

Company Registration No. 07900248 (England and Wales)

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND AUDITED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2021

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

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MAYFIELD GRAMMAR SCHOOL, GRAVESEND

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees

E D Wilson *
P K Patel
A E Sewell
R D Wickens *
D J Wesley * (resigned 08/11/2021)
M Weston *
V A Green (Chair)
M Fielder-White (appointed 06/01/2021)
D P Holton
D M Foulger

Members

V A Green (Chair)
M Fielder-White
D P Holton
D M Foulger

Senior Leadership Team

Headteacher	E D Wilson
Deputy Headteacher	C Kemp
Assistant Headteacher	L Absolon
Assistant Headteacher	R Boyce
Assistant Headteacher	J Campbell-Dunlop
Assistant Headteacher	E Mountcastle
Assistant Headteacher	E Murfet

Company registration number

07900248 (England and Wales)

Registered office

Mayfield Grammar School, Gravesend
Pelham Road
Gravesend
Kent DA11 0JE

Independent auditor

Baxter & Co
Lynwood House
Crofton Road
Orpington
Kent BR6 8QE

Bankers

Lloyds Bank
78 New Road
Gravesend
Kent
DA11 0AR

Solicitors

Stone King
Boundary House
91 Charterhouse Street
London
EC1M 6HR

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees present their annual report together with the accounts and independent auditor's report of the charitable company for the year ended 31 August 2021. The annual report serves the purposes of both a Trustees' report, and a directors' report under company law.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charitable company's Memorandum and Articles of Association, the Companies Act 2006, the Statement of Recommended Practice 2015, "Accounting and Reporting by Charities", and the Academies' Accounts Direction 2020/2021 issued by the ESFA.

Mayfield Grammar School Gravesend (MGSG) is a selective school for pupils aged 11 to 18 serving a catchment area in Gravesend. It has a pupil capacity of 1015 and had a roll of 1201 in the school Summer census on 20th May 2021.

Structure, governance and management

Constitution

MGSG 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 Trustees of Mayfield Grammar School, Gravesend are also the directors of the charitable company for the purpose of company law. Details of the Trustees who served during the year are included in the Reference and Administrative Details on page 1

Members' liability

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

Trustees' Indemnities

No indemnities or guarantees have been provided to third parties by the charitable company in respect of any of its Trustees.

Policies and procedures adopted for the induction and training of Trustees

The training and induction provided for new Trustees will depend on their existing experience. Where necessary, induction will provide training in charity, educational, safeguarding, legal and financial matters. All Trustees are provided with the information needed (including the Trustees Handbook, policies, minutes, budgets) to undertake their role as Trustees.

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

Organisational structure

The Governing Body (trustees), the majority of whom are non-executive, comprises those persons appointed under the Articles of Association. The Board meets at least three times a year and has a number of sub-committees:

- Finance and Premises Committee
- Curriculum and Staffing Committee
- Student Affairs, Community and Admissions Committee

Each committee is formally constituted with terms of reference and comprises appropriately qualified and experienced members. The Trust Board delegates specific responsibilities to its committees, the activities of which are reported to and discussed at full Board of Trustee meetings. Trustees review the number and role of committees on a regular basis.

The Senior Leadership Team consists of the Headteacher, Deputy Headteacher and 5 Assistant Headteachers. These leaders control the Academy at executive level implementing the policies laid down by the Trustees, regularly reporting back to them. The Headteacher is the Accounting Officer and is responsible for the authorisation of spending within agreed budgets and the appointment of staff, although the appointment of senior leader posts is referred to Trustees.

Arrangements for setting pay and remuneration of key management personnel

The Pay Policy is reviewed annually by school Trustees taking into account advice provided by the school's HR advisor. The final policy has had full input from trades unions, both teaching and non-teaching. The Pay Committee meets annually in the autumn term to make decisions on all members of staff who are entitled to be considered for discretionary pay awards. A separate Headteacher Review Committee is supported by an external consultant to set targets for the Headteacher and make final decisions on pay following the completion of the Headteacher's performance review.

Trade Union Facility Time

Relevant union officials

Number of employees who were relevant union officials during the relevant period	Full-time equivalent employee number
0	0

Percentage of time spent on facility time

Percentage of time	Number of Employees
0%	0
1% - 50%	0
51% - 99%	0
100%	0

Percentage of pay bill spent on facility time

Total Cost of facility time	0
Total Pay bill	£5,334k
Percentage of the total pay bill spent on facility time	0

Paid trade union activities

Time spent on paid trade union activities as a percentage of total paid facility time hours.	0%
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MAYFIELD GRAMMAR SCHOOL, GRAVESEND

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

Related Parties and other Connected Charities and Organisations

None.

Objectives and activities

Objects and aims

The Objects of the school are specifically restricted to:

- To provide public benefit education by offering a broad and balanced curriculum
- The provision of facilities for recreation and leisure to affiliated sports, clubs and associations

The Aims of the school:

- To stimulate and challenge the minds of our students in order for them to attain the highest possible academic and personal standards;
- For our students to succeed at the highest level possible in public examinations at GCSE and A-level;
- For all students to successfully access the next stage of their career on leaving school.

Objectives, strategies and activities

Our objectives for the year ended 31 August 2021 were as follows:

- Achieve a successful pass rate (in excess of Government National floor targets) at GCSE and A-level examinations;
- To continue to develop our personal education programme i.e. via Adventure Service Challenge and Duke of Edinburgh scheme;
- Develop our Virtual Learning Environment.
- Student's progress is regularly tracked, monitored, analysed and targeted to ensure there are no gaps in learning.

Public benefit

The Trustees have given consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education.

In addition to the commitment to achieving the primary objectives of the Academy the Trustees have agreed for the following public benefit support to be provided by the Academy:

- To continue to develop the excellent pastoral care we provide for our pupils.

