

Company Registration Number: 10034289 (England & Wales)

Everychild Trust

(A company limited by guarantee)

Annual report and financial statements

For the year ended 31 August 2022

Everychild Trust
(A company limited by guarantee)

Contents

	Page
Reference and administrative details	1 - 2
Trustees' report	3 - 12
Governance statement	13 - 16
Statement on regularity, propriety and compliance	17
Statement of trustees' responsibilities	18
Independent auditors' report on the financial statements	19 - 23
Independent reporting accountant's report on regularity	24 - 25
Statement of financial activities incorporating income and expenditure account	26
Balance sheet	27
Statement of cash flows	28
Notes to the financial statements	29 - 54

Everychild Trust
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS

Members	S Ashkuri (co-Chair) N Jordan (co-Chair) R Stephen N Clark
Trustees	J Adams, Chair ^{1,2,3} A Russell (resigned 15 November 2021) ^{1,3} P Machell (appointed 23 February 2022) J Constable ^{1,3} C Matthews ^{1,2} J Abdool (resigned 2 December 2021) ^{1,3} E Manton (resigned 21 October 2022) ^{1,2} S Lawrence ^{1,2} ¹ Board of Trustees ² Operations Committee ³ Education Committee
Company registered number	10034289
Company name	Everychild Trust
Principal and registered office	Everychild Trust Hatchlands Road Redhill Surrey RH1 6AT
Company secretary	S Wathsala (appointed 1 November 2022)
Chief executive officer	P Machell
Chief finance officer	A Russell (appointed 1 September 2022)
Senior management team	M Anderson, Headteacher M Richards, Headteacher R Bates, Deputy Headteacher D Jackson, Assistant Headteacher P Machell, CEO & Accounting Officer L Bateman, Deputy Headteacher
Independent auditors	Kreston Reeves LLP Statutory Auditor Chartered Accountants 37 St Margaret's Street Canterbury Kent CT1 2TU
Bankers	Lloyds Bank plc 25 Gresham Street London EC2V 7HN

Everychild Trust
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS (continued)
For the year ended 31 August 2022

Solicitors	Winckworth Sherwood Minerva House 5 Montague Close London SE1 9BB
-------------------	---

Everychild Trust

(A company limited by guarantee)

Trustees' report

For the year ended 31 August 2022

The Trustees present their annual report together with the financial statements and auditors' 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 under company law.

The trust operates two schools for pupils aged 3 to 11 years of age serving catchment areas in South Reigate and Redhill, Surrey. Sandcross Primary School has a pupil capacity of 720 with a roll of 679 including 25 children in the Nursery and Hatchlands Primary School is a growing Free School which opened in 2018 with a capacity for 420 children and a roll of 180 in year groups Reception, Year 1 and 2 at the October 2021 census. In addition to the schools, the Trust opened a new nursery, Leaps with a roll of 42 in October 2021.

Structure, governance and management

a. Constitution

The Academy Trust is a charitable company limited by guarantee and an exempt charity. The charitable company's memorandum and articles of association are the primary governing documents of the academy trust. The Trustees of Everychild Trust are also the directors of the charitable company for the purposes of company law. The charitable company operates as Everychild Trust.

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

b. Members' liability

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

c. Trustees' indemnities

Everychild 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 Governors and Officers from claims arising from negligent acts, errors or omissions occurring whilst on school business and provides cover up to £10,000,000. It is not possible to quantify the Governors' and Officers' indemnity element from the overall cost of the RPA scheme.

Everychild Trust

(A company limited by guarantee)

Trustees' report (continued)

For the year ended 31 August 2022

Structure, governance and management (continued)

d. Method of recruitment and appointment or election of Trustees

It is important that the Everychild Trust have the right people on the Trust Board. In order to capitalise on people's expertise and experience the Board needs the right mix of skills in order to perform as a highly effective board of trustees.

Skills Audit:

Annually, or at the point of any Trustee leaving, each Trustee will complete a skills audit to identify any skills gaps that exist in the Board. The outcome of these audits will be utilised to create targeted recruitment of new Trustees.

Application:

Prospective trustees are asked to complete an application form where they are asked to highlight their skills and experience which they believe will be valuable to the Trust.

Each prospective trustee is asked to submit a current Curriculum Vitae (CV) to the Clerk. The Clerk will seek references, and providing they are satisfactory, will then submit details of the interested applicant to the Trust Board who will then approve the application.

Interview:

Each prospective trustee will be asked to attend an informal interview with a group of trustees and/or members to ensure that all their questions are answered, their skills are relevant and support the mix of skills on the Board which is most likely to bring about greater effectiveness.

Notification:

Each prospective candidate will hear within 5 days whether they will be recommended as a Trustee to the full Trust Board and Members.

Ratification:

Each new Trustee is ratified by the full Board of Trustees at the next meeting.

e. Organisational structure

The Trust Scheme of Delegation is a comprehensive document which clearly states the responsibilities at each level including who is responsible for instigating and actioning of policies and procedures. The Board of Trustees operate with two committees, Operations Committee and Education Committee. Each operates within its relevant terms of reference which are annually approved by the full Board of Trustees.

At the level of each school, the Local Committee Members (Governors) are responsible for setting general policy, adopting an annual plan and budget, monitoring the academy by the use of budgets and making decisions about the direction of the school, capital expenditure and senior staff appointments with the exception of the Headteacher.

The schools' Senior Leadership Teams are made up of the CEO, Headteachers, Deputy Headteacher and Assistant Headteacher(s). The Senior Leadership Team control their academy at an executive level implementing the policies laid down by the local committee and Trust and reporting back to them. As a group they are responsible for the authorisation of expenditure within the agreed budgets and the appointment of staff, although appointment boards for posts in the Senior Leadership Team of Deputy and Assistant Headteacher will always include at least one local committee member. Headteacher appointments will include Trustees and the Local Committee Chair.

The Trust consists of two schools and a separate nursery. With effect from 1st February 2021, the Trust changed its structure to consist of a part time Director of Education (this role will expand as the Trust grows) and a part time interim CEO who has been appointed Accounting Officer for the Trust.

Everychild Trust
(A company limited by guarantee)

Trustees' report (continued)
For the year ended 31 August 2022

Structure, governance and management (continued)

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

All staff on the Senior Leadership Team are on defined pay scales with a lower and upper limit. The pay scales are taken from the School Teachers' Pay and Conditions document. The Headteacher will make recommendations for any pay progression to the Pay Committee, who are elected annually and consist of representation from within the Local Committee members and Chair of the Local committee. The recommendations are based on the annual performance management process. Similarly, a separate Headteacher Pay Committee, which will consist of the Chair of the Local Committee, annually elected member and the Director of Education and will consider any pay progression for the Headteacher of each school based on their annual performance review.

g. Trade union facility time

Relevant union officials

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

Percentage of time spent on facility time

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

Percentage of pay bill spent on facility time £

Total cost of facility time -
Total pay bill **4,329,103**
Percentage of total pay bill spent on facility time - %

Paid trade union activities

Time spent on paid trade union activities as a percentage of total paid facility time - %
hours

h. Related parties and other connected charities and organisations

The Trust is working in collaboration with other local maintained schools, Academies, Charities and Trusts. There have been collaborative activities and purchasing economies of scale achieved. These include:

1. Data Protection Officer (DPO) service, business operations support and HR restructuring support provided at minimum cost to local maintained schools that could otherwise not afford this level of service.
2. Shared Director of Education with another small MAT to improve pupil outcomes.
3. Moderation takes place with other local maintained schools and academies.
4. Re purposed laptop distribution to another small MAT for the benefit of children who do not have access to any devices.
5. Procurement of education support services

Everychild Trust

(A company limited by guarantee)

Trustees' report (continued)

For the year ended 31 August 2022

Objectives and activities

The Trust's object is to advance for the public benefit education in the United Kingdom, in particular and without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing academies, which shall offer a broad and balanced curriculum, as noted below under the objects and aims heading below.

a. Objects and aims

Everychild Trust has agreed five strategic aims:

The quality of the education we provide;
the behaviour and safety of our children;
the quality of our leadership;
The quality of our governance;
the sustainability of our Trust.

