

SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 AUGUST 2012

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

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**SOUTH DARTMOOR ACADEMY
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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE ACADEMY, ITS DIRECTORS AND ADVISERS
FOR THE PERIOD ENDED 31 AUGUST 2012**

Directors	Hugh Bellamy, Principal (appointed 11 March 2011) Paul McCormick, Chair of Governors (appointed 11 March 2011) Graeme Cock, Parent Governor (appointed 1 April 2011) Brian Hodge, Trust Governor (appointed 8 November 2011) Rachel Shaw, Head (appointed 11 March 2011) Barbara Dunball, Chair of Governors (appointed 1 April 2011) Zoe Ellis, Parent Governor (appointed 1 April 2011) Adrian Handley, Parent Governor (appointed 11 March 2011) Nick Banwell, Head (appointed 1 April 2011) Beverley Gardner, Chair of Governors (appointed 1 April 2011) Geoff Woods, Parent Governor (appointed 11 March 2011, resigned 18 June 2012) Caroline Rolls, Community Governor (appointed 11 March 2011, resigned 1 May 2012) Sue Lewry, Community Governor (appointed 1 April 2011, resigned 11 November 2012) Laura Sutton, Head of Teaching and Learning (appointed 11 March 2011, resigned 11 November 2012) Faye Tonepohl, Chair of Governors (appointed 1 July 2011) Jo Simpson, Foundation Governor (appointed 1 July 2011, resigned 18 June 2012) Sarah Khan, Foundation Governor (appointed 18 June 2012) Valerie Page, Foundation Governor (appointed 11 March 2011, resigned 11 November 2012) Kate Edwards, Head (appointed 1 April 2011) Martin Hibbs, Chair of Governors (appointed 11 March 2011) Tim Hassell (Chair), Parent Governor (appointed 11 March 2011) Patsy Walton, Community Governor (appointed 1 April 2011) Heatherbelle Bates (appointed 12 November 2012) Janet Jones, Parent Governor (appointed 12 November 2012) Sharron Humphries, Community Governor (appointed 12 November 2012) Tammy Docking, Head of Teaching and Learning (appointed 12 November 2012)
Company registered number	07561204
Principal and Registered office	South Dartmoor Community College Balland Lane Ashburton Devon TQ13 7EW
Accounting officer	Hugh Bellamy
Senior Management Team	Rachel Shaw, Head Teacher Ashburton and Ilsington Nick Banwell, Head Teacher Buckfastleigh Hugh Bellamy, Principal South Dartmoor Ian Robinson, Business Manager Kate Edwards, Head Teacher Widecombe
Auditors	Bishop Fleming Chartered Accountants Statutory Auditors 50 The Terrace Torquay Devon TQ1 1DD

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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE ACADEMY, ITS GOVERNORS AND ADVISERS
FOR THE PERIOD ENDED 31 AUGUST 2012**

Advisers (continued)

Bankers

Lloyds TSB
19 East Street
Ashburton
Devon
TQ13 7AF

Solicitors

Foot Anstey
Salt Quay House
4 North East Quay
Sutton Harbour
Plymouth
Devon
PL4 0BN

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 AUGUST 2012**

The Directors present their annual report together with the financial statements and auditors' report of the charitable company for the period ended 31 August 2012.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The academy (was incorporated on 11 March 2011 and opened as an Academy on 1 April 2011) 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.

The Directors indicated on the Reference and Administrative Details act as the Trustees for the charitable activities of South Dartmoor Academy. Consequently this is a report of the Directors rather than the Governors.

Details of the Directors who served throughout the period, except as noted, are included in the Reference and Administrative Details on pages 1 to 2.

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 they cease to be a member.

Directors' Indemnities

Directors benefit from indemnity insurance purchased at the Academy Trust's expense to cover the liability of the Directors which by virtue of any rule of law would otherwise attach to them in respect of any negligence, default or breach of trust or breach of duty of which they may be guilty in relation to the Academy Trust, provided that any such insurance shall not extend to any claim arising from any act or omission which the Directors knew to be a breach of trust or breach of duty or which was committed by the Directors in reckless disregard to whether it was a breach of trust or breach of duty or not and provided also that any such insurance shall not extend to the costs of any unsuccessful defence to a criminal prosecution brought against the Directors in their capacity as Directors of the Academy Trust. The limit of this indemnity is £5,000,000.

Principal Activity

The South Dartmoor Academy "Company" exists specifically, according to its Articles of Association,

- a) to advance for the public benefit education in the United Kingdom, in particular but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on, managing and developing schools offering a broad and balanced curriculum;
- b) in relation to Ilington to advance for the public benefit education in the United Kingdom in particular but without prejudice to the generality of the foregoing by establishing, maintaining, carrying on and developing a school with a designated Church of England religious character offering a broad and balanced curriculum to be conducted in accordance with the principles practices and tenets of the Church of England both generally and in particular in relation to arranging for religious and daily acts of worship (as required by the Funding Agreement) and in having regard to the advice of the Diocesan Board of Education; and
- c) in relation to the Academy at South Dartmoor Community College, to provide facilities for recreation or other leisure time occupation for the public at large in the interests of social welfare and with the object of improving their conditions of life.

Within the 5 schools of the Academy we provide education for young people of all abilities from 4 - 18 years of age. All the schools seek to help young people to develop their physical, academic, spiritual and moral inquisitiveness. We seek to help them to "build their learning power". This helps young people become better learners. It encourages them to develop their portable learning power and prepares the young people for a lifetime of learning.

Through Building Learning Power we seek to provide a coherent picture of what it takes to be a good learner by capitalising on previous learning-to-learn ideas. We encourage students to grow their learning character and

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**DIRECTORS' REPORT (continued)
FOR THE PERIOD ENDED 31 AUGUST 2012**

habits. Teachers help students to develop their appetite and ability to learn in different ways. We seek to transform the culture of the classroom and the climate of the school so that the responsibility for learning to learn shifts from the teacher to the learner. This engages teachers and students creatively as researchers in learning. All of the schools have well developed assessment and monitoring processes to ensure that the students are making appropriate progress through challenging target-setting.

The performance of each school in externally comparative assessments show that they are all performing well in the national context. In Academic Years 2010-11 and 2011-12 there have been record level results at South Dartmoor Community College and it is recognised by everyone that this is a result of consistently good teaching and learning from early years, through the primary phase and continued into the secondary school in the multi-school academy.

Since April 2011 the schools have increasingly worked together and we aim in the future to see increasing continuity for the students across the phases encouraging and challenging them toward even greater success.

All the schools within the Academy offer extensive out of school activities with an increasing range offered in the Secondary phase due in part to the economies of scale.

Over the last few years South Dartmoor Community College has been disappointed at the lack of use by the community of the LEA run Ashmoor Centre. Recent discussions with the local authority has led to a decision that the Academy will take over the Ashmoor Centre from October 2012. Already there are plans to increase the provision of more leisure activities and promote excellence in sporting achievement to help develop the social welfare of the wider community.

GOVERNORS

Method of recruitment and appointment or election of Directors

The recruitment of Directors to the multi-school Academy remains true to the details set out in the Articles of Association.

The Secretary and Chair monitor that we have an appropriate balance of members and new Directors are nominated by each of the school's Governing Bodies ensuring we have at least 2 parent members overall and we have a representative upholding the designated religious character of Ilsington Church of England Primary School.

Due to the relative "newness" of the Directors and the other priorities which have concerned the body over the first 12 months we have as yet to set out Policies and Procedures Adopted for the Induction and Training of Directors.

