income from Salford Council, Warrington Council, Manchester City Council, Bury Council and Wigan Council.

5 Other trading activities

	Unrestricted funds £	Restricted funds £	Consolidated Total 2022 £	Consolidated Total 2021 £
Catering income	10,182	-	10,182	8,509
Parental contributions	-	-	-	1,797
Other income	39,261	183,061	222,322	189,292
	<u>49,443</u>	<u>183,061</u>	<u>232,504</u>	<u>199,598</u>

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

6	Investment income	Unrestricted funds £	Restricted funds £	Consolidated Total 2022 £	Consolidated Total 2021 £
	Short term deposits	-	-	-	103

7	Expenditure	Staff costs £	Non-pay expenditure Premises £	Other £	Consolidated Total 2022 £	Consolidated Total 2021 £
	Academy's educational operations					
	- Direct costs	1,488,974	4,301	57,167	1,550,442	1,442,045
	- Allocated support costs	2,734,038	584,899	299,455	3,618,392	3,045,913
	Chatsworth Futures Ltd					
	- Direct costs	763,483	47,968	-	811,451	610,808
	- Allocated support costs	-	49,750	174,963	224,713	216,568
		4,986,495	686,918	531,585	6,204,998	5,315,334

Net income/(expenditure) for the year includes:	2022 £	2021 £
Fees payable to auditor for audit services	14,700	14,000
Operating lease rentals	10,520	15,795
Depreciation of tangible fixed assets	67,437	71,870
Amortisation of intangible fixed assets	2,610	-
Net interest on defined benefit pension liability	59,000	40,000

8 Central services

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

- human resources;
- financial services;
- educational support services;

The academy trust charges for these services on a time-apportioned basis for staff, calculated as a percentage of salary costs. Other central costs are charges on an apportionment basis.

The amounts charged during the year were as follows:	2022 £	2021 £
Chatsworth High School & Community College	238,541	-
Chatsworth Futures	189,476	-
	428,017	-

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

9 Charitable activities

	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
Direct costs				
Educational operations	99	2,351,759	2,351,858	2,052,853
Support costs				
Educational operations	13,554	3,839,586	3,853,140	3,262,481
	<u>13,653</u>	<u>6,191,345</u>	<u>6,204,998</u>	<u>5,315,334</u>

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

9 Charitable activities

(Continued)

	2022 £	2021 £
Analysis of direct costs		
Teaching and educational support staff costs	2,266,775	1,907,738
Staff development	19,939	9,812
Depreciation and amortisation	25,312	31,132
Technology costs	7,302	18,463
Educational supplies and services	41,768	84,142
Examination fees	699	366
Other direct costs	98	1,200
	<u>2,361,893</u>	<u>2,052,853</u>
Analysis of support costs		
Support staff costs	2,734,038	2,287,382
Depreciation and amortisation	44,735	40,738
Technology costs	10,073	13,753
Premises costs	519,153	586,938
Legal costs	6,468	20,804
Other support costs	522,637	300,609
Governance costs	6,001	12,257
	<u>3,843,105</u>	<u>3,262,481</u>

Premises costs includes PFI charges totalling £445,020 (2021: £446,935). These amounts are paid to the local authority, are index linked and the Academy Trust is committed to these payments until 2029.

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

10 Staff

Staff costs

Staff costs during the year were:

	Consolidated 2022 £	Consolidated 2021 £
Wages and salaries	2,476,199	2,247,938
Social security costs	250,260	252,090
Pension costs	1,277,655	877,720
Chatsworth Futures Ltd	763,483	570,839
Staff costs - employees	4,767,597	3,948,587
Agency staff costs	218,898	246,533
	4,986,495	4,195,120
Staff development and other staff costs	19,939	9,812
Total staff expenditure	5,006,434	4,204,932

Staff numbers

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

	Consolidated 2022 Number	Consolidated 2021 Number
Teachers	26	32
Administration and support	89	82
Management	9	8
	124	122

Higher paid staff

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

	Consolidated 2022 Number	Consolidated 2021 Number
£60,001 - £70,000	1	1
£70,001 - £80,000	1	1
£100,001 - £110,000	1	1

Key management personnel

The key management personnel of the academy trust comprise the trustees and the senior management team as listed on page 1. The total amount of key management personnel employee benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the academy trust was £461,015 (2021: £449,651).