As part of ensuring highly effective governance, Everychild Trust has established sub-committees to advise on matters relating to curriculum and operations in conjunction with the Local Committees.

- develop ambitious and empowered teaching teams that provide a broad and balanced curriculum that inspires, engages and is accessible to every child;
- ensure every child in our schools are safe and happy through a consistent and vigilant approach to Safeguarding;
- develop all middle and senior leaders to drive standards of classroom teaching so that all teaching is judged good or better for every child;
- embed a culture where self-evaluation is used by those in governance to ensure opportunities to reflect, review, train and develop their skills and experience for the benefit of every child;
- explore opportunities to sustainably grow the educational reach and financial stability of the trust;
- Regularly review our Framework to ensure it remains fit for purpose.

b. Objectives, strategies and activities

The principal object and activity of the Trust is to provide an excellent education for pupils of all abilities between the ages of 2.5 and 11.

The Trust have undertaken targeted recruitment to ensure a highly skilled, appropriately balanced Board of Trustees to support the objectives and aims of the Trust over the coming year. In addition to this, the Board have appointed a part time Director of Education to oversee the quality of teaching and learning within our schools and to work alongside the interim CEO who has been appointed as Accounting Officer.

To further support this objective the Trust have undertaken robust recruitment to ensure both of our schools and nursery have the best possible Headteachers, Nursery Manager, Teachers and Support Staff. The Local Committees have undergone skills audits which have resulted in appropriate training being delivered. Targeted recruitment has also taken place to further strengthen the Local Committees.

In accordance with the Articles of Association the schools have adopted a 'Scheme of Governance' approved by the Secretary of State for Education. The Scheme of Governance specifies, among other things, the basis for admitting students to the school, and that the curriculum should comply with the substance of the National Curriculum.

Everychild Trust
(A company limited by guarantee)

Trustees' report (continued)
For the year ended 31 August 2022

Objectives and activities (continued)

The main objectives are:

- To provide a safe learning environment for every pupil.
- To provide facilities and opportunities to all pupils to stimulate creativity and learning and enable every child to achieve.
- To provide a broad and challenging curriculum focused on Key stages 1 and 2.
- To enable all children to achieve their individual potential regardless of ability or background.
- To develop broad based enterprise skills and encourage all children to become independent, active, citizens who contribute positively to the community in which they live.

c. Public benefit

The Trustees have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers and duties.

Strategic report

Achievements and performance

a. Key performance indicators

This year has been the first year since 2019 where statutory assessments took place. There is now unvalidated school data for the academic year, which are the Trust's main key performance indicators.

Schools have continued internal assessments and progress reporting which has been presented as "The Headteacher Report", which in turn has been scrutinised by Local Committees and is the basis for the Education Committee report – "The Trustee Report". A link Trustee with educational experience has continued to meet the Director of Education to scrutinise data and provide support and challenge in more depth, which is then reported to the Trust Board.

School by school – KS2 simplified table with 2022 national data added

As Hatchlands hasn't yet grown to Year 6, there is only KS2 data for Sandcross.

Sandcross – Y6 121 pupils (0.83% each)

Subject	Pupils at or above expected standard			
	2019		2022	
	School	National	School	National
RWM Comb	66%	65%	53%	59%
Reading	78%	73%	74%	74%
Writing	80%	78%	70%	69%
Maths	84%	79%	65%	71%
GPS	83%	78%	65%	72%

Sandcross reading and writing scores are in line with national averages for 2022 and below national average in GPS and maths. Writing, GPS and maths scores are significantly lower in comparison to school 2019 results. This is not surprising given the impact of the pandemic, alongside inevitable differences between cohorts.

Everychild Trust
(A company limited by guarantee)

Trustees' report (continued)
For the year ended 31 August 2022

Strategic report (continued)

Achievements and performance (continued)

School by school – KS1 simplified table with 2022 national data added

Hatchlands

Subject	Pupils at or above expected standard			
	2019		2022	
	School	National	School	National
Phonics Y1	N/A	82%	69%	75%
Reading	N/A	75%	54%	67%
Writing	N/A	69%	30%	58%
Maths	N/A	76%	46%	68%

Hatchlands Commentary:

There was a significant difference between the school's results and the national results. The Year 2 cohort in particular was badly affected by staffing changes and long term absences throughout the academic year.

The phonics Year 1 results were in line with the target and 6% lower than the national result. This shows impact of the "read, write inc" (RWI) approach that was only properly introduced in the Spring term.

Sandcross

Subject	Pupils at or above expected standard			
	2019		2022	
	School	National	School	National
Phonics Y1	86%	82%	82%	75%
Reading	74%	75%	68%	67%
Writing	79%	69%	54%	58%
Maths	77%	76%	59%	68%

Sandcross Commentary:

Year 1 phonics scores have remained in line with the 2019 national average and are higher than the 2022 national average. This shows impact of the RWI approach that has been implemented for over 2 years.

Key Stage 1 results are lower than the national scores in writing and maths. The results indicate a national picture of greater decline than that seen in Key Stage 2. The leadership team were not surprised by the maths results and have added this as a key focus in their School Improvement Plan this year.

Trust Commentary:

It is worth noting that Fischer Family Trust, an education data, literacy and research charity have said the following about Key Stage 1 results this year:

"Pupils in Year 2 this year have had the whole of Key Stage 1 disrupted by COVID. Given that context, it is unsurprising that their attainment was lower compared to previous cohorts, at least in the 600 schools that have shared data with FFT. Perhaps in retrospect the differences aren't as large as might have been feared.

This cohort will be assessed at the end of Key Stage 2 in 2026. Assuming that the patterns in Key Stage 1 results hold in the national data when it is published, the government's target that 90% of pupils will achieve the expected standard in reading, writing and maths by 2030 now seems even further way.'

Everychild Trust
(A company limited by guarantee)

Trustees' report (continued)
For the year ended 31 August 2022

Strategic report (continued)

Achievements and performance (continued)

b. Improving educational outcomes

Sandcross continued to embed their curriculum and leadership in the reporting period. This progress was noted in the Ofsted inspection which took place in November 2021 with the outcome being that the school “continues to be a good school”.

It was also noted by the Inspection team:

“Trustees and members of the local governance committee are astute and dedicated guardians of the schools values. Governors and Trust Members know the school well and guide the Headteacher and his team with wisdom and integrity.”

“Parents value the Headteacher’s passionate and committed leadership”.

“Staff set high standards for what they teach and expect children to do their best in lessons”

Hatchlands focused their School Improvement priorities on safeguarding, early reading and leadership development. Safeguarding procedures were refined and staff training particularly around context and culture strengthened the approach to safeguarding further. The addition of a Deputy Head into the leadership structured as a result of the growing school strengthened leadership capacity and provided much needed class cover due to significant Covid absences. The early reading focus was launched properly in the Spring term and contributed to better than expected phonics results in Year 1. It is expected that phonics and reading will both benefit from a full cycle of the new reading programme in the next academic year.