Strategic Report

Achievements and performance

Summer Examination results 2021 – Teacher Assessed Grades

The school achieved an overall A Level pass rate of 97.1%, with the percentage of A*/A grades and A*/B grades being 34.1% and 57.8% respectively. The Average Point Score achieved was 38.0.

At GCSE, our Attainment 8 figure was 6.61, with a Progress 8 score of +0.46. Our Grade 9-7% was 55.0%.

Key Performance Indicators

Exam results as stated above

The school continues to be a popular and over-subscribed school and has, in collaboration with the Local Authority, agreed to expand pupil numbers accommodating increasing demand for places.

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

Going concern

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

Financial review

We receive our income from a number of different sources. The majority of our income comes from central government via the Education and Skills Funding Agency who provide us with grant, based largely on our student numbers to cover our staffing and other general running costs (General Annual Grant - GAG). The ESFA may provide us with additional grants which are earmarked for specific purposes (such as Pupil Premium which must be used to raise the attainment of disadvantaged pupils). These appear in the accounts as DfE/ESFA grants. Where we receive grant or other funding from the Local Authority (such as where we undertake responsibilities on their behalf in respect of our students) this appears in the accounts as other government grants. Such income is collectively referred to as "Restricted Funds".

Other income is received from parents (for example as contributions to trip or other costs) and from third parties (for example from our bank for interest on our account balances or from others who are charged for their use of our facilities). Such other income may be restricted or unrestricted, depending on whether it comes to us with conditions as to its use or whether it is available for spending at the discretion of the Trustees.

We hold funds in two broad categories, funds which are available for spending and other funds which are not available for spending.

Spendable funds are in turn sub-categorised between those which are available for spending at the discretion of Trustees ("Unrestricted Funds") and those which are subject to condition or restriction, ("Restricted Funds").

Funds not available for spending include the book value of fixed assets such as land, buildings and equipment. These have a value and are therefore included as assets in the accounts but clearly, we cannot spend this value. In common with all academies and Local Authorities, our share of the Local Government Pension Scheme deficit must also be reflected in our accounts and as this is not a conventional liability, it does not need to be deducted from spendable funds. We meet our obligations in respect of the LGPS by paying over pension contributions due as calculated by the scheme's actuaries.

The following balances held were held at 31 August 2021:

Fund	Category	2021 £'000	2020 £'000
GAG	Restricted General Funds	304	259
Other DfE/ESFA Grants	Restricted General Funds	-	-
Other Government Grants	Restricted General Funds	-	-
Other restricted funds	Restricted General Funds	-	-
	Sub-total – General Restricted Funds	304	259
Unspent Capital Grants	Restricted Fixed Asset Fund	115	-
Salix Loan	Restricted Fixed Asset Fund	(28)	(31)
Other Income	Unrestricted General Fund	25	19
	Sub-Total – Spendable Funds	416	247
Net Book Value of Fixed Assets	Restricted Fixed Asset Fund	12,080	12,168
Share of LGPS Deficit	Restricted Pension Reserve	(2,012)	(1,752)
	Total – All Funds	<u>10,484</u>	<u>10,663</u>

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

During the year under review, general restricted funds increased by £45k (2020: increased by £229k) and unrestricted general funds increased by £6k (2020: increased by £19k). After LGPS valuation adjustments, depreciation and capital income and expenditure, overall funds decreased by £179k (2020: increased by £594k).

Reserves policy

The Trustees review the level of reserves annually. The review encompasses the nature of income and expenditure streams, the need to match income with commitments and the nature of the reserves. It is the Trustees' policy to maintain a surplus of unrestricted reserves which can be used to assist in the funding of the School Improvement Plan. The Trustees will ensure that the reserves policy continues to conform to the requirements laid down in the Academies Financial Handbook produced by the Education and Skills Funding Agency.

Investment policy

There are no investments held beyond cash and short-term money market deposits retained with the major UK clearing banks. Speculative investments are not permitted.

Principal risks and uncertainties

The Trustees have assessed the major risks to which MGSG is exposed, in particular those relating to academic performance / finances / child welfare / admissions. The Trustees have implemented a number of systems to assess risks that the Trust faces, and have developed policies and procedures to mitigate those risks. Where significant financial risk still remains they have ensured they have adequate insurance cover. The Trust has an effective system of internal financial controls and this is explained in more detail in the Governance Statement.

The principal financial risk faced by the company is that ongoing pressure on funding results in a risk that deficits may be experienced. The budgeting and reporting process, including scrutiny by the Trustees of actual financial performance, mitigates the risk.

As the nature of the financial instruments dealt with by the company is relatively simple (bank balances, debtors and "trade" creditors), Trustees consider the associated risk in this area to be minimal.

The risk resulting from the company's share of the LGPS deficit is managed by following the advice of the scheme's actuaries, specifically as regards the level of contributions payable, ensuring that annual budgets are drawn up to reflect the actuary's advice.

Most of the company's income is obtained from the DfE (via the Education and Skills Funding Agency) in the form of recurrent grants, the use of which is restricted to particular purposes. The grants received from the DfE during the year ended 31 August 2021 and the associated expenditure are shown as restricted funds in the statement of financial activities.

Our fundraising practices

MGSG does not use professional fundraisers or involve commercial participators.

There have been no complaints about fundraising activity this year.

Streamlined energy and carbon reporting (SECR)

As the school has not consumed more than 40,000 kWh of energy in this reporting period, it qualifies as a low energy user under these regulations and is not required to report on its emissions, energy consumption or energy efficiency activities.

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

Plans for the future

MMSG will continue with its aim of delivering an outstanding education for students in the local community and to meet the increasing demand for places.

The school is working with both the Local Authority and the ESFA to implement a phased plan of capital investment and development of new facilities to meet the needs of students within the local community.