This will be added to the agenda of our next Directors Meeting.

Organisational Structure

There is a Board of Members as set out in the Articles of Association who meet as "critical friends" of the multi-school academy and oversee that proper governance is taking place within the Members meetings.

The key decisions relating to cross-Academy issues are taken by the Directors as to the overall senior management of the 5 schools.

Most of the day to day financial, personnel and site management of each individual Academy is delegated to the Board of Governors of each of the 5 schools.

There is a Responsible Officer (Brian Hodge) across the Academy who provides internal audit of the schools and reports to the Directors and external Auditors (Bishop Fleming).

Each of the Headteachers and the Principal of SDCC are the Accounting Officers for their own budgets.

Recently (July 2012) a Business Manager has been appointed across the five schools (Ian Robinson).

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**DIRECTORS' REPORT (continued)
FOR THE PERIOD ENDED 31 AUGUST 2012**

The Principal is the Accounting officer.

Risk management

The major risks to which the Academy Trust is exposed, as identified by the governors, have been reviewed, and systems or procedures have been established to manage those risks. The risk register was part of the documentation submitted to the auditors at year end.

The major risks relate to funding and the continued solvency of each of the Academies. Risks relating to staffing issues and site calamities have been mitigated through the use of appropriate insurances.

Also where issues relating to the "good name" of each school are concerned we mitigate the potential issues through having media support through an external agency.

Internal Controls are managed through the Business Manager and monitored by the Responsible Officer and external auditors. The internal control systems and the exposure to risks, are considered on a regular basis by each of the Accounting Officers and their senior managers and where appropriate shared with the governors.

During the Academic Year 2011-12 all the schools within the multi-school academy have been raising funds for Whizz Kidz. The effort and dedication shown by over 25 staff in training and preparing for the London Marathon was a real example to the young people in the Academy and the community. £50,000 was raised for the Charity. Other charities were also supported through the year to a lesser extent.

OBJECTIVES AND ACTIVITIES

Objects and Aims

The prime purpose of the South Dartmoor Multi-Academy Trust is to provide education for all the 3 - 19 year olds in its charge. Currently there are over 2,200 pupils at the five Academies supported by over 300 professional and support staff.

Objectives, Strategies and Activities

The main objective for the last term of the 2010-11 Academic Year and the 2011-12 Academic Year has been for the 5 schools to work more closely together. This has been especially through the combined vision of their Headteachers to ensure more coherence and continuity in the Teaching and Learning styles across the schools to encourage all students to take more responsibility for their own learning and to aspire to achieve their full potential.

Public Benefit

The Directors confirm that they have complied with the requirement in the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit in exercising their powers or duties. They have referred to this guidance when reviewing the academy's aims and objectives and in planning its future activities.

All of the activities which focus on the education in the widest sense of the 2,200 plus students, include close collaboration with their parents and guardians and use the human resources across the community. The schools contribute well to the cultural and sporting life of the community.

ACHIEVEMENTS AND PERFORMANCE

Achievements and Performance

All four primary schools have shown improved KS2 stage in 2012 from 2011. Ilsington had an OFSTED Inspection in June 2012 and was reported as a "Good" school. The OFSTED report made reference to the positive influences the working with the other schools in the multi-school Academy has had and continues to have on improvements at Ilsington.

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**DIRECTORS' REPORT (continued)
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South Dartmoor Community College had recorded record results at GCSE/Vocational external examinations and A'levels in both 2011 and 2012.

There have been outstanding sporting performances from individual students at South Dartmoor Community College as a result of consistent support and encouragement across both their Primary and Secondary phases.

A large number of young people across the schools have also had the opportunity to have achieved high levels of performance, for their ages, in a wide range of music and cultural performances.

Full details of the school performance can be found on the website www.southdartmoor.devon.sch.uk

Going Concern

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

Key Financial Performance Indicators

South Dartmoor Academy are currently implementing a set of Financial KPI's focussed on appropriate and controlled expenditure against income received, and achieving pupil numbers required to make the Academy as effective as possible. These KPI's will be measured and reported against in future trustees reports.

FINANCIAL REVIEW

Financial Review

The Directors adopted the Financial Procedures for Academies replacing its former LEA Procedures. The principal sources of funding have been the GAG Fund from the DfES, SEN funding from Devon CC, the Pupil Premium from the DfES and a small Capital Grant from the DfES to each school. The only substantive trading income comes from the provision of School Meals but all of this income is used on consumables and staffing.

The SOFA report for the 17 month period since 1st April 2011 clearly shows how expenditure has supported the key objectives of the Academy Trust with over 80% for the staffing supporting the children's education.

The Academy Trust's reserves policies relate to the 5 schools remaining jointly solvent. The governments since 1988 have criticised schools for keeping too large reserves especially as the annual funding is to be used to educate the children currently at the establishments. The Directors are therefore not able to build reserves and mitigate solvency risk by closely monitoring expenditure, predicted changes in student numbers and ensuring we have appropriate insurances against unforeseen changes. Cash flow is monitored and predicted across the Academy as a whole and this has enabled some capital investment to be made using the multi-school academy reserves without compromising balances but yet ensuring best value for money.

The Academy has begun to develop a prudent but safe investment policy ensuring that cash flow is not compromised.

Financial and Risk Management Objectives and Policies

The 'financial instruments' that are dealt with by the South Dartmoor multi-school Academy are largely bank balances, cash and trade creditors, with limited trade (and other) debtors, and there are minimal risks and uncertainties facing the company. This information is not material to the assessment of the Trust's assets, liabilities, financial position and its results and therefore we do not intend to make a detailed disclosure. Within the financial figures accompanying this report there are references to our exposure to the defined benefit pension schemes.

Principal Risks and Uncertainties

The principal risks to the multi-school Academy are changes to government policies affecting funding, changes in the birth rate locally and changes to the perception of the quality of education as each of the establishment which may affect parental choice.

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**DIRECTORS' REPORT (continued)
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Reserves Policy

The level of unrestricted reserves held across the multi-school academy are £112,945. As the Academy is funded on an annual basis for the students within the establishments we seek to obtain best value for money in making maximum provision for their education. Reserves are minimised to maintain solvency although there are some small amount which have been designated specifically for future planned capital projects. We are still lacking appropriate Science Laboratory provision at South Dartmoor Academy as defined by the DfES recommendations. We are disappointed that we have been unsuccessful in procuring deserved capital funding from the DfES to rectify this deficiency. Sadly once again in 2012 the Science results partially reflect this lack of provision especially when science residuals for individual students are analysed. We hope that in the 2012-13 academic year the DfES will seek to rectify this Science provision by allocating appropriate Capital Funding.

The only fund across the Academy establishments which is materially in deficit is the South Dartmoor Academy GAG fund and this is mainly due to capital funding having been made in advance of funds to be made available in the 2012-13 academic year. This deficit will substantially be eliminated through the setting of a correcting budget for 2012-13.

The multi-school Academy Trust's current free reserves being the income funds that are freely available for its general purposes are £112,945 (i.e. it will not include restricted funds or any part of unrestricted funds not readily available for spending, specifically income funds which could only be realised by disposing of fixed assets held for charitable use).

Investment Policy

Investments made by the organisation on its cash balances over the 18 month period since April 2011 were made by the Accounting Officer at South Dartmoor Academy in consultation with our Bank Manager. In future this decision making process will draw upon the expertise of our new Business Manager who will have due regard to social, environmental or ethical considerations the Directors feel should be taken into account. The details of current investments are included in the performance and financial achievements part of the Year End report.