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

11 Trustees' remuneration and expenses

One or more of the trustees has been paid remuneration or has received other benefits from an employment with the academy trust. The principal and other staff trustees only receive remuneration in respect of services they provide undertaking the roles of principal and staff members under their contracts of employment, and not in respect of their services as trustees.

The value of trustees' remuneration and other benefits was as follows:

M Hanbury Chief Executive Officer and Principal)

Remuneration: £100,001 - £105,000 (2021: £100,001 - £105,000)

Employer's pension contributions: £20,001 - £25,000 (2021: £20,001 - £25,000)

During the year ended 31 August 2022, travel and subsistence payments amounting to £1,063 (2021: £Nil) were reimbursed or paid directly to trustees.

12 Trustees' and officers' insurance

In accordance with normal commercial practice, the academy trust has purchased insurance to protect trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy trust business. The insurance provides cover up to £10,000,000. The cost of this insurance is included in the total insurance cost.

13 Surplus for the financial year

As permitted by Section 408 of the Companies Act 2006, no separate statement of financial activities has been presented for the academy alone. The surplus attributable to the academy for the year ending 31 August 2022 was £3,126,945 (2021: Deficit (£1,058,294)).

14 Intangible fixed assets - group and academy

	Computer software £
Cost	
At 1 September 2021	-
Additions	20,364
	<hr/>
At 31 August 2022	20,364
	<hr/>
Amortisation	
At 1 September 2021	-
Charge for year	2,610
	<hr/>
At 31 August 2022	2,610
	<hr/>
Carrying amount	
At 31 August 2022	17,754
	<hr/>
At 31 August 2021	-
	<hr/>

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

15 Tangible fixed assets - group

	Leasehold building improvements	Computer equipment	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 September 2021	107,470	93,914	171,863	59,264	432,511
Restatements	28,281	1,252	56,660	-	86,193
Additions	60,554	13,785	33,287	-	107,626
	<u>196,305</u>	<u>108,951</u>	<u>261,810</u>	<u>59,264</u>	<u>626,330</u>
Depreciation					
At 1 September 2021	10,575	68,668	110,118	38,240	227,601
Restatements	28,281	850	55,263	-	84,394
Charge for the year	18,103	16,443	27,612	5,279	67,437
	<u>56,959</u>	<u>85,961</u>	<u>192,993</u>	<u>43,519</u>	<u>379,432</u>
Net book value					
At 31 August 2022	<u>139,346</u>	<u>22,990</u>	<u>68,817</u>	<u>15,745</u>	<u>246,898</u>
At 31 August 2021	<u>96,895</u>	<u>25,246</u>	<u>61,745</u>	<u>21,024</u>	<u>204,910</u>

Tangible fixed assets - academy

	Leasehold building improvements	Computer equipment	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 September 2021	-	95,166	154,230	59,264	308,660
Additions	43,006	13,785	7,495	-	64,286
	<u>43,006</u>	<u>108,951</u>	<u>161,725</u>	<u>59,264</u>	<u>372,946</u>
Depreciation					
At 1 September 2021	-	69,518	97,136	38,240	204,894
Charge for the year	4,301	16,443	20,403	5,279	46,426
	<u>4,301</u>	<u>85,961</u>	<u>117,539</u>	<u>43,519</u>	<u>251,320</u>
Net book value					
At 31 August 2022	<u>38,705</u>	<u>22,990</u>	<u>44,186</u>	<u>15,745</u>	<u>121,626</u>
At 31 August 2021	<u>-</u>	<u>25,648</u>	<u>57,094</u>	<u>21,024</u>	<u>103,766</u>