The schools continue to have their specific development priorities, the common theme for academic year 2022/2023 is supporting disadvantaged children where the gap in achievement has risen in comparison to their non-disadvantaged peers, as is the case nationally.

c. 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 they continue 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 accounting policies.

Everychild Trust
(A company limited by guarantee)

Trustees' report (continued)
For the year ended 31 August 2022

Strategic report (continued)

Financial review

The Trust income and expenditure for the period is set out in the Statement of Financial Activities.

The Trust income across all funds for the year was £17,232k and its expenditure was £6,040k.

Income and expenditure is separately disclosed by type of fund, as follows:

1. Unrestricted - Total funds carried forward: £2,256k. There were incoming resources during the period of £71k (2021 £10k).
2. Restricted income - Total deficit carried forward of £2,069k including a deficit on the Local Government Pension Scheme (LGPS) of £507k. This is the main fund through which school income and expenditure passes. These funds must be spent for the benefit of a particular aspect of the school and at the discretion of the Governors.
3. Restricted fixed asset - Total funds carried forward: £20,915k. This fund relates to the school's fixed assets, including its land and buildings.

a. Reserves policy

Cash balances are deposited with UK banks.

The Trustees review the reserve levels of the Trust annually. This review encompasses the nature of income and expenditure streams, the need to match income with commitments and the nature of reserves.

The Trustees have determined that the appropriate level of free reserves should be equivalent to 60 days of average expenditure. This is to provide sufficient working capital to cover delays between spending and the receipt of grants and to provide the ability to deal with unexpected emergencies such as urgent maintenance. Relevant reserves are net current assets for this purpose and approximate to £694k, about 68 days' expenditure.

The Trust current level of free reserves (being the income funds that are freely available for general purposes, which under the SORP, would generally be unrestricted funds) is £153k. In view of the future possible revenue deficits the Trustees are taking steps to ensure that the relevant reserves fall no further. The Trustees and Governors are reviewing the schools budgets for this and future periods.

Everychild Trust

(A company limited by guarantee)

Trustees' report (continued)

For the year ended 31 August 2022

b. Investment policy

Investment risk will be managed through asset class selection and diversification to ensure that security of deposits takes precedence over revenue maximisation. For selection, assets will only be considered with banking institutions which have credit ratings assessed by Fitch and or Moody to show good credit quality.

To manage the risk of default, deposits should be spread by banking institution and be subject to a maximum exposure of £500,000 with any PRA authorised institution by the Bank of England (refer to Financial Conduct Authority (FCA). Whilst this exceeds the protection limit of £85,000 provided by the FCA it is accepted that it is not always practicable to find a sufficient number of investments of this size that meet the prudent criteria outlined in this policy.

Decisions on how much to invest and how long to invest for, will be based on operational requirements with a sufficient balance being held in the current account so that the financial commitments can always be met without the bank account going overdrawn. The size of the balance will be determined by a forecast of future need and kept under review.

Investments for a fixed term should not normally exceed one year in order to provide flexibility for the following year's plans, unless a clear rationale is provided for exceeding one year to the benefit of the Trust. The Trust annually review the Investment Policy and has authorised signatories, two of which are required to sign instructions to the deposit taking institution.

c. Principal risks and uncertainties

The Trustees have assessed the major risks to which the Trust is exposed, in particular those relating to a continual fall in pupil numbers in the area. Sandcross School has received a Good Ofsted outcome during this financial year. Hatchlands School is due Ofsted. The Trustees have continued to explore options for growth in light of the White Paper.

Fundraising

The Trust seeks to increase its financial resources by activities of the parents teachers association, hire of facilities, occasional sales of goods and seeking donations. The Trust has entered into Service Level Agreements (SLA) with schools, academies and MATs within the local community, across county and London. The SLAs have provided consultancy and specialist services which some schools/academies may not have otherwise been able to procure and strengthened collaboration between Everychild Trust and other MATs. The Trust submitted a bid for CIF funding this year which was unfortunately rejected.

Plans for future periods

The Trust has continued to work closely with the Regional Commissioners Officers and have employed the services of an external consultancy agency to support them with their exploration of growth options for the future. The Trustees have identified a similar size MAT which we have had a close collaboration and working relationship with over the past three years as being a suitable option to explore a possible merger. The consultation for this proposal will commence in September 2022 and it is hoped a successful outcome will provide a sustainable and viable option for the future for both organisations.

Disclosure of information to auditors

Insofar as the Trustees are aware:

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

Everychild Trust
(A company limited by guarantee)

Trustees' report (continued)
For the year ended 31 August 2022

Auditors

The auditors, Kreston Reeves LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

The Trustees' report, incorporating a strategic report, was approved by order of the Board of Trustees, as the company directors, on 29 November 2022 and signed on its behalf by:

A handwritten signature in black ink, appearing to be 'J Adams', with a long horizontal flourish extending to the right.

J Adams
Chair of Trustees

Everychild Trust
(A company limited by guarantee)

Governance Statement

Scope of responsibility

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

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

The Board of Trustees has delegated the day-to-day responsibility to the CEO, as accounting officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and in accordance with the requirements and responsibilities assigned to it in the funding agreement between Everychild 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 10 times during the Year.

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

Trustee	Meetings attended	Out of a possible
J Adams, Chair	10	10
J Constable	9	9
P Machell (appointed 23 February 2022)	5	5
C Matthews	8	9
J Abdool (resigned 2 December 2021)	2	2
E Manton (resigned 21 October 2022)	6	9
S Lawrence	8	9
A Russell (resigned 15 November 2021)	0	0

The Trust Board operates 2 sub-committees, Operations Committee and Education Committee.

The Operations Committee has a focus on finance, premises, health and safety, HR and internal scrutiny. This committee also absorbs the Audit Committee. The Committee Chair is a chartered accountant with the benefit of many years' school governance experience. In attendance supporting the Committee is the Director of Operations and Accounting Officer for the Trust.

The Education Committee has a focus on teaching and learning. The Committee Chair has over 35 years experience in education, including 16 years' experience in headship, as well as experience as an Education Adviser for the Regional commissioner for South London and the South East. In attendance supporting the Committee is the Director of Education.

Both sub-committees have Terms of Reference and report back to the full Board of Trustees. The Local Committee for each school are required to report into these sub-committees in line with the Trust's Governance Plan and Scheme of Delegation.

NOTE: To ensure all Trustees were fully appraised of the impact of Covid on our children, families and staff and taking the reduced number of Trustees at points during the past year into consideration, it was felt appropriate to combine all committees back into the full Board. Therefore, there were a lower number than usual of Education and Operations Committee meetings and an increased number of full Trust Board meetings.

Everychild Trust

(A company limited by guarantee)

Governance Statement (continued)

Governance (continued)

Covid-19 has continued to provide many challenges but we are slowly seeing a return to a more stable environment and were delighted when Trustees had the opportunity to visit all of our locations to meet staff and children. Trustees are proud that our schools have continued to support our children and families during these difficult times with all children having access to a Chromebook to take home during periods of closure and maintaining excellent online learning, when needed. The Trust secured funding from the Local Authority for our most vulnerable families in the form of fuel vouchers which can be obtained immediately by those eligible ensuring everyone can access heating and cooking facilities.