PLANS FOR FUTURE PERIODS

The plans for future periods are contained within the individual academy Development Plans and expressed through the budget provisions for 2012-13.

The need for DfES capital investment into the Science Provision at South Dartmoor Academy should be reiterated by the auditors as a high priority.

FUNDS HELD AS CUSTODIAN TRUSTEE ON BEHALF OF OTHERS

The Academy and its Directors do not act as the Custodian Trustees of any other Charity.

EMPLOYEE INVOLVEMENT AND EMPLOYMENT OF THE DISABLED

Employees have been consulted on issues of concern to them by means of regular consultative committee and staff meetings and have been kept informed on specific matters directly by management. The academy carries out exit interviews for all staff leaving the organisation and has adopted a procedure of upward feedback for senior management and the Directors.

The academy has implemented a number of detailed policies in relation to all aspects of personnel matters including:

- Equal opportunities policy
- Volunteers' policy
- Health & safety policy

In accordance with the academy's Equal opportunities policy, the academy has long established fair employment practices in the recruitment, selection, retention and training of disabled staff.

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**DIRECTORS' REPORT (continued)
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Full details of these policies are available from the academy's offices.

AUDITORS

In so far as the Directors are aware:

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

The auditors, Bishop Fleming, are willing to continue in office and a resolution to appoint them will be proposed at the annual general meeting.

This report was approved by order of the members of the Governing Body on _____ and signed on its behalf by:

Tim Hassell
Director

Hugh Bellamy
Accounting officer

GOVERNANCE STATEMENT

SCOPE OF RESPONSIBILITY

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

The Governing Body has delegated the day-to-day responsibility to the Principal, as Accounting officer, for ensuring financial controls conform with the requirements of both propriety and good financial management and in accordance with the requirements and responsibilities assigned to it in the funding agreement between South Dartmoor Academy and the Secretary of State for Education. They are also responsible for reporting to the Governing Body any material weaknesses or breakdowns in internal control.

GOVERNANCE

The information on governance included here supplements that described in the Directors' report and in the Governors' responsibilities statement. The Governing Body has formally met 6 times during the year. Attendance during the year at meetings of the Governing Body was as follows:

Governor	Meetings attended	Out of a possible
Hugh Bellamy, Principal	6	6
Paul McCormick, Chair of Governors	4	6
Graeme Cock, Parent Governor	3	6
Brian Hodge, Trust Governor	5	6
Rachel Shaw, Head	5	6
Barbara Dunball, Chair of Governors	4	6
Zoe Ellis, Parent Governor	6	6
Adrian Handley, Parent Governor	4	6
Nick Banwell, Head	5	6
Beverley Gardner, Chair of Governors	2	6
Geoff Woods, Parent Governor	4	4
Caroline Rolls, Community Governor	3	4
Sue Lewry, Community Governor	0	0
Laura Sutton, Head of Teaching and Learning	3	6
Faye Tonepohl, Chair of Governors	5	6
Jo Simpson, Foundation Governor	2	4
Sarah Khan, Foundation Governor	2	2
Valerie Page, Foundation Governor	2	6
Kate Edwards, Head	6	6
Martin Hibbs, Chair of Governors	5	6
Tim Hassell (Chair), Parent Governor	6	6
Patsy Walton, Community Governor	4	6
Heatherbelle Bates	0	0
Janet Jones, Parent Governor	0	0
Sharron Humphries, Community Governor	0	0
Tammy Docking, Head of Teaching and Learning	0	0

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GOVERNANCE STATEMENT (continued)

The **Finance Committee** is a sub-committee of the main Governing Body. Its purpose is to aid the financial decisions of the main committee.

Attendance at meetings in the year was as follows:

Governor	Meetings attended	Out of a possible
Hugh Bellamy	3	3
Tim Hassell	3	3
Brian Hodge	3	3
Matt White	1	3
Rachel Shaw	3	3
Nick Banwell	2	3
Kate Edwards	3	3
Louise Lee-Gammage	2	3
Martin Hibbs	3	3
Neil Turner	2	3
Adrian Handley	3	3
Vanessa Kernick	2	3
Paul Collins	1	3
Paul McCormick	1	3
Carolyn Kennet	2	3

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 ongoing process designed to identify and prioritise the risks to the achievement of academy trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in South Dartmoor Academy for the period ended 31 August 2012 and up to the date of approval of the annual report and financial statements.

CAPACITY TO HANDLE RISK

The Governing Body has reviewed the key risks to which the academy is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The Governing Body is of the view that there is a formal ongoing process for identifying, evaluating and managing the academy's significant risks that has been in place for the period ending 31 August 2012 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the Governing Body.

THE RISK AND CONTROL FRAMEWORK

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

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

The Governing Body has considered the need for a specific internal audit function and has decided not to appoint an internal auditor. However, the directors have appointed Brian Hodge, a Governor, as Responsible

GOVERNANCE STATEMENT (continued)

Officer ('RO'). The RO's role includes giving advice on financial matters and performing a range of checks on the academy's financial systems. On a quarterly basis, the RO reports to the Governing Body on the operation of the systems of control and on the discharge of the Governing Body's financial responsibilities.

REVIEW OF EFFECTIVENESS

As Accounting officer, the Principal has responsibility for reviewing the effectiveness of the system of internal control. During the period in question the review has been informed by:

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

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

Approved by order of the members of the Governing Body on and signed on their behalf, by:

Tim Hassell
Director

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STATEMENT ON REGULARITY, PROPRIETY AND COMPLIANCE

As Accounting officer of South Dartmoor Academy I have considered my responsibility to notify the academy Governing Body and the Education Funding Agency of material irregularity, impropriety and non-compliance with EFA terms and conditions of funding, under the funding agreement in place between the academy and the Secretary of State. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook.

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

I confirm that no instances of material irregularity, impropriety or funding non-compliance have been discovered to date.

Hugh Bellamy
Accounting officer

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**DIRECTORS' RESPONSIBILITIES STATEMENT
FOR THE PERIOD ENDED 31 AUGUST 2012**

The Directors (who act as trustees for charitable activities of South Dartmoor Academy and are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Directors' report and the financial statements in accordance with the Annual Accounts Requirements issued by the Education Funding Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP;
- 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 operation.

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

The Directors 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 Governing Body and signed on its behalf by:

Director

Date:

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SOUTH DARTMOOR ACADEMY

We have audited the financial statements of South Dartmoor Academy for the period ended 31 August 2012 which comprise the Statement of financial activities, the Balance sheet, the Cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and the Annual Accounts Direction 2011/12 issued by the Education Funding Agency.

This report is made solely to the academy'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'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 and its members, as a body, for our audit work, for this report, or for the opinion we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As explained more fully in the Directors' responsibilities statement, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

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

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

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

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the academy's affairs as at 31 August 2012 and of its incoming resources and application of resources, including its income and expenditure, for the period 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 and the Annual Accounts Direction 2011/12 issued by the Education Funding Agency.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' report for the financial period for which the financial statements are prepared is consistent with the financial statements.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SOUTH DARTMOOR ACADEMY

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

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

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

Pamela Tuckett FCA DChA (Senior Statutory Auditor)

for and on behalf of

Bishop Fleming

Chartered Accountants

Statutory Auditors

50 The Terrace

Torquay

Devon

TQ1 1DD

Date:

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO SOUTH
DARTMOOR ACADEMY AND THE EDUCATION FUNDING AGENCY**

In accordance with the terms of our engagement letter dated 16 November 2012 and further to the requirements of the Education Funding Agency (EFA) as included in the Academies: Accounts Direction 2011/12, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by South Dartmoor Academy during the period 11 March 2011 to 31 August 2012 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 South Dartmoor Academy and the EFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to South Dartmoor Academy and the EFA those matters we are required to state in a report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than South Dartmoor Academy and the EFA, for our work, for this report, or for the conclusion we have formed.