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

16 Subsidiaries

Details of the company's subsidiaries at 31 August 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Interest
Chatsworth Futures Limited	Vicarage Road, Swinton Manchester, M27 0WA	Provision of education to young adults with special needs	100% controlled

17 Debtors

	Group 2022 £	Group 2021 £	Academy 2022 £	Academy 2021 £
Trade debtors	315,566	-	315,566	-
VAT recoverable	245,757	56,232	219,034	46,893
Other debtors	352	311	-	-
Prepayments and accrued income	1,025,661	512,009	1,616,352	314,351
	<u>1,587,336</u>	<u>568,552</u>	<u>2,150,952</u>	<u>361,244</u>

18 Creditors: amounts falling due within one year

	Group 2022 £	Group 2021 £	Academy 2022 £	Academy 2021 £
Trade creditors	1,255,151	14,378	1,110,410	7,904
Other creditors	5,497	4,202	5,497	4,199
Accruals and deferred income	541,402	192,632	871,321	169,106
	<u>1,802,050</u>	<u>211,212</u>	<u>1,987,228</u>	<u>181,209</u>

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

19 Funds - group

	Balance at 1 September 2021 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2022 £
Restricted general funds					
General Annual Grant (GAG)	230,221	1,400,000	(1,418,512)	-	211,709
Other DfE/ESFA grants	-	175,705	(115,882)	(59,823)	-
Other government grants	-	3,292,843	(3,292,843)	-	-
Other restricted funds	292,000	183,061	(475,061)	-	-
Pension reserve	(3,230,000)	-	(819,000)	4,049,000	-
	<u>(2,707,779)</u>	<u>5,051,609</u>	<u>(6,121,298)</u>	<u>3,989,177</u>	<u>211,709</u>
Restricted fixed asset funds					
Inherited on conversion	204,000	-	-	-	204,000
DfE group capital grants	-	69,966	(70,047)	59,823	59,742
Capital expenditure from GAG	910	-	-	-	910
	<u>204,910</u>	<u>69,966</u>	<u>(70,047)</u>	<u>59,823</u>	<u>264,652</u>
Total restricted funds	<u>(2,502,869)</u>	<u>5,121,575</u>	<u>(6,191,345)</u>	<u>4,049,000</u>	<u>476,361</u>
Unrestricted funds					
General funds	221,082	49,443	(13,653)	-	256,872
Chatsworth Futures Ltd	18,390	18,384	-	-	36,774
	<u>239,472</u>	<u>67,827</u>	<u>(13,653)</u>	<u>-</u>	<u>293,646</u>
Total funds	<u>(2,263,397)</u>	<u>5,189,402</u>	<u>(6,204,998)</u>	<u>4,049,000</u>	<u>770,007</u>

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

Restricted general funds are those that have been designated restricted by the grant provider in meeting the objectives of the academy.

Restricted fixed asset funds are those funds relating to the long term assets of the academy used in delivering the objectives of the academy.

Unrestricted funds are those which the board of trustees may use in the pursuance of the academy's objectives and are expendable at the discretion of the trustees.

The transfer from restricted general fund to restricted fixed asset funds is to meet the cost of fixed asset additions for which there was no specific capital funding in the year.

Under the funding agreement with the Secretary of State, the academy trust was not subject to a limit on the amount of GAG that it could carry forward at 31 August 2022.