Covid 19 continues to impact on an operational and financial basis and the school continues to follow government advice and guidance.

Funds held as custodian trustee

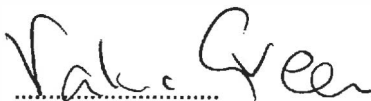
MMSG does not hold funds as custodian trustee on behalf of others.

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.

Trustees' report, incorporating a strategic report, approved by order of the Board of Trustees, as the company directors, on *16/12/2021*..... and signed on the Board's behalf by:



V A Green

Chair of Trustees

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

GOVERNANCE STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2021

Scope of responsibility

As Trustees we acknowledge we have overall responsibility for ensuring that Mayfield Grammar School, Gravesend 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 Headteacher as accounting officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and in accordance with the requirements and responsibilities assigned to it in the funding agreement between Mayfield Grammar School, Gravesend 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 3 times during the year. Attendance during the year at meetings of the Board of Trustees was as follows:

Trustees	Meetings attended	Out of possible
V A Green	3	3
M Fielder-White	3	3
D P Holton	2	3
D M Foulger	3	3
P K Patel	1	3
A E Sewell	3	3
D J Wesley	1	3
M Weston	1	3
R Wickens	3	3
E D Wilson	3	3

There have been no changes to the composition of the Board.

Governance reviews:

The Board of Trustees completed a governance review during the year which comprised a skills audit. Where gaps were identified plans were implemented to address these through Trustee training and recruitment.

The Finance and Premises Committee is a committee to which the main Board of Trustees has delegated responsibility. Its purpose is:

- Regular monitoring of actual income and expenditure
- Receive, consider and approve the allocation of the school's delegated budget
- Review the reports of the auditors on the effectiveness of the financial procedures and controls
- Fulfil the role of an Audit Committee

Attendance during the year at meetings of the Resources Committee was as follows:

Trustees	Meetings attended	Out of possible
V A Green	4	4
P K Patel	0	4
D P Holton (Chair)	4	4
D J Wesley	0	4
R D Wickens	3	4
E D Wilson	4	4

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

GOVERNANCE STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2021

Review of Value for Money

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

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

- Review and cost comparison of External Audit resulting in a change of auditor
- Review and renewal of photocopying lease ensuring best value
- Employment of IT apprentice utilising apprenticeship levy

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 Mayfield Grammar School, Gravesend for the year ended 31 August 2021 and up to the date of approval of the annual report and financial statements.

Capacity to handle risk

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

The risk and control framework

The Academy Trust's system of internal financial control is based on a framework of regular management information and administrative procedures including the segregation of duties and a system of delegation and accountability.

In particular it includes:

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

The board of Trustees has considered the need for a specific internal audit function and has decided:

- not to appoint an internal auditor. However the Trustees have made an appointment to review internal controls and perform additional checks
-

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

GOVERNANCE STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2021

The reviewer's role includes giving advice on financial matters and performing a range of checks on the academy trust's financial systems. In particular the checks carried out in the current period included:

- testing of payroll systems and salary information
- testing of purchasing systems
- checks on income collection processes
- testing of control account/ bank reconciliations

Review of effectiveness

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

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

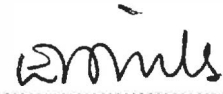
The Accounting Officer has been advised of the implications of the result of their review of the system of internal control by the Finance and Premises Committee and a plan to address weaknesses and ensure continuous improvement of the system is in place.

Approved by order of the members of the Board of Trustees on 16/12/2021 and signed on its behalf by:



V A Green

Chair of Trustees



E D Wilson

Accounting Officer

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

STATEMENT OF REGULARITY, PROPRIETY AND COMPLIANCE

FOR THE YEAR ENDED 31 AUGUST 2021

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

I confirm that I and the academy trust'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 Academies Financial Handbook 2020.

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



Mrs E Wilson
Accounting Officer

16/12/2021

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2021

The trustees (who are also the directors of Mayfield Grammar School, Gravesend for the purposes of company law) are responsible for preparing the trustees' report and the Financial Statements in accordance with the Academies Accounts Direction 2020 to 2021 published by the Education and Skills Funding Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

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

In preparing these Financial Statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 and the Academies Accounts Direction 2020 to 2021;
- 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 Financial Statements; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

The trustees are responsible for ensuring that in its conduct and operation the charitable company applies financial and other controls, which conform with the requirements both of propriety and of good financial management. They are also responsible for ensuring 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 Financial Statements may differ from legislation in other jurisdictions.

Approved by order of the members of the board of trustees on 16/12/2021 and signed on its behalf by:



Mrs V Green
Chair of Trustees

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MAYFIELD GRAMMAR SCHOOL, GRAVESEND

FOR THE YEAR ENDED 31 AUGUST 2021

Opinion

We have audited the Financial Statements of Mayfield Grammar School, Gravesend for the year ended 31 August 2021 which comprise the statement of financial activities, the balance sheet, the 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 2020 to 2021 issued by the Education and Skills Funding Agency.

In our opinion the Financial Statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 2020 to 2021.

Basis for opinion

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

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the 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 trustees are responsible for the other information, which comprises the information included in the annual report other than the Financial Statements and our auditor's report thereon. Our opinion on the Financial Statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the Financial Statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MAYFIELD GRAMMAR SCHOOL, GRAVESEND (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees are responsible for the preparation of the Financial Statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the Financial Statements

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

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

- Enquiry of management and those charged with governance around actual and potential litigation and claims.
 - Enquiry of management to identify any instances of non-compliance with laws and regulations.
 - Reviewing minutes of meetings of those charged with governance.
 - Reviewing internal assurance reports.
 - Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
 - Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business.
-

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

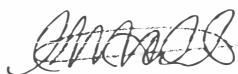
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MAYFIELD GRAMMAR SCHOOL, GRAVESEND (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

A further description of our responsibilities for the audit of the Financial Statements is located on the Financial Reporting Council's website at: <http://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.