**RESPECTIVE RESPONSIBILITIES OF SOUTH DARTMOOR ACADEMY'S ACCOUNTING OFFICER AND
THE REPORTING ACCOUNTANT'S**

The Accounting officer is responsible, under the requirements of South Dartmoor Academy's funding agreement with the Secretary of State for Education dated [enter date here], and the Academies Financial Handbook as published by DfE in 2012, 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 2011/12. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the period 11 March 2011 to 31 August 2012 have not been applied to purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

APPROACH

We conducted our engagement in accordance with the Academies: Accounts Direction 2011/12 issued by the EFA. We performed a limited assurance engagement as defined in our engagement letter.

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

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

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

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON REGULARITY TO SOUTH
DARTMOOR ACADEMY AND THE EDUCATION FUNDING AGENCY (continued)**

CONCLUSION

In the course of our work, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the period 11 March 2011 to 31 August 2012 have not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

Bishop Fleming

Chartered Accountants
50 The Terrace
Torquay
Devon
TQ1 1DD

Date:

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF FINANCIAL ACTIVITIES
(incorporating income and expenditure account and statement of recognised gains and losses)
FOR THE PERIOD ENDED 31 AUGUST 2012**

	Note	Unrestricted funds 2012 £	Restricted funds 2012 £	Restricted fixed asset funds 2012 £	Total funds 2012 £
INCOMING RESOURCES					
Incoming resources from generated funds:					
Transfer on conversion	3	292,058	(1,553,000)	25,236,751	23,975,809
Other voluntary income	3	56,991	-	228,154	285,145
Activities for generating funds	4,5	106,854	-	-	106,854
Investment income	6	4,257	-	-	4,257
Incoming resources from charitable activities	7	859,542	16,691,323	-	17,550,865
TOTAL INCOMING RESOURCES		1,319,702	15,138,323	25,464,905	41,922,930
RESOURCES EXPENDED					
Costs of generating funds:					
Fundraising expenses and other costs	5	84,352	-	-	84,352
Charitable activities	13	788,144	17,105,164	1,697,476	19,590,784
Governance costs	9	-	34,529	-	34,529
TOTAL RESOURCES EXPENDED	12	872,496	17,139,693	1,697,476	19,709,665
NET INCOMING RESOURCES / (RESOURCES EXPENDED) BEFORE TRANSFERS					
		447,206	(2,001,370)	23,767,429	22,213,265
Transfers between Funds	23	(334,261)	347,843	(13,582)	-
NET INCOME FOR THE PERIOD		112,945	(1,653,527)	23,753,847	22,213,265
Actuarial gains and losses on defined benefit pension schemes		-	(759,000)	-	(759,000)
NET MOVEMENT IN FUNDS FOR THE PERIOD		112,945	(2,412,527)	23,753,847	21,454,265
Total funds at 11 March 2011		-	-	-	-
TOTAL FUNDS AT 31 AUGUST 2012		112,945	(2,412,527)	23,753,847	21,454,265

All activities relate to continuing operations.

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

The notes on pages 21 to 42 form part of these financial statements.

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER: 07561204**

**BALANCE SHEET
AS AT 31 AUGUST 2012**

	Note	£	2012 £
FIXED ASSETS			
Tangible assets	20		23,610,445
CURRENT ASSETS			
Debtors	21	446,717	
Cash at bank and in hand		220,940	
		<u>667,657</u>	
CREDITORS: amounts falling due within one year	22	<u>(399,837)</u>	
NET CURRENT ASSETS			<u>267,820</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>23,878,265</u>
Defined benefit pension scheme liability	28		<u>(2,424,000)</u>
NET ASSETS INCLUDING PENSION SCHEME LIABILITIES			<u><u>21,454,265</u></u>
FUNDS OF THE ACADEMY			
Restricted funds:			
General funds	23	11,473	
Fixed asset funds	23	23,753,847	
		<u>23,765,320</u>	
Restricted funds excluding pension liability			
Pension reserve		<u>(2,424,000)</u>	
Total restricted funds			21,341,320
Unrestricted funds	23		<u>112,945</u>
TOTAL FUNDS			<u><u>21,454,265</u></u>

The financial statements were approved by the Directors, and authorised for issue, on and are signed on their behalf, by:

Tim Hassell , Director

The notes on pages 21 to 42 form part of these financial statements.

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31 AUGUST 2012**

	Note	2012 £
Net cash flow from operating activities	25	(228,102)
Capital expenditure and financial investment		(40,728)
Cash transferred on conversion to an academy trust	27	489,770
INCREASE IN CASH IN THE PERIOD		220,940

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS
FOR THE PERIOD ENDED 31 AUGUST 2012**

Increase in cash in the period	220,940
MOVEMENT IN NET FUNDS IN THE PERIOD	220,940
NET FUNDS AT 31 AUGUST 2012	220,940

The notes on pages 21 to 42 form part of these financial statements.

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), 'Accounting and Reporting by Charities' published in March 2005, the Academies Accounts Direction issued by the EFA, applicable accounting standards and the Companies Act 2006.

1.2 COMPANY STATUS

The academy is a company limited by guarantee. In the event of the academy being wound up, the liability in respect of the guarantee is limited to £10 per member of the academy.

1.3 FUND ACCOUNTING

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

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

Restricted general funds comprise all other restricted funds received and include grants from the Department for Education.

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

1.4 INCOMING RESOURCES

All incoming resources are included in the Statement of financial activities when the academy is legally entitled to the income and the amount can be quantified with reasonable accuracy.

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 entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Sponsorship income provided to the academy which amounts to a donation is recognised in the Statement of financial activities in the period in which it is receivable, where there is certainty of receipt.

The value of donated services and gifts in kind provided to the academy are recognised at their open market value in the period in which they are receivable as incoming resources, where the benefit to the academy can be reliably measured. An equivalent amount is included as expenditure under the relevant heading in the Statement of financial activities, except where the gift in kind was a fixed asset in which case the amount is included in the appropriate fixed asset category and depreciated over the useful economic life in accordance with the academy's policies.

Donations are recognised on a receivable basis where there is certainty of receipt and the amount can be reliably measured.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

1. ACCOUNTING POLICIES (continued)

1.5 RESOURCES EXPENDED

All expenditure is recognised in the period in which a liability is incurred and has been classified under headings that aggregate all costs related to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities are costs incurred in the academy's educational operations.

Governance costs include the costs attributable to the academy's compliance with constitutional and statutory requirements, including audit, strategic management and Governors' meetings and reimbursed expenses.

All resources expended are inclusive of irrecoverable VAT.

1.6 GOING CONCERN

The Academy has considerable reliance on continued Government funding through the EFA. Although there is no assurance that Government funding will continue at its current level for the period covered by the going concern review the Directors have a reasonable expectation that the Academy will have adequate resources to continue its activities for the foreseeable future. Accordingly they continue to adopt the going concern basis in preparing the financial statements as outlined in the Statement of Directors' Responsibilities.