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Funds - group

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

	Balance at 1 September 2020 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2021 £
Restricted general funds					
General Annual Grant (GAG)	39,774	1,400,000	(1,209,553)	-	230,221
Other DfE/ESFA grants	-	460,218	(465,352)	5,134	-
Other government grants	97,506	2,862,409	(2,959,915)	-	-
Chatsworth Futures Ltd	-	-	-	-	-
Other restricted funds	292,000	131,300	(131,300)	-	292,000
Pension reserve	(2,108,000)	-	(467,000)	(655,000)	(3,230,000)
	<u>(1,678,720)</u>	<u>4,853,927</u>	<u>(5,233,120)</u>	<u>(649,866)</u>	<u>(2,707,779)</u>
Restricted fixed asset funds					
Inherited on conversion	204,000	-	-	-	204,000
DfE group capital grants	13,082	31,833	(39,781)	(5,134)	-
Capital expenditure from GAG	32,999	-	(32,089)	-	910
	<u>250,081</u>	<u>31,833</u>	<u>(71,870)</u>	<u>(5,134)</u>	<u>204,910</u>
Total restricted funds	<u>(1,428,639)</u>	<u>4,885,760</u>	<u>(5,304,990)</u>	<u>(655,000)</u>	<u>(2,502,869)</u>
Unrestricted funds					
General funds	163,025	68,401	(10,344)	-	221,082
Chatsworth Futures Ltd	-	18,390	-	-	18,390
	<u>163,025</u>	<u>86,791</u>	<u>(10,344)</u>	<u>-</u>	<u>239,472</u>
Total funds	<u>(1,265,614)</u>	<u>4,972,551</u>	<u>(5,315,334)</u>	<u>(655,000)</u>	<u>(2,263,397)</u>

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

Funds - academy

	Balance at 1 September 2021 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2022 £
Restricted general funds					
General Annual Grant (GAG)	102,038	1,400,000	(1,502,038)	-	-
Other DfE/ESFA grants	-	175,705	(175,705)	-	-
Other government grants	220,000	2,386,280	(2,428,139)	(30,562)	147,579
Chatsworth Futures Ltd	-	-	-	-	-
Other restricted funds	-	183,061	(183,061)	-	-
Pension reserve	(3,230,000)	-	(819,000)	4,049,000	-
	<u>(2,907,962)</u>	<u>4,145,046</u>	<u>(5,107,943)</u>	<u>4,018,438</u>	<u>147,579</u>
Restricted fixed asset funds					
Inherited on conversion	73,000	-	-	-	73,000
DfE group capital grants	(33,234)	54,088	(49,036)	30,562	2,380
Capital expenditure from GAG	64,000	-	-	-	64,000
	<u>103,766</u>	<u>54,088</u>	<u>(49,036)</u>	<u>30,562</u>	<u>139,380</u>
Total restricted funds	<u>(2,804,196)</u>	<u>4,199,134</u>	<u>(5,156,979)</u>	<u>4,049,000</u>	<u>286,959</u>
Unrestricted funds					
General funds	<u>189,796</u>	<u>49,443</u>	<u>(13,653)</u>	<u>-</u>	<u>225,586</u>
Total funds	<u>(2,614,400)</u>	<u>4,248,577</u>	<u>(5,170,632)</u>	<u>4,049,000</u>	<u>512,545</u>

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

Restricted general funds are those that have been designated restricted by the grant provider in meeting the objectives of the academy.

Restricted fixed asset funds are those funds relating to the long term assets of the academy used in delivering the objectives of the academy.

Unrestricted funds are those which the board of trustees may use in the pursuance of the academy's objectives and are expendable at the discretion of the trustees.

The transfer from restricted general fund to restricted fixed asset funds is to meet the cost of fixed asset additions for which there was no specific capital funding in the year.

Under the funding agreement with the Secretary of State, the academy trust was not subject to a limit on the amount of GAG that it could carry forward at 31 August 2022.