Louise Hallsworth FCA (Senior Statutory Auditor)

For and on behalf of Baxter & Co

Chartered Certified Accountants

Lynwood House

Crofton Road

Orpington

Kent

BR6 8QE

Dated: 22 December 2021

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO MAYFIELD GRAMMAR SCHOOL, GRAVESEND AND THE EDUCATION AND SKILLS FUNDING AGENCY (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

In accordance with the terms of our engagement letter dated 10 June 2021 and further to the requirements of the Education and Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2020 to 2021, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by Mayfield Grammar School, Gravesend during the period 1 September 2020 to 31 August 2021 have been applied to the purposes identified by Parliament and the financial transactions conform to the authorities which govern them.

This report is made solely to Mayfield Grammar School, Gravesend and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to the Mayfield Grammar School, Gravesend 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 Mayfield Grammar School, Gravesend and ESFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of Mayfield Grammar School, Gravesend's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of Mayfield Grammar School, Gravesend's funding agreement with the Secretary of State for Education dated 1 February 2012 and the Academies Financial Handbook, extant from 1 September 2020, for ensuring that expenditure disbursed and income received is applied for the purposes intended by Parliament and the financial transactions conform to the authorities which govern them.

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

Approach

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

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

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

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO MAYFIELD GRAMMAR SCHOOL, GRAVESEND AND THE EDUCATION AND SKILLS FUNDING AGENCY (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

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:

- Review of payments to staff;
- Review of payments to suppliers and other third parties;
- Review of grant and other income streams;
- Review of some key financial control procedures;
- Discussions with finance staff;
- Consideration of the record maintained by the Accounting Officer of the oversight they have exercised;
- Consideration of the programme of internal scrutiny implemented by the Academy Trust in order to comply with its obligations under 3.1 of the Academies Financial Handbook 2020, issued by the ESFA.
- Consideration of compliance with the 'musts' in the Academies Financial Handbook.

Conclusion

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

Matter 1:

The monthly management accounts did not include a cashflow and balance sheet as required by the AFH s2.21. Additionally not all governors are receiving them six times per year.

Matter 2:

The ESFA had not been notified in advance of a related party transaction as per 2020 AFH s5.4. The transactions are of a low value.

Matter 3:

Throughout the year ended 31 August 2021, the academy trust operated without having in place a process for internal scrutiny as required by the ESFA's AFH.

Matter 4:

Two governors have not completed business and pecuniary declaration forms for the 2020/21 year and the published register of interest is not up to date and the term of office included is only current for one governor as per AFH 5.47.

Matter 5:

During the year the CFO invoiced the trust as an off-payroll arrangement. No ESFA approval was obtained for this arrangement as per AFH 1.36. We understand from the 1 September 2021 the CFO is to be employed by the trust.

Baxter & Co
Independent Reporting Accountants
Chartered Certified Accountants
Lynwood House
Crofton Road
Orpington
Kent
BR6 8QE

Dated: 22 December 2021

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2021

		Unrestricted funds	Restricted funds:		Total	Restated
	Notes	£'000	General £'000	Fixed asset £'000	2021 £'000	Total 2020 £'000
Income and endowments from:						
Donations and capital grants	3	-	-	275	275	804
Charitable activities:						
- Funding for educational operations	4	137	6,381	-	6,518	5,919
Other trading activities	5	5	9	-	14	34
Investments	6	-	-	-	-	3
Total		<u>142</u>	<u>6,390</u>	<u>275</u>	<u>6,807</u>	<u>6,760</u>
Expenditure on:						
Raising funds	7	-	-	-	-	2
Charitable activities:						
- Educational operations	8	136	6,411	297	6,844	6,031
Exceptional expenditure		-	92	-	92	16
Total	7	<u>136</u>	<u>6,503</u>	<u>297</u>	<u>6,936</u>	<u>6,049</u>
Net income/(expenditure)		6	(113)	(22)	(129)	711
Transfers between funds	19	-	(53)	53	-	-
Other recognised gains/(losses)						
Actuarial losses on defined benefit pension schemes	22	-	(49)	-	(49)	(118)
Net movement in funds		6	(215)	31	(178)	593
Reconciliation of funds						
Total funds brought forward		<u>19</u>	<u>(1,493)</u>	<u>12,136</u>	<u>10,662</u>	<u>10,069</u>
Total funds carried forward		<u>25</u>	<u>(1,708)</u>	<u>12,167</u>	<u>10,484</u>	<u>10,662</u>

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

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

FOR THE YEAR ENDED 31 AUGUST 2021

Comparative year information Year ended 31 August 2020	Notes	Unrestricted	Restricted funds:		Restated
		funds £'000	General £'000	Fixed asset £'000	Total 2020 £'000
Income and endowments from:					
Donations and capital grants	3	-	-	804	804
Charitable activities:					
- Funding for educational operations	4	-	5,919	-	5,919
Other trading activities	5	22	12	-	34
Investments	6	3	-	-	3
Total		<u>25</u>	<u>5,931</u>	<u>804</u>	<u>6,760</u>
Expenditure on:					
Raising funds	7	6	(4)	-	2
Charitable activities:					
- Educational operations	8	-	5,760	271	6,031
Exceptional expenditure		-	16	-	16
Total	7	<u>6</u>	<u>5,772</u>	<u>271</u>	<u>6,049</u>
Net income		19	159	533	711
Transfers between funds	19	-	(90)	90	-
Other recognised gains/(losses)					
Actuarial losses on defined benefit pension schemes	22	-	(118)	-	(118)
Net movement in funds		19	(49)	623	593
Reconciliation of funds					
Total funds brought forward		-	(1,444)	11,513	10,069
Total funds carried forward		<u>19</u>	<u>(1,493)</u>	<u>12,136</u>	<u>10,662</u>