1.7 TANGIBLE FIXED ASSETS AND DEPRECIATION

All assets costing more than £1,000 are capitalised.

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. The related grants are credited to a restricted fixed asset fund in the Statement of financial activities and are carried forward in the Balance sheet. Depreciation on such assets is charged to the restricted fixed asset fund in the Statement of financial activities so as to reduce the fund over the useful economic life of the related asset on a basis consistent with the academy's depreciation policy.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	50 years
L/Term Leasehold Property	-	50 years
Motor vehicles	-	25% reducing balance
Fixtures and fittings	-	20% straight line
Computer equipment	-	33% straight line

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

1. ACCOUNTING POLICIES (continued)

1.8 OPERATING LEASES

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

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.9 TAXATION

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

1.10 PENSIONS

Retirement benefits to employees of the academy are provided by the Teachers' Pension Scheme ("TPS") and the Local Government Pension Scheme ("LGPS"). These are defined benefit schemes, are contracted out of the State Earnings-Related Pension Scheme ("SERPS"), and the assets are held separately from those of the academy.

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 in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary on the basis of quinquennial valuations using a prospective benefit method. As stated in note 28, the TPS is a multi-employer scheme and the academy is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis. The TPS is therefore treated as a defined contribution scheme and the contributions recognised as they are paid each year.

The LGPS is a funded scheme and the assets are held separately from those of the academy in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent term and currency to the liabilities. The actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The amounts charged to operating surplus are the current service costs and gains and losses on the settlements and curtailments. They are included as part of staff costs. Past service costs are recognised immediately in the Statement of financial activities if the benefits have vested. If the benefits have not vested immediately, the costs are recognised over the period vesting occurs. The expected return on assets and the interest cost are shown as a net finance amount of other finance costs or credits adjacent to interest. Actuarial gains and losses are recognised immediately in other gains and losses.

1. ACCOUNTING POLICIES (continued)

1.11 CONVERSION TO AN ACADEMY TRUST

The conversion from a state maintained school to an academy trust involved the transfer of identifiable assets and liabilities and the operation of the school for £NIL consideration and has been accounted for under the acquisition accounting method.

The assets and liabilities transferred on conversion from South Dartmoor Community College, Ashburton Primary School, Ilsington Primary School, Widecombe Primary School and Buckfastleigh Primary School to an academy trust have been valued at their fair value, being a reasonable estimate of the current market value that the Governors would expect to pay in an open market for an equivalent item. Their fair value is in accordance with the accounting policies set out for academy. The amounts have been recognised under the appropriate balance sheet categories, with a corresponding amount recognised in the Statement of financial activities and analysed under unrestricted funds, restricted general funds and restricted fixed asset funds.

Further details of the transaction are set out in note 27.

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

2. GENERAL ANNUAL GRANT (GAG)

South Dartmoor Community College

	2012 £
Result and Carry Forward for the period	
GAG Allocation for current period	11,128,873
Total GAG Available to spend	11,128,873
Recurrent expenditure from GAG	(11,437,097)
Transfer from funds from Local Authority	308,224
	-
GAG Carried forward to next year	
Maximum permitted GAG carried forward at end of current year (12% allocation for current year)	(969,281)
GAG to surrender to DfE	(969,281)
(12% rule breached if result is positive)	No breach

Ashburton Primary

	2012 £
Result and Carry Forward for the period	
GAG Allocation for current period	1,016,932
Total GAG Available to spend	1,016,932
Recurrent expenditure from GAG	(1,027,102)
Transfer from funds from Local Authority	10,170
	-
GAG Carried forward to next year	
Maximum permitted GAG carried forward at end of current year (12% allocation for current year)	(87,986)
GAG to surrender to DfE	(87,986)
(12% rule breached if result is positive)	No breach

Buckfastleigh Primary

	2012 £
Result and Carry Forward for the period	
GAG Allocation for current period	1,038,678
Total GAG Available to spend	1,038,678
Recurrent expenditure from GAG	(1,034,692)
	3,986
GAG Carried forward to next year	
Maximum permitted GAG carried forward at end of current year (12% allocation for current year)	(90,447)
GAG to surrender to DfE	(86,461)

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

(12% rule breached if result is positive)	No breach
Widcombe Primary	
	2012 £
Result and Carry Forward for the period	
GAG Allocation for current period	368,468
Total GAG Available to spend	<u>368,468</u>
Recurrent expenditure from GAG	(386,520)
Transfer from funds from Local Authority	<u>18,052</u>
GAG Carried forward to next year	-
Maximum permitted GAG carried forward at end of current year (12% allocation for current year)	<u>(30,521)</u>
GAG to surrender to DfE	<u>(30,521)</u>
(12% rule breached if result is positive)	No breach
Ilington Primary	
	2012 £
Result and Carry Forward for the period	
GAG Allocation for current period	377,247
Total GAG Available to spend	<u>377,247</u>
Recurrent expenditure from GAG	(384,745)
Transfer from funds from Local Authority	<u>7,498</u>
GAG Carried forward to next year	-
Maximum permitted GAG carried forward at end of current year (12% allocation for current year)	<u>(39,213)</u>
GAG to surrender to DfE	<u>(39,213)</u>
(12% rule breached if result is positive)	No breach

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

3. VOLUNTARY INCOME

	Unrestricted funds 2012 £	Restricted funds 2012 £	Total funds 2012 £
Transfer on conversion	292,058	23,683,751	23,975,809
Donations	56,991	-	56,991
Government grants	-	228,154	228,154
Subtotal	<u>56,991</u>	<u>228,154</u>	<u>285,145</u>
Voluntary income	<u><u>349,049</u></u>	<u><u>23,911,905</u></u>	<u><u>24,260,954</u></u>

4. ACTIVITIES FOR GENERATING FUNDS

	Unrestricted funds 2012 £	Restricted funds 2012 £	Total funds 2012 £
Lettings	8,149	-	8,149
External Catering	57,726	-	57,726
Fees received	40,979	-	40,979
	<u>106,854</u>	<u>-</u>	<u>106,854</u>

5. TRADING ACTIVITIES

	Unrestricted funds 2012 £	Restricted funds 2012 £	Total funds 2012 £
FUNDRAISING TRADING EXPENSES			
External catering expenses	43,411	-	43,411
Fees received expenses	40,941	-	40,941
	<u>84,352</u>	<u>-</u>	<u>84,352</u>
Net expenditure from trading activities	<u><u>(84,352)</u></u>	<u><u>-</u></u>	<u><u>(84,352)</u></u>

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

6. INVESTMENT INCOME

	Unrestricted funds 2012 £	Restricted funds 2012 £	Total funds 2012 £
Investment income	4,257	-	4,257
	<u>4,257</u>	<u>-</u>	<u>4,257</u>

7. FUNDING FOR ACADEMY'S EDUCATIONAL OPERATIONS

	Unrestricted funds 2012 £	Restricted funds 2012 £	Total funds 2012 £
DfE/EFA revenue grant			
General Annual Grant	-	14,075,384	14,075,384
Start up Grants	-	125,000	125,000
Other DfE/EFA grants	-	144,028	144,028
School standards funds	-	480,347	480,347
Special Educational Needs	-	713,272	713,272
Other government grants non capital	-	755,769	755,769
Internal catering income	444,830	-	444,830
Sales to students	115,567	10,384	125,951
Other	299,145	387,139	686,284
	<u>859,542</u>	<u>16,691,323</u>	<u>17,550,865</u>