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

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

	Balance at 1 September 2020 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2021 £
Restricted general funds					
General Annual Grant (GAG)	51,266	1,400,000	(1,349,228)	-	102,038
Other DfE/ESFA grants	-	244,702	(253,360)	8,658	-
Other government grants	220,000	2,222,254	(2,222,254)	-	220,000
Chatsworth Futures Ltd	-	-	-	-	-
Other restricted funds	-	131,300	(131,300)	-	-
Pension reserve	(2,108,000)	-	(467,000)	(655,000)	(3,230,000)
	<u>(1,836,734)</u>	<u>3,998,256</u>	<u>(4,423,142)</u>	<u>(646,342)</u>	<u>(2,907,962)</u>
Restricted fixed asset funds					
Inherited on conversion	73,000	-	-	-	73,000
DfE group capital grants	11,730	18,007	(54,313)	(8,658)	(33,234)
Capital expenditure from GAG	64,000	-	-	-	64,000
	<u>148,730</u>	<u>18,007</u>	<u>(54,313)</u>	<u>(8,658)</u>	<u>103,766</u>
Total restricted funds	<u>(1,688,004)</u>	<u>4,016,263</u>	<u>(4,477,455)</u>	<u>(655,000)</u>	<u>(2,804,196)</u>
Unrestricted funds					
General funds	<u>131,739</u>	<u>68,401</u>	<u>(10,344)</u>	<u>-</u>	<u>189,796</u>
Total funds	<u>(1,556,265)</u>	<u>4,084,664</u>	<u>(4,487,799)</u>	<u>(655,000)</u>	<u>(2,614,400)</u>

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

Total funds analysis by academy

	2022 £	2021 £
Fund balances at 31 August 2022 were allocated as follows:		
Chatsworth High School & Community College	387,653	511,834
Chatsworth Futures	132,191	249,859
Central services	(14,489)	-
	<hr/>	<hr/>
Total before fixed assets fund and pension reserve	505,355	761,693
Restricted fixed asset fund	264,652	204,910
Pension reserve	-	(3,230,000)
	<hr/>	<hr/>
Total funds	770,007	(2,263,397)
	<hr/>	<hr/>

Total cost analysis by academy

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

	Teaching and educational support staff £	Other support staff costs £	Educational supplies £	Other costs excluding depreciation £	Total 2022 £	Total 2021 £
Chatsworth High School & Community College	196,981	-	-	41,560	238,541	-
Chatsworth Futures	168,343	-	-	21,133	189,476	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	365,324	-	-	62,693	428,017	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

20 Analysis of net assets between funds - group

	Unrestricted Funds £	Restricted funds: General £	Fixed asset £	Total Funds £
Fund balances at 31 August 2022 are represented by:				
Intangible fixed assets	-	-	17,754	17,754
Tangible fixed assets	-	-	246,898	246,898
Current assets	2,307,405	-	-	2,307,405
Current liabilities	(2,013,759)	211,709	-	(1,802,050)
	<hr/>	<hr/>	<hr/>	<hr/>
Total net assets	293,646	211,709	264,652	770,007
	<hr/>	<hr/>	<hr/>	<hr/>

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

	Unrestricted Funds £	Restricted funds: General £	Fixed asset £	Total Funds £
Fund balances at 31 August 2021 are represented by:				
Tangible fixed assets	-	-	204,910	204,910
Current assets	450,684	522,221	-	972,905
Current liabilities	(211,212)	-	-	(211,212)
Pension scheme liability	-	(3,230,000)	-	(3,230,000)
Total net assets	239,472	(2,707,779)	204,910	(2,263,397)

Analysis of net assets between funds - academy

	Unrestricted Funds £	Restricted funds: General £	Fixed asset £	Total Funds £
Fund balances at 31 August 2022 are represented by:				
Tangible fixed assets	-	-	139,380	139,380
Current assets	1,102,403	1,257,989	-	2,360,392
Current liabilities	(876,817)	(1,110,410)	-	(1,987,227)
Pension scheme asset	-	-	-	-
Total net assets	225,586	147,579	139,380	512,545

Analysis of net assets between funds - academy

	Unrestricted Funds £	Restricted funds: General £	Fixed asset £	Total Funds £
Fund balances at 31 August 2021 are represented by:				
Tangible fixed assets	-	-	103,766	103,766
Current assets	371,005	322,038	-	693,043
Current liabilities	(181,209)	-	-	(181,209)
Pension scheme liability	-	(3,230,000)	-	(3,230,000)
Total net assets	189,796	(2,907,962)	103,766	(2,614,400)

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

21 Pension and similar obligations

The academy trust's employees belong to two principal pension schemes: the Teachers' Pension Scheme England and Wales (TPS) for academic and related staff; and the Local Government Pension Scheme (LGPS) for non-teaching staff, which is managed by Tameside Metropolitan Borough Council. 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 2016, and that of the LGPS related to the period ended 31 March 2019.