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

BALANCE SHEET

AS AT 31 AUGUST 2021

		2021		2020	
	Notes	£'000	£'000	£'000	£'000
Fixed assets					
Tangible assets	12		12,080		12,168
Current assets					
Stocks	13	3		3	
Debtors	14	222		62	
Cash at bank and in hand		608		506	
		<u>833</u>		<u>571</u>	
Current liabilities					
Creditors: amounts falling due within one year	15	(393)		(270)	
Net current assets			<u>440</u>		<u>301</u>
Total assets less current liabilities			<u>12,520</u>		<u>12,469</u>
Creditors: amounts falling due after more than one year	16		(24)		(28)
Provisions for liabilities	17		-		(27)
Net assets before defined benefit pension scheme liability			<u>12,496</u>		<u>12,414</u>
Defined benefit pension scheme liability	22		(2,012)		(1,752)
Total net assets			<u>10,484</u>		<u>10,662</u>
Funds of the academy trust:					
Restricted funds	19				
- Fixed asset funds			12,167		12,136
- Restricted income funds			304		259
- Pension reserve			(2,012)		(1,752)
Total restricted funds			<u>10,459</u>		<u>10,643</u>
Unrestricted income funds	19		<u>25</u>		<u>19</u>
Total funds			<u>10,484</u>		<u>10,662</u>

The Financial Statements on pages 18 to 43 were approved by the trustees and authorised for issue on 16/12/2021 and are signed on their behalf by:



Mrs V Green
Chair of Trustees

Company Number 07900248

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2021

		2021		2020	
	Notes	£'000	£'000	£'000	£'000
Cash flows from operating activities					
Net cash provided by operating activities	23		40		287
Cash flows from investing activities					
Dividends, interest and rents from investments		-		3	
Capital grants from DfE Group		24		84	
Capital funding received from sponsors and others		251		720	
Purchase of tangible fixed assets		(209)		(1,126)	
Net cash provided by/(used in) investing activities			66		(319)
Cash flows from financing activities					
Repayment of long term loan		(4)		32	
Net cash (used In)/provided by financing activities			(4)		32
Net increase in cash and cash equivalents in the reporting period			102		-
Cash and cash equivalents at beginning of the year			506		506
Cash and cash equivalents at end of the year			608		506

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

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

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 Financial Statements and have concluded that the academy trust has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the academy trust's ability to continue as a going concern. Thus they continue to adopt the going concern basis of accounting in preparing the Financial Statements.

1.3 Income

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

Grants

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

General Annual Grant is recognised in full in the Statement of Financial Activities in the 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.

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.

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

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 Financial Statements 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.

1.4 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.

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.

1.5 Tangible fixed assets and depreciation

Assets costing £1,000 or more per item 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. Where tangible fixed assets have been acquired / funded by other income, the fixed asset fund is also credited. Depreciation on the relevant assets is charged directly to the restricted fixed asset fund in the Statement of Financial Activities.

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

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

Land and buildings	2% Straight line
Computer equipment	20% Straight line
Fixtures, fittings & equipment	10% Straight line
Motor vehicles	10% Straight line

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.

1.6 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.

1.7 Provisions

Provisions are recognised when the academy trust has an obligation at the reporting date as a result of a past event which it is probable will result in the transfer of economic benefits and the obligation can be estimated reliably.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.8 Leased assets

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

1.9 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.

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

1.10 Stock

Stock is valued at the lower of cost and net realisable value. Net realisable value is based on estimated selling price less further costs to completion and disposal. Provision is made for obsolete and slow moving stock.

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 and the liabilities 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.

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.

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

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 22, will impact the carrying amount of the pension liability. Furthermore, a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2019 has been used by the actuary in valuing the pensions liability at 31 August 2021. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

Critical areas of judgement

In preparing these Financial Statements, the trustees have not needed to exercise any subjective judgements that would be critical to the academy trust's Financial Statements.

3 Donations and capital grants

	Unrestricted funds £'000	Restricted funds £'000	Total 2021 £'000	Total 2020 £'000
Capital grants	-	24	24	84
Other donations	-	251	251	720
	<hr/>	<hr/>	<hr/>	<hr/>
	-	275	275	804
	<hr/>	<hr/>	<hr/>	<hr/>

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

4 Funding for the academy trust's educational operations

	Unrestricted funds £'000	Restricted funds £'000	Total 2021 £'000	Restated Total 2020 £'000
DfE / ESFA grants				
General annual grant (GAG)	-	5,625	5,625	5,157
Other DfE / ESFA grants:				
- Pupil premium	-	83	83	81
- Others	-	345	345	339
	<u>-</u>	<u>6,053</u>	<u>6,053</u>	<u>5,577</u>
Other government grants				
LA income	-	176	176	217
	<u>-</u>	<u>176</u>	<u>176</u>	<u>217</u>
COVID-19 additional funding (DfE / ESFA)				
Catch-up premium	-	75	75	-
	<u>-</u>	<u>75</u>	<u>75</u>	<u>-</u>
COVID-19 additional funding (non-DfE / ESFA)				
Other COVID-19 funding	-	40	40	-
	<u>-</u>	<u>40</u>	<u>40</u>	<u>-</u>
	<u>-</u>	<u>115</u>	<u>115</u>	<u>-</u>
Other funding				
Catering income	137	-	137	125
Other incoming resources	-	37	37	-
	<u>137</u>	<u>37</u>	<u>174</u>	<u>125</u>
Total funding	<u>137</u>	<u>6,381</u>	<u>6,518</u>	<u>5,919</u>

Following the reclassification in the Academies Accounts Direction 2020/21 of some grants received from the Department for Education and ESFA, the academy trust's funding for Universal Infant Free School Meals and Pupil Premium is no longer reported under the Other DfE group grants heading, but as separate lines under the Other DfE/ESFA grants heading. The prior year numbers have been reclassified.