Attendance at Education Committee meetings in the year was as follows:

Trustee	Meetings attended	Out of a possible
J Adams	0	1
A Russell (resigned 15 November 2021)	0	1
J Constable	1	1
J Abdool	1	1

Attendance at the Operations Committee meetings in the year was as follows:

Trustee	Meetings attended	Out of a possible
C Matthews (Chair)	1	1
J Adams	1	1
S Lawrence	1	1

Review of value for money

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

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

- Tender exercises are regularly undertaken to ensure that high value contracts are assessed against the marketplace on a regular basis to ensure that long term contracts remain competitive and excellent value or money.
- Investment into staff well-being services and mental health awareness training to support our staff.
- Sharing of staff expertise across our schools for premises, cleaning and Early Years provision.
- Benchmarking exercises in collaboration with other MATs to ensure quality of services and value for money are constantly achieved.
- Procurement of minibuses leasing across the Trust to increase opportunity for our children to access activities in Trust and wider community schools. Greater opportunity to enrich the curriculum with educational school visits and participation in sporting activities.
- Investment into staff CPD and senior management roles to enhance delivery of education for the benefit of our children.

Everychild Trust

(A company limited by guarantee)

Governance Statement (continued)

Review of value for money (continued)

Supporting other schools

We continue to provide Data Protection Officer Services to two local Schools that would otherwise would not have been able to afford the level of support given together with business operations and recruitment/HR support.

Continued support to a local MAT by securing reconditioned laptops to support their vulnerable children.

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 Everychild Trust for the Year 1 September 2021 to 31 August 2022 and up to the date of approval of the annual report and financial statements.

Capacity to handle risk

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

The risk and control framework

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

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

The Board of Trustees has decided to employ UHY Hacker Young as internal auditor.

The internal auditors reported to the Board of Trustees on the operation of the systems of control and on the discharge of the Board of Trustees financial responsibilities.

On a semi-annual basis, the internal auditor reports to the Board of Trustees through the operations and education committee on the operation of the systems of control and on the discharge of the Board of Trustees' financial responsibilities and annually prepares a short annual summary report to the committee outlining the areas reviewed, key findings, recommendations and conclusions to help the committee consider actions and assess year on year progress.

Everychild Trust
(A company limited by guarantee)

Governance Statement (continued)

Review of effectiveness

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

- the work of the internal auditor;
- the financial management and governance self-assessment process;
- 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 work of the external auditors;

The accounting officer has been advised of the implications of the result of their review of the system of internal control by the operations and education 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 29 November 2022 and signed on their behalf by:



P Machell
Accounting Officer

Everychild Trust
(A company limited by guarantee)

Statement on Regularity, Propriety and Compliance

As accounting officer of Everychild 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 Board of Trustees are able to identify any material irregular or improper use of all funds by the Academy Trust, or material non-compliance with the terms and conditions of funding under the Academy Trust's funding agreement and the 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.

A handwritten signature in black ink, consisting of a large, stylized 'P' followed by a long, sweeping horizontal line that tapers off to the right.

P Machell
Accounting Officer
Date: 29 November 2022

Everychild Trust

(A company limited by guarantee)

Statement of Trustees' responsibilities For the year ended 31 August 2022

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

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

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

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

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

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

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



J Adams

Chair of Trustees

Date: 29 November 2022

Everychild Trust
(A company limited by guarantee)

Independent auditors' Report on the financial statements to the Members of Everychild Trust

Opinion

We have audited the financial statements of Everychild Trust (the 'academy trust') for the Year ended 31 August 2022 which comprise the Statement of financial activities, the Balance sheet, the Statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022 issued by the Education and Skills Funding Agency.

In our opinion the financial statements:

- give a true and fair view of the state of the Academy Trust's affairs as at 31 August 2022 and of its incoming resources and application of resources, including its income and expenditure for the Year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- Have been prepared in accordance with the requirements of the Companies Act 2006, the Charities SORP 2019 and the Academies Accounts Direction 2021 to 2022 issued by the Education and Skills Funding Agency.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Everychild Trust
(A company limited by guarantee)

Independent auditors' Report on the financial statements to the Members of Everychild Trust
(continued)

Other information

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

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

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

Responsibilities of trustees

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

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

Everychild Trust

(A company limited by guarantee)

Independent auditors' Report on the financial statements to the Members of Everychild Trust (continued)

Auditors' responsibilities for the audit of the financial statements

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

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

Capability of the audit in detecting irregularities, including fraud

Based on our understanding of the Academy Trust and the sector as a whole, and through discussion with the Trustees and other management (as required by auditing standards), we identified that the principal risks of non-compliance with laws and regulations related to child protection and safeguarding, health and safety and employment law. 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 financial statements such as the Companies Act 2006, Statement of Recommended Practice, Academies Accounts Direction, Academies Financial Handbook, taxation and pension legislation. We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to increase revenue or reduce expenditure, management bias in accounting estimates and judgemental areas of the financial statements such as the valuation of land and buildings and revenue and noncompliance with financial management and governance requirements which are consistent with the obligations of public funded bodies). Audit procedures performed by the engagement team included:

- Discussions with management and assessment of known or suspected instances of non-compliance with laws and regulations (including health and safety) and fraud, and review of the reports made by management and internal audit; and
- Assessment of identified fraud risk factors; and
- Identifying and assessing the design effectiveness of controls that management has in place to prevent and detect fraud; and
- Consideration of income streams, completeness of income and compliance with the obligations of funders including the ESFA
- Testing of internal controls procedures relating to expenditure potentially more susceptible to fraud and other irregularities including the misuse of public funding in areas such as cash, payroll and credit card expenditure; and
- Review of cash and credit card expenditure to confirm no evidence of personal benefit; and
- Challenging assumptions and judgements made by management in its significant accounting estimates; and
- Performing analytical procedures to identify any unusual or unexpected relationships, including related party transactions, that may indicate risks of material misstatement due to fraud; and
- Confirmation of related parties with management, and review of transactions throughout the period to identify any previously undisclosed transactions with related parties outside the normal course of business; and
- Performing analytical procedures with automated data analytics tools to identify any unusual or unexpected relationships, including related party transactions, that may indicate risks of material misstatement due to fraud; and
- Reading minutes of meetings of those charged with governance, reviewing internal audit reports and reviewing correspondence with relevant tax and regulatory authorities; and

Everychild Trust

(A company limited by guarantee)

Independent auditors' Report on the financial statements to the Members of Everychild Trust (continued)

- Review of corporate governance arrangements; and
- Review of significant and unusual transactions and evaluation of the underlying financial rationale supporting the transactions; and
- Identifying and testing journal entries, in particular any manual entries made at the year end for financial statement preparation.

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

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the Academy Trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting Estimates and related disclosures made by the Trustees.
- Conclude on the appropriateness of the Trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Academy Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditors' report. However, future events or conditions may cause the Academy Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Everychild Trust
(A company limited by guarantee)

Independent auditors' Report on the financial statements to the Members of Everychild Trust
(continued)

Use of our report

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

Kreston Reeves, LLP

Peter Manser FCA DChA (Senior statutory auditor)

For and on behalf of
Kreston Reeves LLP

Statutory Auditor
Chartered Accountants

Canterbury

30 November 2022

Everychild Trust**(A company limited by guarantee)****Independent Reporting Accountant's Assurance Report on Regularity to Everychild Trust and the Education and Skills Funding Agency**

In accordance with the terms of our engagement letter dated 11 August 2022 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 Everychild Trust during the Year 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 Everychild Trust and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to Everychild 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 Everychild Trust and ESFA, for our work, for this report, or for the conclusion we have formed.