8. EXPENDITURE BY CHARITABLE ACTIVITY

SUMMARY BY FUND TYPE

	Unrestricted funds 2012 £	Restricted funds 2012 £	Total funds 2012 £
Education	788,144	18,802,640	19,590,784
	<u>788,144</u>	<u>18,802,640</u>	<u>19,590,784</u>

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

9. GOVERNANCE COSTS

	Unrestricted funds 2012 £	Restricted funds 2012 £	Total funds 2012 £
Auditors' remuneration	-	6,750	6,750
Auditors' non audit costs	-	10,120	10,120
Legal and Professional	-	1,035	1,035
Other costs	-	4,111	4,111
Governance expense - wages and salaries	-	12,513	12,513
	<u>-</u>	<u>34,529</u>	<u>34,529</u>
	<u>-</u>	<u>34,529</u>	<u>34,529</u>

10. DIRECT COSTS

	Education £	Total 2012 £
Pension finance costs	106,000	106,000
Educational supplies	385,553	385,553
Examination fees	302,961	302,961
Staff development	79,841	79,841
Other costs	913,876	913,876
Supply teachers	14,693	14,693
Wages and salaries	8,648,608	8,648,608
National insurance	651,192	651,192
Pension cost	1,181,635	1,181,635
Depreciation	1,093,449	1,093,449
	<u>13,377,808</u>	<u>13,377,808</u>
	<u>13,377,808</u>	<u>13,377,808</u>

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

11. SUPPORT COSTS

	Education £	Total 2012 £
Other costs	714,649	714,649
Supply teachers	156,741	156,741
Recruitment and other staff costs	54,485	54,485
Maintenance of premises and equipment	474,909	474,909
Cleaning	54,609	54,609
Rent and rates	186,096	186,096
Heat and light	186,442	186,442
Insurance	139,557	139,557
Security and transport	106,493	106,493
Catering	88,943	88,943
Technology costs	40	40
Office overheads	187,096	187,096
Legal and professional	517,213	517,213
Bank interest and charges	6,219	6,219
Wages and salaries	2,303,789	2,303,789
National insurance	124,730	124,730
Pension cost	306,938	306,938
Depreciation	604,027	604,027
	<u>6,212,976</u>	<u>6,212,976</u>

12. ANALYSIS OF RESOURCES EXPENDED BY EXPENDITURE TYPE

	Staff costs 2012 £	Depreciation 2012 £	Other costs 2012 £	Total 2012 £
Fundraising expenses	-	-	84,352	84,352
COSTS OF GENERATING FUNDS	-	-	84,352	84,352
Education	13,216,892	1,697,476	4,676,416	19,590,784
Governance	12,513	-	22,016	34,529
	<u>13,229,405</u>	<u>1,697,476</u>	<u>4,782,784</u>	<u>19,709,665</u>

13. ANALYSIS OF RESOURCES EXPENDED BY ACTIVITIES

	Activities undertaken directly 2012 £	Support costs 2012 £	Total 2012 £
Education	<u>13,377,808</u>	<u>6,212,976</u>	<u>19,590,784</u>

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

14. NET INCOMING RESOURCES / (RESOURCES EXPENDED)

This is stated after charging:

	2012
	£
Depreciation of tangible fixed assets:	
- owned by the charity	1,697,476

During the period, no Governors received any benefits in kind.
During the period, no Governors received any reimbursement of expenses.

15. AUDITORS' REMUNERATION

	2012
	£
Fees payable to the academy's auditor for the audit of the academy's annual accounts	6,750
Fees payable to the academy's auditor and its associates in respect of:	
All other services	10,120

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

16. STAFF COSTS

Staff costs were as follows:

	2012
	£
Wages and salaries	10,964,910
Social security costs	775,923
Other pension costs (Note 28)	1,488,573
	<hr/>
	13,229,406
	<hr/> <hr/>

The average number of persons (including the senior management team) employed by the academy during the period expressed as full time equivalents was as follows:

	2012
	No.
Administration and management	111
Teaching staff	229
	<hr/>
	340
	<hr/> <hr/>

The number of employees whose emoluments fell within the following bands was:

	2012
	No.
In the band £100,001 - £110,000	1
	<hr/> <hr/>

The above member of staff is a member of the Teachers Pension Scheme, and contributions totalling £14,800 were paid by the employee during the period.

**SOUTH DARTMOOR ACADEMY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

17. DIRECTORS' REMUNERATION

During the period retirement benefits were accruing to 1 Director in respect of defined benefit pension schemes.

Principal and staff directors only receive remuneration in respect of services they provide undertaking the roles of Principal and staff and not in respect of their services as directors. Other directors did not receive any payments, other than expenses, from the academy in respect of their role as directors. The value of directors' remuneration for 12 months was as follows: Nick Banwell in the band £50,000 - £55,000, Kate Edwards in the band £45,000 - £50,000, Rachael Shaw in the band £55,000 - £60,000 and H Bellamy in the band £105,000 - £110,000. For the five month period the remuneration was as follows: Nick Banwell in the band £20,000 - £25,000, Kate Edwards in the band £15,000 - £20,000, Rachael Shaw in the band £20,000 - £25,000 and H Bellamy in the band £40,000 - £45,000. The value of directors' pension contributions in respect of defined benefit pension schemes made in the period was as follows: for the 12 months to August 2012: Nick Banwell in the band £5,000 - £1,000, Kate Edwards in the band £5,000 - £10,000, Rachael Shaw in the band £5,000 - £10,000 and H Bellamy in the band £10,000 - £15,000. For the 5 months to August 2011: Nick Banwell in the band nil to £5,000, Kate Edwards in the band nil to £5,000, Rachael Shaw in the band nil to £5,000 and H Bellamy in the band £5,000 - £10,000.

18. DIRECTORS' AND OFFICERS' INSURANCE

In accordance with normal commercial practice the academy has purchased insurance to protect Directors and officers from claims arising from negligent acts, errors or omissions occurring whilst on academy business. The insurance provides cover up to £5,000,000 on any one claim and the cost for the period ended 31 August 2012 was £1,800.

The cost of this insurance is included in the total insurance cost.

19. OTHER FINANCE INCOME

	2012
	£
Expected return on pension scheme assets	158,000
Interest on pension scheme liabilities	(264,000)
	<hr/>
	(106,000)
	<hr/> <hr/>

**SOUTH DARTMOOR ACADEMY
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

20. TANGIBLE FIXED ASSETS

	Freehold property £	L/Term Leasehold Property £	Motor vehicles £	Fixtures and fittings £	Computer equipment £	Total £
COST						
Additions	130,588	34,134	24,620	79,540	-	268,882
Transfer on conversion	16,466,989	5,036,050	-	2,736,000	800,000	25,039,039
At 31 August 2012	<u>16,597,577</u>	<u>5,070,184</u>	<u>24,620</u>	<u>2,815,540</u>	<u>800,000</u>	<u>25,307,921</u>
DEPRECIATION						
Charge for the period	401,626	104,852	4,924	808,296	377,778	1,697,476
At 31 August 2012	<u>401,626</u>	<u>104,852</u>	<u>4,924</u>	<u>808,296</u>	<u>377,778</u>	<u>1,697,476</u>
NET BOOK VALUE						
At 31 August 2012	<u><u>16,195,951</u></u>	<u><u>4,965,332</u></u>	<u><u>19,696</u></u>	<u><u>2,007,244</u></u>	<u><u>422,222</u></u>	<u><u>23,610,445</u></u>