The academy trust has been eligible to claim additional funding in the year from government support schemes in response to the Coronavirus outbreak. The funding received is shown above under "COVID-19 additional funding".

- The funding received for coronavirus exceptional support covers £40k of mass testing income and £75k of catch-up premium income. These costs are included in notes 7 and 8 below as appropriate.

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

5 Other trading activities

	Unrestricted funds £'000	Restricted funds £'000	Total 2021 £'000	Restated Total 2020 £'000
Hire of facilities	3	-	3	9
Income from facilities and services	2	5	7	25
Other income - revenue	-	4	4	-
	<u>5</u>	<u>9</u>	<u>14</u>	<u>34</u>

6 Investment income

	Unrestricted funds £'000	Restricted funds £'000	Total 2021 £'000	Total 2020 £'000
Short term deposits	-	-	-	3
	<u>-</u>	<u>-</u>	<u>-</u>	<u>3</u>

7 Expenditure

	Staff costs £'000	Non-pay expenditure		Total 2021 £'000	Restated Total 2020 £'000
		Premises £'000	Other £'000		
Expenditure on raising funds					
- Direct costs	-	-	-	-	2
Academy's educational operations					
- Direct costs	4,762	237	219	5,218	4,348
- Allocated support costs	897	354	375	1,626	1,683
Exceptional expenditure	-	-	92	92	16
	<u>5,659</u>	<u>591</u>	<u>686</u>	<u>6,936</u>	<u>6,049</u>

Net income/(expenditure) for the year includes:

	2021 £'000	2020 £'000
Fees payable to auditor for:		
- Audit	8	19
- Other services	6	6
Operating lease rentals	41	46
Depreciation of tangible fixed assets	297	271
Net interest on defined benefit pension liability	27	26
	<u>379</u>	<u>377</u>

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

7 Expenditure

Included within expenditure are the following transactions:

	2021
	£
Gifts made by the academy trust - total	<u>421</u>

Clarification - While the majority of disclosure in these accounts are rounded to £'000, disclosure of gifts made are not. The value of gifts made for the year was £421 (and not £421k).

8 Charitable activities

	Unrestricted funds	Restricted funds	Total	Restated Total
	£'000	£'000	2021	2020
			£'000	£'000
Direct costs				
Educational operations	137	5,081	5,218	4,348
Support costs				
Educational operations	-	1,626	1,626	1,683
	<u>137</u>	<u>6,707</u>	<u>6,844</u>	<u>6,031</u>

	2021	Restated
	£'000	2020
		£'000
Analysis of costs		
Direct costs		
Teaching and educational support staff costs	4,762	4,113
Staff development	12	25
Depreciation	237	-
Educational supplies and services	106	86
Examination fees	75	103
Educational consultancy	7	3
Other direct costs	19	18
	<u>5,218</u>	<u>4,348</u>

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

8 Charitable activities

Support costs

Support staff costs	713	682
Defined benefit pension scheme - staff costs (FRS102 adjustment)	184	134
Depreciation	60	271
Technology costs	93	67
Maintenance of premises and equipment	81	121
Cleaning	8	7
Energy costs	87	51
Rent, rates and other occupancy costs	92	(10)
Insurance	26	32
Security and transport	4	5
Catering	74	66
Defined benefit pension scheme - finance costs (FRS102 adjustment)	27	26
Legal costs	3	-
Other support costs	109	206
Governance costs	14	25
VAT Adjustment	51	-
	<u>1,626</u>	<u>1,683</u>

9 Staff

Staff costs

Staff costs during the year were:

	2021	2020
	£'000	£'000
Wages and salaries	4,129	3,660
Social security costs	392	351
Pension costs	855	764
Defined benefit pension scheme - staff costs (FRS102 adjustment)	184	134
	<u>5,560</u>	<u>4,909</u>
Staff costs - employees	5,560	4,909
Agency staff costs	99	20
	<u>5,659</u>	<u>4,929</u>

Staff numbers

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

	2021	2020
	Number	Number
Teachers	73	65
Administration and support	72	66
Management	7	5
	<u>152</u>	<u>136</u>

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

12 Tangible fixed assets

	Land and buildings	Computer equipment	Fixtures, fittings & equipment	Motor vehicles	Total
	£'000	£'000	£'000	£'000	£'000
Cost					
At 1 September 2020	13,530	216	420	15	14,181
Additions	168	22	19	-	209
At 31 August 2021	<u>13,698</u>	<u>238</u>	<u>439</u>	<u>15</u>	<u>14,390</u>
Depreciation					
At 1 September 2020	1,694	179	127	13	2,013
Charge for the year	236	15	44	2	297
At 31 August 2021	<u>1,930</u>	<u>194</u>	<u>171</u>	<u>15</u>	<u>2,310</u>
Net book value					
At 31 August 2021	<u>11,768</u>	<u>44</u>	<u>268</u>	<u>-</u>	<u>12,080</u>
At 31 August 2020	<u>11,836</u>	<u>37</u>	<u>293</u>	<u>2</u>	<u>12,168</u>

13 Stocks

	2021 £'000	2020 £'000
Books, uniform and catering stock	<u>3</u>	<u>3</u>

14 Debtors

	2021 £'000	2020 £'000
Trade debtors	2	24
VAT recoverable	22	-
Other debtors	147	4
Prepayments and accrued income	51	34
	<u>222</u>	<u>62</u>