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

The accounting officer is responsible, under the requirements of Everychild Trust's funding agreement with the Secretary of State for Education dated 25 July 2017 and the Academy Trust 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 Year 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.

Everychild Trust
(A company limited by guarantee)

Independent Reporting Accountant's Assurance Report on Regularity to Everychild Trust and the Education & Skills Funding Agency (continued)

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.

Work undertaken

The work undertaken to draw to our conclusion includes:

- Reviewed the evidence used to support the Accounting Officer's sign off of the regularity statement
- Reviewed expenditure against specific terms of grant funding within the funding agreement
- Reviewed that grants have been applied for the purposes intended
- Confirmed that internal control procedures exist relating to expenditure incurred of cash and credit cards
- Confirmed items claimed on cash and credit cards are not for personal benefit
- Reviewed expenditure and considered whether any supplies are from related parties
- Reviewed minutes of Board minutes for declaration of interests
- Considered whether other income activities are permitted within the Academy Trust's charitable objects
- Considered if borrowing agreements, including leases, have been made in accordance with the Academies Trust Handbook
- Confirmed that procurement and tendering procedures exist relating to expenditure and have been complied with.

Conclusion

In the course of our work, nothing has come to our attention which suggest in all material respects the expenditure disbursed and income received during the Year 1 September 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.

Kreston Reeves LLP

Kreston Reeves LLP
Reporting Accountant
Chartered Accountants

Date: 30 November 2022

Everychild Trust
(A company limited by guarantee)

Statement of financial activities (incorporating income and expenditure account)
For the year ended 31 August 2022

		Unrestricted funds 2022	Restricted funds 2022	Restricted fixed asset funds 2022	Total funds 2022	Total funds 2021
	Note	£	£	£	£	£
Income from:						
Donations and capital						
grants	4	281	-	12,227,090	12,227,371	36,337
Other trading activities	6	70,253	215,028	-	285,281	62,660
Investments	7	112	-	-	112	108
Charitable activities	5	-	4,719,535	-	4,719,535	4,561,151
Total income		70,646	4,934,563	12,227,090	17,232,299	4,660,256
Expenditure on:						
Charitable activities	8	40,394	5,541,544	458,527	6,040,465	5,003,878
Total expenditure		40,394	5,541,544	458,527	6,040,465	5,003,878
Net income/(expenditure)		30,252	(606,981)	11,768,563	11,191,834	(343,622)
Transfers between funds	18	-	(27,805)	27,805	-	-
Net movement in funds before other recognised gains/(losses)		30,252	(634,786)	11,796,368	11,191,834	(343,622)
Other recognised gains/(losses):						
Actuarial gains/(losses) on defined benefit pension schemes	24	-	2,267,000	-	2,267,000	(380,000)
Net movement in funds		30,252	1,632,214	11,796,368	13,458,834	(723,622)
Reconciliation of funds:						
Total funds brought forward		122,951	(1,598,001)	9,118,782	7,643,732	8,367,354
Net movement in funds		30,252	1,632,214	11,796,368	13,458,834	(723,622)
Total funds carried forward		153,203	34,213	20,915,150	21,102,566	7,643,732

The Statement of financial activities includes all gains and losses recognised in the Year.

The notes on pages 29 to 54 form part of these financial statements.

Everychild Trust
(A company limited by guarantee)
Registered number: 10034289

Balance sheet
As at 31 August 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	15	20,915,150	9,118,781
		<u>20,915,150</u>	<u>9,118,781</u>
Current assets			
Debtors	16	292,855	135,324
Cash at bank and in hand		888,405	1,334,015
		<u>1,181,260</u>	<u>1,469,339</u>
Creditors: amounts falling due within one year	17	(486,844)	(633,388)
Net current assets		<u>694,416</u>	<u>835,951</u>
Total assets less current liabilities		<u>21,609,566</u>	<u>9,954,732</u>
Net assets excluding pension liability		<u>21,609,566</u>	<u>9,954,732</u>
Defined benefit pension scheme liability	24	(507,000)	(2,311,000)
Total net assets		<u><u>21,102,566</u></u>	<u><u>7,643,732</u></u>
Funds of the Academy Trust			
Restricted funds:			
Fixed asset funds	18	20,915,150	9,118,782
Restricted income funds	18	541,213	712,999
		<u>21,456,363</u>	<u>9,831,781</u>
Restricted funds excluding pension asset	18	21,456,363	9,831,781
Pension reserve	18	(507,000)	(2,311,000)
Total restricted funds	18	<u>20,949,363</u>	<u>7,520,781</u>
Unrestricted income funds	18	<u>153,203</u>	<u>122,951</u>
Total funds		<u><u>21,102,566</u></u>	<u><u>7,643,732</u></u>

The financial statements on pages 26 to 54 were approved and authorised for issue by the Trustees and are signed on their behalf, by:

Everychild Trust
(A company limited by guarantee)

A handwritten signature in black ink, appearing to be 'J Adams', with a long horizontal stroke extending to the right.

J Adams
Chair of Trustees
Date: 29 November 2022

Everychild Trust
(A company limited by guarantee)

Statement of cash flows
For the year ended 31 August 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash (used in)/provided by operating activities	20	(315,227)	396,853
Cash flows from investing activities	21	(130,382)	(319,794)
Change in cash and cash equivalents in the Year		(445,609)	77,059
Cash and cash equivalents at the beginning of the Year		1,334,014	1,256,955
Cash and cash equivalents at the end of the Year	22, 23	888,405	1,334,014

The notes on pages 29 to 54 form part of these financial statements

Everychild Trust

(A company limited by guarantee)

Notes to the financial statements For the year ended 31 August 2022

1. General information

Everychild Trust is a charitable company incorporated on 1 March 2016, limited by guarantee and an exempt charity incorporated in England and Wales. The registered office is Hatchlands School, Hatchlands Road, Redhill, Surrey, England, RH1 6AT. The principal activity of the Trust is to advance public benefit education in the United Kingdom, in particular but without prejudice of the foregoing: by establishing, maintaining, carrying on, managing and developing schools (“the Academies”) offering a broad and balanced curriculum.

2. Accounting policies

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

2.1 Basis of preparation of financial statements

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

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

The academy trust's functional and presentational currency is Pounds Sterling.

The academy trust's financial statements are presented to the nearest pound.

2.2 Going concern

The Trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the Academy Trust to continue as a going concern.

The Trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the Academy Trust has adequate resources to continue in operational existence for the foreseeable future. The Trustees confirm that 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.

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

2. Accounting policies (continued)

2.3 Income

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

• **Grants**

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

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

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

• **Donations**

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

• **Other income**

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

2.4 Expenditure

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

• **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.

All resources expended are inclusive of irrecoverable VAT.

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

2. Accounting policies (continued)

2.5 Interest receivable

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

2.6 Taxation

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

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

2.7 Tangible fixed assets

Assets costing £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 requiring the continued use of the asset, the related grants are credited to a restricted fixed asset fund in the Statement of financial activities and carried forward in the Balance sheet. Depreciation on the relevant assets is charged directly to the restricted fixed asset fund in the Statement of financial activities. Where tangible fixed assets have been acquired with unrestricted funds, depreciation on such assets is charged to the unrestricted fund.

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

Depreciation is provided on the following bases:

Leasehold land and buildings	- 125 years straight line
Furniture and equipment	- 5 years straight line
Computer equipment	- 3 years 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.