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

Teachers' Pension Scheme

Introduction

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

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

Valuation of the Teachers' Pension Scheme

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

The key elements of the valuation and subsequent consultation are:

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

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

The employer's pension costs paid to the TPS in the period amounted to £255,748 (2021: £242,354).

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

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

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

21 Pension and similar obligations

(Continued)

Local Government Pension Scheme

The LGPS is a funded defined benefit pension scheme, with the assets held in separate trustee-administered funds. The total contributions are as noted below. The agreed contribution rates for future years are 24.9% to 29.5% for employers and 5.5% to 12.5% for employees.

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

Total contributions made	2022 £	2021 £
Employer's contributions	297,000	255,000
Employees' contributions	96,000	82,000
Total contributions	393,000	337,000

Principal actuarial assumptions	2022 %	2021 %
Rate of increase in salaries	3.80	3.65
Rate of increase for pensions in payment/inflation	3.05	2.90
Discount rate for scheme liabilities	4.25	1.65

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

	2022 Years	2021 Years
Retiring today		
- Males	20.3	20.5
- Females	23.2	23.3
Retiring in 20 years		
- Males	21.6	21.9
- Females	25.1	25.3

Scheme liabilities would have been affected by changes in assumptions as follows:

	2022	2021
0.1% decrease in Real Discount Rate	(122,000)	(199,000)
0.1% increase in the Pension Increase Rate	108,000	171,000
0.1% increase in the Salary Increase Rate	15,000	25,000

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

21 Pension and similar obligations

(Continued)

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

	2022 Fair value £	2021 Fair value £
Equities	3,347,880	3,142,460
Bonds	679,280	663,900
Property	436,680	309,820
Cash	388,160	309,820
	<u>4,852,000</u>	<u>4,426,000</u>
Total market value of assets	<u>4,852,000</u>	<u>4,426,000</u>

The actual return on scheme assets was £61,000 (2021: £705,000).

Amount recognised in the statement of financial activities

	2022 £	2021 £
Current service cost	1,057,000	682,000
Interest income	(76,000)	(60,000)
Interest cost	135,000	100,000
	<u>1,116,000</u>	<u>722,000</u>
Total operating charge	<u>1,116,000</u>	<u>722,000</u>

Changes in the present value of defined benefit obligations

	2022 £
At 1 September 2021	7,656,000
Current service cost	1,057,000
Interest cost	135,000
Employee contributions	96,000
Actuarial (gain)/loss	(4,252,000)
Benefits paid	(28,000)
Unfunded pension payments	188,000
	<u>4,852,000</u>
At 31 August 2022	<u>4,852,000</u>

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

21 Pension and similar obligations

(Continued)

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

	2022 £
At 1 September 2021	4,426,000
Interest income	76,000
Actuarial loss/(gain)	(15,000)
Employer contributions	297,000
Employee contributions	96,000
Benefits paid	(28,000)
	<hr/>
At 31 August 2022	4,852,000
	<hr/> <hr/>

The actuarial gain has been adjusted by £188,000 to reduce the value of the net pension asset to £nil as it is not likely that the contributions will be refunded.