21. DEBTORS

	2012 £
Trade debtors	70,592
Other debtors	95,589
Prepayments and accrued income	280,536
	<u>446,717</u>

**22. CREDITORS:
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2012 £
Trade creditors	21,183
Social security and other taxes	310,408
Accruals and deferred income	68,246
	<u>399,837</u>

**SOUTH DARTMOOR ACADEMY
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

23. STATEMENT OF FUNDS

	Brought Forward £	Incoming resources £	Resources Expended £	Transfers in/out £	Gains/ (Losses) £	Carried Forward £
UNRESTRICTED FUNDS						
General funds	-	1,319,702	(872,496)	(334,261)	-	112,945
RESTRICTED FUNDS						
Pupil premium	-	97,714	(97,714)	-	-	-
Start up grant	-	125,000	(125,000)	-	-	-
South Dartmoor General Annual Grant (GAG)	-	11,128,873	(11,437,097)	308,224	-	-
Ashburton General Annual Grant (GAG)	-	1,016,932	(1,027,102)	10,170	-	-
Buckfastleigh General Annual Grant (GAG)	-	1,038,678	(1,034,692)	-	-	3,986
Widecombe General Annual Grant (GAG)	-	368,468	(386,520)	18,052	-	-
Ilstington General Annual Grant (GAG)	-	377,247	(384,745)	7,498	-	-
Insurance Collaborative Projects	-	133,732	(133,732)	-	-	-
Standards Funds	-	755,769	(755,769)	-	-	-
Detailed and exceptional arrangements	-	480,348	(479,413)	-	-	935
Specific grants Out of school income	-	713,272	(717,202)	3,930	-	-
Other	-	55,769	(55,309)	-	-	460
Pension reserve	-	378,224	(373,328)	-	-	4,896
	-	21,297	(20,070)	(31)	-	1,196
	-	(1,553,000)	(112,000)	-	(759,000)	(2,424,000)
	-	15,138,323	(17,139,693)	347,843	(759,000)	(2,412,527)

**SOUTH DARTMOOR ACADEMY
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

23. STATEMENT OF FUNDS (continued)

RESTRICTED FIXED ASSET FUNDS

	Brought Forward £	Incoming resources £	Resources Expended £	Transfers in/out £	Gains/ (Losses) £	Carried Forward £
Fixed assets transferred on conversion	-	25,039,039	(1,656,844)	-	-	23,382,195
DfE/EFA Capital grants	-	228,154	(40,632)	(13,582)	-	173,940
Capital funds on conversion	-	197,712	-	-	-	197,712
	<u>-</u>	<u>25,464,905</u>	<u>(1,697,476)</u>	<u>(13,582)</u>	<u>-</u>	<u>23,753,847</u>
Total restricted funds	-	40,603,228	(18,837,169)	334,261	(759,000)	21,341,320
Total of funds	<u>-</u>	<u>41,922,930</u>	<u>(19,709,665)</u>	<u>-</u>	<u>(759,000)</u>	<u>21,454,265</u>

Unrestricted funds are those generated by the Academy that can be used for any purposes. This includes the funds brought forward from the Local Authority of conversion.

Restricted Funds

Pupil Premium - Income from the EFA which is to be used to address the current inequalities by ensuring that funding to tackle disadvantage reaches the pupils who need it most.

Start up Grant - One off Grant from YPLA which will be used to help towards the costs associated with running a larger school and to cover the economies of scale, as well as to cover start up costs.

General Annual Grant - Income from the EFA which is to be use for the normal running costs of the Academy, including education and support costs.

Insurance relates to a grant received to cover the insurance costs for the academies for the year.

Collaborative Projects - Schools Spots Partnership and other income received for collaborative projects.

Standards Funds - this was funds received in addition to the GAG towards the main education needs of pupils.

Detailed and Exceptional Arrangements - This income is the Special Education Needs funding received in each school, to fund further support for students with additional needs.

Specific Grant - these were specific grants for projects received in the year.

Other represent other small items of restricted income.

Pension reserve – This represents the academy's share of the assets and liabilities in the Local Government Pension Scheme. As with most pension schemes this is currently in deficit due to and excess of scheme liabilities over scheme assets which were inherited on conversion. The academy is following the recommendations of the scheme actuary to reduce the deficit by making additional contributions over a number of years.

**SOUTH DARTMOOR ACADEMY
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

SUMMARY OF FUNDS

	Brought Forward £	Incoming resources £	Resources Expended £	Transfers in/out £	Gains/ (Losses) £	Carried Forward £
General funds	-	1,319,702	(872,496)	(334,261)	-	112,945
Restricted funds	-	15,138,323	(17,139,693)	347,843	(759,000)	(2,412,527)
Restricted fixed asset funds	-	25,464,905	(1,697,476)	(13,582)	-	23,753,847
	-	41,922,930	(19,709,665)	-	(759,000)	21,454,265

24. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds 2012 £	Restricted funds 2012 £	Restricted fixed asset funds 2012 £	Total funds 2012 £
Tangible fixed assets	(1,030,930)	-	24,641,376	23,610,446
Current assets	102,006	422,249	143,401	667,656
Creditors due within one year	6,593	(406,430)	-	(399,837)
Provisions for liabilities and charges	-	(2,424,000)	-	(2,424,000)
Difference	3,418,298	(4,346)	(3,413,952)	-
	112,945	(2,412,527)	23,753,847	21,454,265

25. NET CASH FLOW FROM OPERATING ACTIVITIES

	2012 £
Net incoming resources before revaluations	22,213,265
Net assets transferred on conversion	(25,423,403)
Depreciation of tangible fixed assets	1,697,476
Capital grants from DfE	(228,154)
Increase in debtors	(446,716)
Increase in creditors	2,830,430
Defined benefit pension scheme adjustments	(871,000)
NET CASH OUTFLOW FROM OPERATIONS	(228,102)
	2012 £
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT	
Purchase of intangible fixed assets	(268,882)
Capital grants from DfE	228,154
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE	(40,728)

**SOUTH DARTMOOR ACADEMY
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

26. ANALYSIS OF CHANGES IN NET DEBT

	11 March 2011 £	Cash flow £	Other non-cash changes £	31 August 2012 £
Cash at bank and in hand:	-	220,940	-	220,940
NET FUNDS	-	220,940	-	220,940

27. CONVERSION TO AN ACADEMY TRUST

On 1 April 2011 South Dartmoor Community College, Buckfastleigh Primary, Widecombe Primary, Ashburton Primary and Ilsington Primary converted to academy trust status under the Academies Act 2010 and all the operations and assets and liabilities were transferred to South Dartmoor Academy from Devon County Council for £NIL consideration.

The transfer has been accounted for using the acquisition method. The assets and liabilities transferred were valued at their fair value and recognised in the Balance sheet under the appropriate headings with a corresponding net amount recognised in the Statement of financial activities as voluntary income.

The following table sets out the fair values of the identifiable assets and liabilities transferred and an analysis of their recognition in the Statement of financial activities.

	Unrestricted funds £	Restricted funds £	Restricted fixed asset funds £	Total funds £
Tangible fixed assets				
- Freehold/leasehold land and buildings	-	-	21,503,039	21,503,039
- Other tangible fixed assets	-	-	3,536,000	3,536,000
Budget surplus/(deficit) on LA funds	292,058	-	-	292,058
Budget surplus/(deficit) on other school funds	-	-	197,712	197,712
LGPS pension surplus/(deficit)	-	(1,553,000)	-	(1,553,000)
Net assets/(liabilities)	292,058	(1,553,000)	25,236,751	23,975,809

The above net assets include £489,770 that were transferred as cash.