2.8 Debtors

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

Everychild Trust

(A company limited by guarantee)

Notes to the financial statements For the year ended 31 August 2022

2. Accounting policies (continued)

2.9 Cash at bank and in hand

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

2.10 Liabilities

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

2.11 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.

2.12 Financial instruments

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

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost as detailed in note 16. 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 as detailed in note 17. Taxation and social security are not included in the financial instruments disclosure definition. Deferred income is not deemed to be a financial liability, as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

2.13 Operating leases

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

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

2. Accounting policies (continued)

2.14 Pensions

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

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

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

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

2.15 Fund accounting

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

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

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

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

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

3. Critical accounting estimates and areas of judgment

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

Critical accounting estimates and assumptions:

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.

Multi-employer defined benefit pension scheme

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 24, 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.

Tangible fixed assets

The Academy Trust has recognised tangible fixed assets with a carrying value of £20,915,150 at the reporting date (see note 15). These assets are stated at their cost less provision for depreciation and impairment. The Academy Trust's accounting policy sets out the approach to calculating depreciation for immaterial assets acquired. For material assets such as land and buildings the Academy Trust determines at acquisition reliable estimates for the useful life of the asset, its residual value and decommissioning costs. These estimates are based upon such factors as the expected use of the acquired asset and market conditions. At subsequent reporting dates the governors consider whether there are any factors such as technological advancements or changes in market conditions that indicate a need to reconsider the estimates used.

Where there are indicators that the carrying value of tangible assets may be impaired the Academy Trust undertakes tests to determine the recoverable amount of assets. These tests require estimates of the fair value of assets less cost to sell and of their value in use. Wherever possible the estimate of the fair value of assets is based upon observable market prices less incremental cost for disposing of the asset. The value in use calculation is based upon a discounted cash flow model, based upon the Academy Trust's forecasts for the foreseeable future which do not include any restructuring activities that the Academy Trust is not yet committed to or significant future investments that will enhance the asset's performance. The recoverable amount is most sensitive to the discount rate used for the discounted cash flow model as well expected future cash flows and the growth rate used for extrapolation purposes.

Critical areas of judgment:

Lease commitments

The Academy Trust has entered into a range of lease commitments in respect of equipment. The classification of these leases as either financial or operating leases requires the directors to consider whether the terms and conditions of each lease are such that the Academy Trust has acquired the risks and rewards associated with the ownership of the underlying assets.

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

3. Critical accounting estimates and areas of judgment (continued)

Multi-employer defined benefit pension scheme

Certain employees participate in the Teachers' Pension Scheme, a multi-employer defined benefit pension scheme, with other Academy Trusts in the region. In the judgement of the directors, the Academy Trust does not have sufficient information on the plan assets and liabilities to be able to reliably account for its share of the defined benefit obligation and plan assets. Therefore the scheme is accounted for as a defined contribution scheme, see note 24 for further details.

4. Income from donations and capital grants

	Unrestricted funds 2022 £	Restricted fixed asset funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations	281	12,124,400	12,124,681	2,674
Capital Grants	-	102,690	102,690	33,663
	<u>281</u>	<u>12,227,090</u>	<u>12,227,371</u>	<u>36,337</u>
Total 2021	<u>2,674</u>	<u>33,663</u>	<u>36,337</u>	

Included within donations is land and buildings of £12,124,400 which was donated in the year from the DfE.

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

5. Funding for the Academy Trust's direct costs - activities

	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
General Annual Grant (GAG)	3,827,302	3,827,302	3,498,784
Pupil Premium	253,006	253,006	217,909
Universal Infant Free School Meals	106,166	106,166	110,726
Other DfE/ESFA Grants	120,592	120,592	179,632
Subtotal	4,307,066	4,307,066	4,007,051
COVID-19 Additional Funding (DfE/ESFA)			
COVID-19 Catch-up Grant	-	-	64,160
Other Government Grants			
Other Government Grants	412,469	412,469	489,940
Total 2022	<u>4,719,535</u>	<u>4,719,535</u>	<u>4,561,151</u>
Total 2021	<u>4,561,151</u>	<u>4,561,151</u>	

In the year to 31 August 2021, Teacher Pay were presented separately in the financial statements. Following a change to the structure of DfE/ESFA funding in the current year, this grant is now included as part of the General Annual Grant and are no longer separately identifiable. Therefore the prior year's Teacher Pay Grant £174,972 has been amalgamated with the General Annual Grant, for comparative purposes.

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

6. Income from other trading activities

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Miscellaneous Income	-	197,791	197,791	54,670
Trip Income	70,253	-	70,253	6,854
Consultancy	-	17,237	17,237	1,136
Total 2022	70,253	215,028	285,281	62,660
Total 2021	6,854	55,806	62,660	

7. Investment income

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Bank Interest	112	112	108
Total 2021	108	108	

8. Expenditure

	Staff Costs 2022 £	Premises 2022 £	Other 2022 £	Total 2022 £	Total 2021 £
Direct costs	2,250,396	-	577,426	2,827,822	2,548,865
Allocated support costs	2,078,707	249,602	884,334	3,212,643	2,455,013
	4,329,103	249,602	1,461,760	6,040,465	5,003,878
Total 2021	3,719,264	189,828	1,094,786	5,003,878	

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

9. Analysis of expenditure by activities

	Activities undertaken directly 2022 £	Support costs 2022 £	Total funds 2022 £	Total funds 2021 £
Expenditure	2,827,822	3,212,643	6,040,465	5,003,878
Total 2021	2,548,865	2,455,013	5,003,878	

Analysis of direct costs

	2022 £	Total funds 2022 £	Total funds 2021 £
Staff costs	2,250,396	2,250,396	2,060,582
Other direct costs	577,426	577,426	488,283
	2,827,822	2,827,822	2,548,865
Total 2021	2,548,865	2,548,865	

Analysis of support costs

	2022 £	Total funds 2022 £	Total funds 2021 £
Pension finance costs	41,000	41,000	30,000
Staff costs	2,078,707	2,078,707	1,658,682
Depreciation	458,527	458,527	302,973
Premises costs	251,480	251,480	144,110
Other support costs	382,929	382,929	319,248
Total 2022	3,212,643	3,212,643	2,455,013
Total 2021	2,455,013	2,455,013	

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

10. Net income/(expenditure)

Net income/(expenditure) for the Year includes:

	2022	2021
	£	£
Operating lease rentals	29,186	55,492
Depreciation of tangible fixed assets	458,526	302,972
Fees paid to auditors for:		
- audit	11,200	11,200
	<u><u> </u></u>	<u><u> </u></u>

11. Staff

a. Staff costs

Staff costs during the Year were as follows:

	2022	2021
	£	£
Wages and salaries	2,968,909	2,663,946
Social security costs	260,406	223,760
Pension costs	1,060,880	811,145
	<u><u>4,290,195</u></u>	<u><u>3,698,851</u></u>
Agency staff costs	38,908	17,312
Staff restructuring costs	-	3,101
	<u><u>4,329,103</u></u>	<u><u>3,719,264</u></u>

Staff restructuring costs comprise:

	2022	2021
	£	£
Redundancy payments	-	3,101
	<u><u> </u></u>	<u><u> </u></u>
	<u><u> </u></u>	<u><u> </u></u>

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

11. Staff (continued)

b. Staff numbers

The average number of persons employed by the Academy Trust during the Year was as follows:

	2022	2021
	No.	No.
Teachers	44	40
Support	73	74
Management	5	5
	<u>122</u>	<u>119</u>

The average headcount expressed as full-time equivalents was:

	2022	2021
	No.	No.
Teachers	37	34
Support	45	46
Management	5	5
	<u>87</u>	<u>85</u>

c. Higher paid staff

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

	2022	2021
	No.	No.
In the band £60,001 - £70,000	1	1
In the band £80,001 - £90,000	1	-
In the band £90,001 - £100,000	1	2
	<u>1</u>	<u>2</u>

The above employees participated in Pension Schemes. During the period pension contributions amounted to £54,765 (2021: £55,608)

d. Key management personnel

The key management personnel of the Academy Trust comprise the Trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the Academy Trust was £579,468 (2021 - £481,530).