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

15	Creditors: amounts falling due within one year	2021		2020
		£'000		£'000
	Government loans	4		4
	Trade creditors	144		4
	Other taxation and social security	113		130
	Other creditors	103		99
	Accruals and deferred income	29		33
		<u>393</u>		<u>270</u>
16	Creditors: amounts falling due after more than one year	2021		2020
		£'000		£'000
	Government loans	<u>24</u>		<u>28</u>
	Analysis of loans	2021		2020
		£'000		£'000
	Not wholly repayable within five years by instalments	8		12
	Wholly repayable within five years	20		20
		<u>28</u>		<u>32</u>
	Less: included in current liabilities	(4)		(4)
		<u>24</u>		<u>28</u>
	Loan maturity			
	Debt due in one year or less	4		4
	Due in more than one year but not more than two years	4		4
	Due in more than two years but not more than five years	12		12
	Due in more than five years	8		12
		<u>28</u>		<u>32</u>

17 Provisions for liabilities

At 31 August 2021, there were retentions payable in respect of construction contracts that were provided for of £nil (2020: £27k).

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

18 Deferred income

	2021	2020
	£'000	£'000
Deferred income is included within:		
Creditors due within one year	14	20
	<u>14</u>	<u>20</u>
Deferred income at 1 September 2020	20	12
Released from previous years	(20)	(12)
Resources deferred in the year	14	20
	<u>14</u>	<u>20</u>
Deferred income at 31 August 2021	14	20

Deferred income comprises of rates grant funding of £14k (2020: £14k) and other income of £nil (2020: £6k).

19 Funds

	Balance at			Gains,	Balance at
	1 September	Income	Expenditure	losses and	31 August
	2020	£'000	£'000	transfers	2021
	£'000		£'000	£'000	£'000
Restricted general funds					
General Annual Grant (GAG)	259	5,625	(5,532)	(48)	304
Pupil premium	-	83	(83)	-	-
Other DfE / ESFA grants	-	345	(345)	-	-
Catch up premium	-	75	(70)	(5)	-
Other government grants	-	176	(176)	-	-
Other COVID-19 funding	-	40	(40)	-	-
Other restricted funds	-	46	(46)	-	-
Pension reserve	(1,752)	-	(211)	(49)	(2,012)
	<u>(1,493)</u>	<u>6,390</u>	<u>(6,503)</u>	<u>(102)</u>	<u>(1,708)</u>
Restricted fixed asset funds					
NBV of fixed assets	12,167	-	(297)	325	12,195
DfE group capital grants	-	24	-	(24)	-
Local authority capital	-	251	-	(251)	-
Salix Loan	(31)	-	-	3	(28)
	<u>12,136</u>	<u>275</u>	<u>(297)</u>	<u>53</u>	<u>12,167</u>
Total restricted funds	10,643	6,665	(6,800)	(49)	10,459
Unrestricted funds					
General funds	19	142	(136)	-	25
	<u>19</u>	<u>142</u>	<u>(136)</u>	<u>-</u>	<u>25</u>
Total funds	10,662	6,807	(6,936)	(49)	10,484

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

19 Funds

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

The Restricted General Funds are used to fund the general operating costs of the Trust.

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 2021.

The Restricted LGPS Fund represents the Academy's share of the LGPS Pension Fund deficit.

The Restricted Fixed Asset Fund represents the net book value of fixed assets of £12,080k (2020: £12,168k) plus the unspent element of Capital funds of £118k (2020: £1k), plus the Salix loan element of £(28)k (2020: £(31)k). When assets are purchased the fund is increased and depreciation charges reduce the fund.

Unrestricted Funds represent balances held at period end that can be applied at the discretion of the Governors, to support any of the Academy's charitable purposes.

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

	Balance at 1 September 2019 £'000	Income £'000	Expenditure £'000	Gains, losses and transfers £'000	Balance at 31 August 2020 £'000
Restricted general funds					
General Annual Grant (GAG)	30	5,157	(4,838)	(90)	259
Pupil premium	-	81	(81)	-	-
Other DfE / ESFA grants	-	339	(339)	-	-
Other government grants	-	217	(217)	-	-
Other restricted funds	-	137	(137)	-	-
Pension reserve	(1,474)	-	(160)	(118)	(1,752)
	<u>(1,444)</u>	<u>5,931</u>	<u>(5,772)</u>	<u>(208)</u>	<u>(1,493)</u>
Restricted fixed asset funds					
NBV of fixed assets	11,312	-	(271)	1,126	12,167
DfE group capital grants	232	84	-	(316)	-
Local authority capital	-	720	-	(720)	-
Salix Loan	(31)	-	-	-	(31)
	<u>11,513</u>	<u>804</u>	<u>(271)</u>	<u>90</u>	<u>12,136</u>
Total restricted funds	<u>10,069</u>	<u>6,735</u>	<u>(6,043)</u>	<u>(118)</u>	<u>10,643</u>
Unrestricted funds					
General funds	-	25	(6)	-	19
Total funds	<u>10,069</u>	<u>6,760</u>	<u>(6,049)</u>	<u>(118)</u>	<u>10,662</u>

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

20 Connected Charity

The Academy Trust is connected to the following registered charity, being:

- Mayfield Grammar School (charity number 1007778)

Although this charity has a Trustee who is also a trustee of the Academy Trust, the charity is not consolidated into these financial statements on the basis they are not controlled by the Academy Trust. The charity perform fund raising for the benefit of the Academy Trust.

The results of these charities (based upon the most recent published accounts) are as follows:

- Mayfield Grammar School (31 August 2020)- Income £192k and expenditure £183k.

During the year income of £53,917 was received from the charity.