28. PENSION COMMITMENTS

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

The pension costs are assessed in accordance with the advice of independent qualified actuaries. The latest actuarial valuation of the TPS was 31 March 2004 and of the LGPS 31 March 2010.

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

28. PENSION COMMITMENTS (continued)

Teachers' Pension Scheme

The Teachers' Pension Scheme ("TPS") is a statutory, contributory, defined benefit scheme. The regulations under which the TPS operates are the Teachers' Pensions Regulations 2010.

Although teachers and lecturers are employed by various bodies, their retirement and other pension benefits, including annual increases payable under the Pensions (Increase) Acts are, as provided for in the Superannuation Act 1972, paid out of monies provided by Parliament. Under the unfunded TPS, teachers' contributions on a 'pay as you go' basis, and employers' contributions are credited to the Exchequer under arrangements governed by the above Act.

The Teachers' Pensions Regulations require an annual account, the Teachers' Pension Budgeting and Valuation Account, to be kept of receipts and expenditure (including the cost of pensions' increases). From 1 April 2001, the Account has been credited with a real rate of return (in excess of price increases and currently set at 3.5%), which is equivalent to assuming that the balance in the Account is invested in notional investments that produce that real rate of return.

The Government Actuary ('GA'), using normal actuarial principles, conducts formal actuarial reviews of the TPS. The aim of the reviews is to specify the level of future contributions.

The contribution rate paid into the TPS is assessed in two parts. First, a standard contribution rate ('SCR') is determined. This is the contribution, expressed as a percentage of the salaries of teachers and lecturers in service or entering service during the period over which the contribution rate applies, which if it were paid over the entire active service of these teachers and lecturers would broadly defray the cost of benefits payable in respect of that service. Secondly, a supplementary contribution is payable if, as a result of the actuarial investigation, it is found that accumulated liabilities of the Account for benefits to past and present teachers, are not fully covered by standard contributions to be paid in future and by the notional fund built up from past contributions. The total contribution rate payable is the sum of the SCR and the supplementary contribution rate.

The last valuation of the TPS related to the period 1 April 2001 - 31 March 2004. The GA's report of October 2006 revealed that the total liabilities of the Scheme (pensions currently in payment and the estimated cost of future benefits) amounted to £166,500 millions. The value of the assets (estimated future contributions together with the proceeds from the notional investments held at the valuation date) was £163,240 millions. The assumed real rate of return is 3.5% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 1.5%. The assumed gross rate of return is 6.5%.

As from 1 January 2007, and as part of the cost sharing agreement between employers' and teachers' representatives, the SCR was assessed at 19.75%, and the supplementary contribution rate was assessed to be 0.75% (to balance assets and liabilities as required by the regulations within 15 years). This resulted in a total contribution rate of 20.5%, which translated into an employee contribution rate of 6.4% and employer contribution rate of 14.1% payable. The cost-sharing agreement also introduced - effective for the first time for the 2008 valuation - a 14% cap on employer contributions payable.

From 1 April 2012 to 31 March 2013, the employee contribution rate will range between 6.4% and 8.8%, depending on a member's Full Time Equivalent salary. Further changes to the employee contribution rate will be applied in 2013-14 and 2014-15.

Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. Many of these are being discussed in the context of the design for a reformed TPS and scheme valuations are, therefore, currently suspended. The Government, however, has set out a future process for determining the employer contribution rate under the new scheme, and this process will involve a full actuarial valuation.

Under the definitions set out in Financial Reporting Standard (FRS17) Retirement Benefits, the TPS is a

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**NOTES TO THE FINANCIAL STATEMENTS
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28. PENSION COMMITMENTS (continued)

multi-employer pension scheme. The academy is unable to identify its share of the underlying assets and liabilities of the scheme. Accordingly, the academy has taken advantage of the exemption in FRS17 and has accounted for its contributions to the scheme as if it were a defined contribution scheme. The academy has set out above the information available on the scheme and the implications for the academy in terms of the anticipated contribution rates.

Local Government Pension Scheme

The LGPS is a funded defined benefit scheme, with assets held in separate trustee-administered funds. The total contribution made for the period ended 31 August 2012 was £566,224, of which employer's contributions totalled £432,906. The agreed contribution rate for future years are 19.7% for employers and 5.5-7.5% for employees.

The amounts recognised in the Balance sheet are as follows:

	2012 £
Present value of funded obligations	(4,658,000)
Fair value of scheme assets	2,234,000
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Net liability	(2,424,000)
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The amounts recognised in the Statement of financial activities are as follows:

	2012 £
Current service cost	(439,000)
Interest on obligation	(264,000)
Expected return on scheme assets	158,000
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Total	(545,000)
	<hr/> <hr/>

Movements in the present value of the defined benefit obligation were as follows:

	2012 £
Current service cost	439,000
Interest cost	264,000
Contributions by scheme participants	133,000
Actuarial Losses	803,000
Benefits paid	(81,000)
Liability transferred on conversion	3,100,000
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Closing defined benefit obligation	4,658,000
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2012**

28. PENSION COMMITMENTS (continued)

Movements in the fair value of the academy's share of scheme assets:

	2012
	£
Expected return on assets	158,000
Actuarial gains and (losses)	44,000
Contributions by employer	433,000
Contributions by employees	133,000
Benefits paid	(81,000)
Asset transferred on conversion	1,547,000
	2,234,000

The cumulative amount of actuarial gains and losses recognised in the Statement of total recognised gains and losses was £-759,000.

The academy expects to contribute £293,000 to its Defined benefit pension scheme in 2013.

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

	2012
Equities	60.00 %
Bonds	14.00 %
Property	6.00 %
Cash	5.00 %
Target return portfolio	15.00 %

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

	2012
Discount rate for scheme liabilities	3.90 %
Expected return on scheme assets at 31 August	5.20 %
Rate of increase in salaries	4.10 %
Rate of increase for pensions in payment / inflation	1.90 %

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

	2012
Retiring today	
Males	20.5
Females	24.5
Retiring in 20 years	
Males	22.5
Females	26.4

The current mortality assumptions include sufficient allowance for future improvements in mortality rates.

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**NOTES TO THE FINANCIAL STATEMENTS
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28. PENSION COMMITMENTS (continued)

Amounts for the current period are as follows:

Defined benefit pension schemes

	2012 £
Defined benefit obligation	(4,658,000)
Scheme assets	2,234,000
Deficit	<u>(2,424,000)</u>
Experience adjustments on scheme liabilities	(803,000)
Experience adjustments on scheme assets	<u>44,000</u>

29. OPERATING LEASE COMMITMENTS

At 31 August 2012 the academy had annual commitments under non-cancellable operating leases as follows:

	Land and buildings 2012 £	Other 2012 £
EXPIRY DATE:		
Between 2 and 5 years	-	<u>47,744</u>

30. RELATED PARTY TRANSACTIONS

Emma Brown (a member of the Trust Board) received £1,525 as payment for her coaching services as Learning Hub Practitioner. Sarah Kensington (Assistant Principle's wife) received teaching SEN of £2,166. Graham Powell (a member of the Trust Board) received £36,974 for his services as Building Learning Power Consultant.

There were no balances owing to/from related parties at the period end.