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

12. Central services

The Academy Trust has provided the following central services to its academies during the Year:

- Human resources, payroll, financial services, legal services, premises, estate management and educational support services.

The Academy Trust charges for these services on the following basis:

7.5% of GAG funding, subject to review annually

The actual amounts charged during the Year were as follows:

	2022	2021
	£	£
Sandcross school	209,163	209,579
Hatchlands school	74,789	59,019
Leaps Nursery	9,688	5,805
Total	293,640	274,403

13. Trustees' remuneration and expenses

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

		2022	2021
		£	£
P Machell (appointed 23 February 2022)	Remuneration	45,000 -	-
		50,000	
	Pension contributions paid	5,000 -	-
		10,000	

During the Year ended 31 August 2022, no Trustee expenses have been incurred (2021 - £NIL).

14. Trustees' and Officers' insurance

In accordance with normal commercial practice, the Academy Trust has purchased insurance to protect Trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy business. The insurance provides cover up to £10,000,000 on any one claim.

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

15. Tangible Fixed Assets

	Long-term leasehold property £	Furniture and equipment £	Computer equipment £	Total £
Cost or valuation				
At 1 September 2021	8,966,871	225,876	677,331	9,870,078
Additions	-	85,615	44,879	130,494
Acquired on conversion	11,818,360	306,040	-	12,124,400
	<u>20,785,231</u>	<u>617,531</u>	<u>722,210</u>	<u>22,124,972</u>
Depreciation				
At 1 September 2021	292,918	126,600	331,778	751,296
Charge for the Year	166,282	106,113	186,131	458,526
	<u>459,200</u>	<u>232,713</u>	<u>517,909</u>	<u>1,209,822</u>
Net book value				
At 31 August 2022	<u>20,326,031</u>	<u>384,818</u>	<u>204,301</u>	<u>20,915,150</u>
At 31 August 2021	<u>8,673,953</u>	<u>99,276</u>	<u>345,553</u>	<u>9,118,782</u>

Included within long-term leasehold land and buildings is land of 2022: £10,776,241 (2021: £5,555,000) which is not depreciated.

The lease to rent the buildings at Hatchlands Primary School, was signed 1 September 2021, for a term of 125 years from and including the date the lease was signed.

16. Debtors

	2022 £	2021 £
Due within one year		
Trade debtors	840	6,660
Other debtors	74,651	54,005
Prepayments and accrued income	217,364	74,659
	<u>292,855</u>	<u>135,324</u>

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

17. Creditors: Amounts falling due within one year

	2022	2021
	£	£
Trade creditors	80,513	200,051
Other taxation and social security	38,206	54,317
Other creditors	75,174	62,971
Accruals and deferred income	292,951	316,049
	486,844	633,388
	2022	2021
	£	£
Deferred income at 1 September 2021	182,502	89,350
Resources deferred during the Year	171,176	182,502
Amounts released from previous periods	(182,502)	(89,350)
	171,176	182,502

At the balance sheet date, the Academy Trust was holding funds received in advance of the 2022/23 financial year in respect of Universal Infant Free School Meals, Over-provision of general annual grant and clubs.

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

18. Statement of funds

	Balance at 1 September 2021 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2022 £
Unrestricted funds						
General Funds	122,951	70,646	(40,394)	-	-	153,203
Restricted general funds						
General Annual Grant	196,494	3,827,302	(4,279,716)	255,920	-	-
Pupil Premium	-	253,006	(253,006)	-	-	-
Universal Infant Free School Meals	-	106,166	(106,166)	-	-	-
Other DfE/EFA grants	-	120,592	(120,592)	-	-	-
Other government grants	-	412,469	(104,036)	(283,725)	-	24,708
Transfer from Local Authority	516,505	-	-	-	-	516,505
Other trading activities	-	215,028	(215,028)	-	-	-
Pension reserve	(2,311,000)	-	(463,000)	-	2,267,000	(507,000)
	<u>(1,598,001)</u>	<u>4,934,563</u>	<u>(5,541,544)</u>	<u>(27,805)</u>	<u>2,267,000</u>	<u>34,213</u>
Fixed asset funds						
Restricted fixed assets funds	9,118,782	12,124,400	(458,527)	130,495	-	20,915,150
DfE/EFSA capital grants	-	102,690	-	(102,690)	-	-
	<u>9,118,782</u>	<u>12,227,090</u>	<u>(458,527)</u>	<u>27,805</u>	<u>-</u>	<u>20,915,150</u>
Total Restricted funds	<u>7,520,781</u>	<u>17,161,653</u>	<u>(6,000,071)</u>	<u>-</u>	<u>2,267,000</u>	<u>20,949,363</u>
Total funds	<u>7,643,732</u>	<u>17,232,299</u>	<u>(6,040,465)</u>	<u>-</u>	<u>2,267,000</u>	<u>21,102,566</u>

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

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

18. Statement of funds (continued)

GAG represents funds to be used to cover the normal running costs of the Academy Trust.

Other DfE/ESFA grants represents grants provided for specific purposes, such as pupil premium which is used to support disadvantage pupils and assist them in decreasing the attainment gap between them and their peers.

Other government grants represents grants provided for specific purposes, such as SEN funding which is used to support pupils with special education needs.

The restricted fixed asset fund represents the long term leasehold property and other assets and associated borrowings which were donated upon conversion to academy status, the value of fixed assets purchases since conversion including depreciation to the balance sheet date.

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

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

18. Statement of funds (continued)

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

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 August 2021 £
Unrestricted funds						
General Funds - all funds	117,333	9,636	(4,018)	-	-	122,951
Restricted general funds						
General Annual Grant	248,668	3,323,812	(3,089,747)	(286,239)	-	196,494
Pupil Premium	-	217,909	(217,909)	-	-	-
Universal Infant Free School Meals	-	110,726	(110,726)	-	-	-
Teacher Pay Grant	-	174,972	(174,972)	-	-	-
Other DfE/EFA grants	-	243,792	(243,792)	-	-	-
Other government grants	29,995	489,940	(519,935)	-	-	-
Transfer from Local Authority	516,505	-	-	-	-	516,505
Other trading activities	-	55,806	(55,806)	-	-	-
Pension reserve	(1,647,000)	-	(284,000)	-	(380,000)	(2,311,000)
	(851,832)	4,616,957	(4,696,887)	(286,239)	(380,000)	(1,598,001)
Restricted fixed asset funds						
Restricted fixed assets funds	9,101,853	-	(302,973)	319,902	-	9,118,782
DfE/EFSA capital grants	-	33,663	-	(33,663)	-	-
	9,101,853	33,663	(302,973)	286,239	-	9,118,782
Total Restricted funds	8,250,021	4,650,620	(4,999,860)	-	(380,000)	7,520,781