22 Reconciliation of net expenditure to net cash flow from operating activities

	Notes	2022 £	2021 £
Net expenditure for the reporting period (as per the statement of financial activities)		(1,015,596)	(342,783)
Adjusted for:			
Capital grants from DfE and other capital income		(69,966)	(31,833)
Investment income receivable	6	-	(117)
Defined benefit pension costs less contributions payable	21	760,000	427,000
Defined benefit pension scheme finance cost	21	59,000	40,000
Depreciation of tangible fixed assets		67,437	71,870
Restatement of tangible fixed assets		(1,799)	-
Amortisation of intangible fixed assets	14	2,610	-
(Increase) in debtors		(1,018,784)	(136,425)
Increase/(decrease) in creditors		1,590,838	(258,791)
		<hr/>	<hr/>
Net cash provided by/(used in) operating activities		373,740	(231,079)
		<hr/> <hr/>	<hr/> <hr/>

23 Analysis of changes in net funds

	1 September 2021 £	Cash flows £	31 August 2022 £
Cash	404,353	315,716	720,069
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

24 Long-term commitments including operating leases

At 31 August 2022 the total of the academy trust's future minimum lease payments under non cancellable contracts was:

	Group 2022 £	Group 2021 £	Academy 2022 £	Academy 2021 £
Amounts due within one year	5,797	8,032	3,344	1,499
Amounts due in two and five years	11,893	2,642	11,704	-
	<u>17,690</u>	<u>10,674</u>	<u>15,048</u>	<u>1,499</u>

25 Related party transactions

Owing to the nature of the academy trust's operations and the composition of the board of trustees being drawn from local public and private sector organisations, transactions may take place with organisations in which the academy trust has an interest. All transactions involving such organisations are conducted at arm's length in accordance with the academy trust's financial regulations and normal procurement procedures.

The resolution has been passed that Chatsworth Multi Academy Trust was appointed as a member of Chatsworth Futures Limited pursuant to the Company's Articles of Association with effect from midnight on 1 September 2018. As a result, Chatsworth Futures Limited is a subsidiary of Chatsworth Multi Academy Trust and is included in Chatsworth Multi Academy Trust's consolidated financial statements for the year ended 31 August 2022.

During the year, wages were recharged to Chatsworth Engage CIC totalling £124,006 (2021: £131,300). Martin Hanbury is a common director of Chatsworth Engage CIC. At the year end an amount of £17 (2021: £11,387) was due from Chatsworth Engage CIC to Chatsworth Multi Academy Trust. Service recharges of £2,553 (2021: £2,984) were also received by Chatsworth Futures Limited from Chatsworth Engage CIC where Dr Martin Hanbury is a common director. In entering into the transaction, the academy has complied with the requirements of the Academies Financial Handbook 2021. These transactions are considered to be at cost and are considered to be value for money for the academy trust.

26 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 or she is a member, or within one year after he or she ceases to be a member, such amount as may be required, for the debts and liabilities contracted before he or she ceases to be a member.

27 Agency arrangements

The academy distributes 16-19 bursary funds to students as an agent for the ESFA. In the accounting period ending 31 August 2022, the trust received £6,437 (2021: £5,364) and disbursed £10,636 (2021: £1,165) from the fund. Included within other creditors is an amount payable of £Nil (2021: £4,199).

CHATSWORTH MULTI ACADEMY TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

28 Chatsworth Futures Ltd trading account

	2022		2021	
	£	£	£	£
Direct income				
Government grants		922,441		869,497
Other income		18,384		18,376
Total income		940,825		887,873
Other income				
Investment income		-		14
Total income		940,825		887,887
Direct costs				
Direct staff costs	763,483		570,839	
Other direct costs	47,968		39,969	
	811,451		610,808	
Other costs				
Depreciation	21,011		17,557	
Maintenance of premises and equipment	28,739		40,361	
Cleaning	25,079		21,088	
Travelling expenses	539		5,432	
Technology	8,481		8,899	
Legal and professional costs	5,474		8,068	
Other support costs	135,390		115,163	
	224,713		216,568	
Total operating costs		(1,036,164)		(827,376)
(Deficit)/surplus from Chatsworth Futures Ltd		(95,339)		60,511
Chatsworth Futures Ltd balances at 1 September 2021		352,801		292,290
Chatsworth Futures Ltd balances at 31 August 2022		257,462		352,801