21 Analysis of net assets between funds

	Unrestricted Funds £'000	Restricted funds: General Fixed asset £'000 £'000		Total Funds £'000
Fund balances at 31 August 2021 are represented by:				
Tangible fixed assets	-	-	12,080	12,080
Current assets	21	697	115	833
Creditors falling due within one year	4	(393)	(4)	(393)
Creditors falling due after one year	-	-	(24)	(24)
Defined benefit pension liability	-	(2,012)	-	(2,012)
Total net assets	25	(1,708)	12,167	10,484

	Unrestricted Funds £'000	Restricted funds: General Fixed asset £'000 £'000		Total Funds £'000
Fund balances at 31 August 2020 are represented by:				
Tangible fixed assets	-	-	12,168	12,168
Current assets	316	259	(4)	571
Creditors falling due within one year	(242)	-	(28)	(270)
Creditors falling due after one year	(28)	-	-	(28)
Provisions for liabilities	(27)	-	-	(27)
Defined benefit pension liability	-	(1,752)	-	(1,752)
Total net assets	19	(1,493)	12,136	10,662

MAYFIELD GRAMMAR SCHOOL, GRAVESEND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

22 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 Kent County Council. Both are multi-employer defined benefit schemes.

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

Contributions amounting to £78k were payable to the schemes at 31 August 2021 (2020: £81k) and are included within creditors.

Teachers' Pension Scheme

Introduction

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

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

Valuation of the Teachers' Pension Scheme

The Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TPS in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 published by HM Treasury every 4 years. The aim of the review is to specify the level of future contributions. Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. The latest actuarial valuation of the TPS was carried out as at 31 March 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% employer 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. The assumed real rate of return is 2.4% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.2%. The assumed nominal rate of return including earnings growth is 4.45%.

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

The employer's pension costs paid to the TPS in the period amounted to £726k (2020: £646k).

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.

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

22 Pension and similar obligations

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 22.5% 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 Trust 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	2021	2020
	£'000	£'000
Employer's contributions	131	119
Employees' contributions	37	34
	<hr/>	<hr/>
Total contributions	168	153
	<hr/>	<hr/>

Principal actuarial assumptions	2021	2020
	%	%
Rate of increase in salaries	3.90	3.30
Rate of increase for pensions in payment/inflation	2.90	2.30
Discount rate for scheme liabilities	1.65	1.60
CPI inflation	2.90	2.30
RPI inflation	3.25	3.10
	<hr/>	<hr/>

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

	2021	2020
	Years	Years
Retiring today		
- Males	21.60	21.80
- Females	23.60	23.80
Retiring in 20 years		
- Males	22.90	23.20
- Females	25.10	25.20
	<hr/>	<hr/>

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

22 Pension and similar obligations

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

	2021	2020
	£'000	£'000
Discount rate + 0.1%	4,818	4,063
Discount rate - 0.1%	5,022	4,235
Life expectancy + 1 year	5,123	4,308
Life expectancy - 1 year	4,723	3,994
Salary rate + 0.1%	4,925	4,153
Salary rate - 0.1%	4,913	4,143
Pensions rate + 0.1%	5,015	4,229
Pensions rate - 0.1%	4,825	4,069

Defined benefit pension scheme net liability	2021	2020
	£'000	£'000
Scheme assets	2,907	2,396
Scheme obligations	(4,919)	(4,148)
Net liability	(2,012)	(1,752)

The academy trust's share of the assets in the scheme	2021	2020
	Fair value	Fair value
	£'000	£'000
Equities	1,903	1,553
Bonds	404	309
Gilts	16	16
Cash	83	73
Property	299	263
Other assets	202	182
Total market value of assets	2,907	2,396

The actual return on scheme assets was £355,000 (2020: £160,000).

Amount recognised in the statement of financial activities	2021	2020
	£'000	£'000
Current service cost	313	252
Interest income	(40)	(40)
Interest cost	67	66
Administration expenses	2	1
Total operating charge	342	279

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

22 Pension and similar obligations

Changes in the present value of defined benefit obligations	2021
	£'000
At 1 September 2020	4,148
Current service cost	313
Interest cost	67
Employee contributions	37
Actuarial loss	364
Benefits paid	(10)
	<hr/>
At 31 August 2021	4,919

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

	2021
	£'000
At 1 September 2020	2,396
Interest income	40
Actuarial gain	315
Employer contributions	131
Employee contributions	37
Benefits paid	(10)
Administration expenses	(2)
	<hr/>
At 31 August 2021	2,907

23 Reconciliation of net (expenditure)/income to net cash flow from operating activities

	2021	2020
	£'000	£'000
Net (expenditure)/income for the reporting period (as per the statement of financial activities)	(129)	711
Adjusted for:		
Capital grants from DfE and other capital income	(275)	(804)
Investment income receivable	-	(3)
Defined benefit pension costs less contributions payable	184	134
Defined benefit pension scheme finance cost	27	26
Depreciation of tangible fixed assets	297	270
(Increase)/decrease in debtors	(160)	29
Increase/(decrease) in creditors	123	(103)
(Decrease)/increase in provisions	(27)	27
	<hr/>	<hr/>
Net cash provided by operating activities	40	287

MAYFIELD GRAMMAR SCHOOL, GRAVESEND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

24 Analysis of changes in net funds

	1 September 2020 £'000	Cash flows £'000	31 August 2021 £'000
Cash	506	102	608
Loans falling due within one year	(4)	-	(4)
Loans falling due after more than one year	(28)	4	(24)
	<u>474</u>	<u>106</u>	<u>580</u>

25 Long-term commitments, including operating leases

At 31 August 2021 the total of the academy trust's future minimum lease payments under non-cancellable operating leases was:

	2021 £'000	2020 £'000
Amounts due within one year	33	43
Amounts due in two and five years	63	31
Amounts due after five years	3	-
	<u>99</u>	<u>74</u>

26 Capital commitments

	2021 £'000	2020 £'000
Expenditure contracted for but not provided in the Financial Statements	6,535	6,535

The capital commitment for both periods relates to building works contracted which is being managed and fully funded by KCC.