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

18. Statement of funds (continued)

Total funds	8,367,354	4,660,256	(5,003,878)	-	(380,000)	7,643,732
--------------------	-----------	-----------	-------------	---	-----------	-----------

Total funds analysis

Fund balances at 31 August 2022 were allocated as follows:

	2022 £	2021 £
Central academy funds	694,416	835,950
Restricted fixed asset fund	20,915,150	9,118,782
Pension reserve	(507,000)	(2,311,000)
Total	21,102,566	7,643,732

Total cost analysis by academy

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

	Teaching and educational support staff costs	Other support staff costs	Educational supplies	Other costs excluding depreciation	Total 2022	Total 2021
	£	£	£	£	£	£
Teaching and educational support staff costs	2,250,396	-	-	-	2,250,396	3,196,126
Other support staff costs	-	2,119,707	-	-	2,119,707	584,437
Educational Supplies	-	-	577,426	-	577,426	213,885
Other costs excluding depreciation	-	-	-	634,409	634,409	706,457
Academy Trust	2,250,396	2,119,707	577,426	634,409	5,581,938	4,700,905

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

19. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £	Restricted funds 2022 £	Restricted fixed asset funds 2022 £	Total funds 2022 £
Tangible fixed assets	-	-	20,915,150	20,915,150
Current assets	153,107	1,028,153	-	1,181,260
Creditors due within one year	96	(486,940)	-	(486,844)
Provisions for liabilities and charges	-	(507,000)	-	(507,000)
Total	<u>153,203</u>	<u>34,213</u>	<u>20,915,150</u>	<u>21,102,566</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Restricted fixed asset funds 2021 £	Total funds 2021 £
Tangible fixed assets	-	-	9,118,782	9,118,782
Current assets	122,951	1,346,387	-	1,469,338
Creditors due within one year	-	(633,388)	-	(633,388)
Provisions for liabilities and charges	-	(2,311,000)	-	(2,311,000)
Total	<u>122,951</u>	<u>(1,598,001)</u>	<u>9,118,782</u>	<u>7,643,732</u>

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

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

	2022 £	2021 £
Net income/(expenditure) for the year (as per Statement of financial activities)	11,191,834	(343,622)
Adjustments for:		
Depreciation	458,526	302,972
Interest receivable	(112)	(108)
Defined benefit pension scheme cost less contributions payable	422,000	254,000
Defined benefit pension scheme finance cost	41,000	30,000
(Increase)/decrease in debtors	(157,531)	10,483
(Decrease)/increase in creditors	(146,544)	143,128
Non-cash donation of building from DfE	(12,124,400)	-
Net cash (used in)/provided by operating activities	(315,227)	396,853

21. Cash flows from investing activities

	2022 £	2021 £
Interest	112	108
Purchase of tangible fixed assets	(130,494)	(319,902)
Net cash used in investing activities	(130,382)	(319,794)

22. Analysis of cash and cash equivalents

	2022 £	2021 £
Cash in hand and at bank	888,405	1,334,014
Total cash and cash equivalents	888,405	1,334,014

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

23. Analysis of changes in net debt

	At 1 September 2021 £	Cash flows £	At 31 August 2022 £
Cash at bank and in hand	1,334,014	(445,609)	888,405
	<u>1,334,014</u>	<u>(445,609)</u>	<u>888,405</u>

24. Pension commitments

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

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

Contributions amounting to £74,718 were payable to the schemes at 31 August 2022 (2021 - £62,937) and are included within creditors.

Teachers' Pension Scheme

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

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

Notes to the financial statements
For the year ended 31 August 2022

24. Pension commitments (continued)

Valuation of the Teachers' Pension Scheme

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

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

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

The employer's pension costs paid to TPS in the year amounted to £407,820 (2021 - £363,756).

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

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

Local Government Pension Scheme

The LGPS is a funded defined benefit pension scheme, with the assets held in separate trustee-administered funds. The total contribution made for the year ended 31 August 2022 was £293,000 (2021 - £256,000), of which employer's contributions totalled £225,000 (2021 - £198,000) and employees' contributions totalled £ 68,000 (2021 - £58,000). The agreed contribution rates for future years are 20 per cent for employers and 5.5% - 12.5% per cent for employees.

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

Principal actuarial assumptions

Surrey Pension Fund

	2022	2021
	%	%
Rate of increase in salaries	3.95	3.8
Rate of increase for pensions in payment/inflation	3.05	2.9
Discount rate for scheme liabilities	4.25	1.7

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

24. Pension commitments (continued)

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

	2022	2021
	Years	Years
Retiring today		
Males	22.1	22.3
Females	24.5	24.7
Retiring in 20 years		
Males	23.1	23.4
Females	26.2	26.4

Sensitivity analysis

Surrey Pension Fund

	2022	2021
	£000	£000
Decrease in Real Discount Rate +0.1%	72,000	111,000
Increase in the Salary Increase Rate +0.1%	7,000	12,000
CPI rate +0.1%	65,000	98,000
1 year increase in member life expectancy	120,000	186,000

Share of scheme assets

The Academy Trust's share of the assets in the scheme was:

	At 31	At 31 August
	August 2022	2021
	£	£
Equities	1,894	1,763
Corporate bonds	349	376
Property	199	165
Cash and other liquid assets	50	47
Total market value of assets	2,492	2,351

The actual return on scheme assets was £(205,000) (2021 - £292,000).

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

24. Pension commitments (continued)

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

	2022	2021
	£	£
Current service cost	647,000	452,000
Interest income	41,000	31,000
Interest cost	(82,000)	(61,000)
Total amount recognised in the Statement of financial activities	606,000	422,000

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

	2022	2021
	£	£
At 1 September	4,661,000	3,351,000
Current service cost	647,000	452,000
Interest cost	82,000	61,000
Employee contributions	68,000	58,000
Actuarial (gains)/losses	(2,431,000)	760,000
Benefits paid	(28,000)	(21,000)
At 31 August	2,999,000	4,661,000

Changes in the fair value of the Academy Trust's share of scheme assets were as follows:

	2022	2021
	£	£
At 1 September	2,350,000	1,704,000
Expected return on assets	41,000	31,000
Actuarial (losses)/gains	(164,000)	380,000
Employer contributions	225,000	198,000
Employee contributions	68,000	58,000
Benefits paid	(28,000)	(21,000)
At 31 August	2,492,000	2,350,000

Everychild Trust
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 August 2022

25. Operating lease commitments

At 31 August 2022 the Academy Trust had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2022	2021
	£	£
Not later than 1 year	42,428	21,760
Later than 1 year and not later than 5 years	95,126	32,640
	<u>137,554</u>	<u>54,400</u>

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/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £10 for the debts and liabilities contracted before he/she ceases to be a member.

27. Related party transactions

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

During the prior year only, Mr B Machell, the husband of Mrs P Machell, (who is included within key management personnel owing to her role as CEO of the Trust from 1 February 2021, and COO prior to this date) was employed by the Trust as the Trust Premises Manager. Mr B Machell's appointment was made in open competition and Mrs P Machell was not involved in the decision-making process regarding appointment. Mr B Machell is paid within the normal pay scale for his role and receives no special treatment as a result of his relationship with the CEO.

28. Post balance sheet events

There has been no post balance sheet events.

29. Controlling party

The Academy Trust is run by the management team on a day to day basis. Strategic decisions are made by the Board of Directors. There is no ultimate controlling party.