

Company Registration No. 08366005 (England and Wales)

THE 1590 TRUST
(FORMERLY CONYERS TRUST)
(A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2018

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THE 1590 TRUST (FORMERLY CONYERS TRUST) REFERENCE AND ADMINISTRATIVE DETAILS

Members

Mrs P Brooks
Ms F Johnson
Mr M Maggiore
Mr J Carter (resigned 9 October 2018)
Rev J Ford
Mrs S Blake (appointed 9 October 2018)
Mr C Beaumont (resigned...?)

Trustees

Ms F A Johnson (Chair)
Mrs J Coleman (Vice-Chair)
Mr C P Beaumont
Mr J W Morgan (Resigned 25 April 2018)
Professor E Martin
Mrs S Jones (Appointed 13 December 2017)
Dr R Smith (Appointed 28 March 2018)
Mrs S Blake (Appointed 28 March 2018 and resigned 7 October 2018)
Mr J Carter (Appointed 9 October 2018)

Trust Executive Group

- Chief Executive	Mrs L Spellman
- Deputy Headteacher Conyers School	Mr J Downs
- Director of Finance and Operations	Mr J McCann
- Acting Headteacher Bader Primary	Mrs S Jatwa (Sept - March 2018)
- Headteacher Bader Primary	Mr D Hodgson (from April 2018)
- Headteacher Kirklevington Primary	Mrs J Moralee (from June 2018)

Company secretary

Mr J McCann

Company registration number

08366005 (England and Wales)

Registered office

Green Lane
Yarm
Stockton on Tees
TS15 9ET

Academies operated

Academies operated	Location	Date Joined	Headteacher
Conyers School	Yarm	1 February 2013	Mrs L Spellman
Bader Primary School	Thornaby	1 September 2017	Mr D Hodgson
Kirklevington Primary School	Yarm	1 June 2018	Mrs J Moralee

Independent auditor

Baldwins Audit Services
Wynyard Park House
Wynyard Avenue
Wynyard
TS22 5TB

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
REFERENCE AND ADMINISTRATIVE DETAILS**

Bankers

Lloyds Bank plc
2nd Floor
Skinnergate
Darlington
County Durham
DL3 7ND

Solicitors

Muckle LLP
Time Central
32 Gallowgate
Newcastle upon Tyne
NE1 4BF

THE 1590 TRUST (FORMERLY CONYERS TRUST) TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2018

The trustees present their annual report together with the accounts and independent auditor's report of the charitable company for the period 1 September 2017 to 31 August 2018. The annual report serves the purposes of both a trustees' report, and a directors' report under company law.

The 1590 Trust (the Trust) is a Multi Academy Trust of two schools for all of 2017/18 with a third joining in June 2018. Conyers School is a secondary school and sixth form (11 to 18 year olds) serving a catchment area in south Stockton. It has a pupil capacity of 1,366 and had a roll of 1,290. Bader Primary school in Thornaby, is a nursery and primary school (2 to 11 year olds) with 339 pupils on roll and 81 in nursery. Kirklevington Primary school (3 to 11 year olds) is a nursery and primary school in Kirklevington village, with 116 on roll and 14 in nursery. All pupil numbers are based on the October 2017 census.

Structure, governance and management

Constitution

The 1590 Trust is a company limited by guarantee and an exempt charity. It was incorporated on 18 January 2013 and opened as an academy on 1 February 2013. It reconstituted itself as a Multi Academy Trust in November 2016. The memorandum and articles of association are the primary governing documents of the school.

The trustees oversaw the charitable activities of the Trust and were also the Directors of the charitable company for the purposes of company law during the year to 31 August 2018. Conyers school has a local governing body with full delegated powers. Bader Primary school is governed by a Trust board, supported by Bader governing body. Kirklevington Primary school has a local governing body with full delegated powers.

Local governing bodies are made up of the following, in accordance with the articles of association 45 – 64 as follows:

- a. A maximum of 9 community governors (appointed by the Trust)
- b. A maximum of 3 staff governors, elected by staff, provided that the number of governors (including the Headteacher) who are employees of the Academy Trust does not exceed one third of the total number of Governors
- c. A minimum of 2 and a maximum of 6 parent governors (elected by parents)
- d. The Headteacher and Chief Executive
- e. The School may also have a maximum of 3 co-opted governors under Article 59 (by the LGB).

Governors are appointed for a four year period, except that this time limit does not apply to the Headteacher. Any governor can be re-appointed or re-elected providing they still fulfil the criteria of the articles of association.

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.

Trustees' indemnities

Governors and trustees benefit from indemnity insurance purchased by the school to cover the liability of the trustees 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 School, provided that any such insurance shall not extend to any claim arising from any act or omission which the trustees or governors knew to be a breach of trust or breach of duty which was committed by the trustees or governors 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 defence to a criminal prosecution brought against the trustees and governors in their capacity as directors of the school. The limit of this indemnity is £10,000,000.

The Trust is part of the Risk Protection Arrangement (RPA), provided by the government which protects trustees from claims arising against negligent acts, errors or omissions occurring whilst on trust business.

THE 1590 TRUST (FORMERLY CONYERS TRUST) TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

Method of recruitment and appointment or election of trustees

The Members have the right to appoint the Trustees of the Trust.

The Trust has opted to have elected parent governors on each individual school governing body, rather than at Trust level, so as to maintain the strong links between parents and each school.

The Trust has sought to build up the capacity of the Trust during the year, in particular around primary education expertise. It has recruited new Trustees, drawing upon the services of Academy Ambassadors with Members interviewing prospective candidates prior to appointment.

Policies and procedures adopted for the induction and training of trustees

The Trust employs the School and Governor Support service from Stockton Council. All trustees and governors have access to the School and Governor Support service's training programme for governors. All trustees and governors are provided with copies of policies, procedures, minutes, accounts, budgets plans and any other documents that they will need to undertake their role.

Organisational structure

The Trust has operated with a Trust Board and a further three committees, to manage specific areas of its remit. The Trust Board meets six times a year, with a Forward Plan to manage its workload and decision making. The Trust provides the strategic direction and oversight for the Multi Academy Trust.

The Trust's Finance Committee oversees the budgets, finances and risk management for the trust and acts as the audit committee. It meets six times a year.

The Trust Standards Committee has oversight of the educational performance of the Trust, to ensure its high standards are maintained. It works with the local governing bodies and meets three times a year.

Bader Oversight Board was set up by the Trust to oversee the governance of Bader Primary school, following the decision not to delegate powers to the local governing body. It meets six times a year and works closely with Bader governing body. The intention is to build up the capacity of the latter to enable delegation to be restored.

The Trust delegates certain responsibilities in accordance with a published scheme of delegation to the Local Governing Bodies. Each school has its own scheme of delegation, based on the National Governors Association mixed model of delegation.

The local governing body of Conyers school is responsible for the operational direction of the school. It has delegated powers from the Trust to do so. The full governing body normally meets once each half term (six times a year), other Committee meetings take place three times a year.

The governing body establish an overall framework for the governance of the school and determine membership, terms of reference and procedures of committees and other groups which are reviewed on an annual basis. It receives reports including policies from its committee's for ratification. It monitors the work of the committees through minutes and verbal reports of the chair of each committee.

A similar arrangement is in place for Kirklevington Primary school, although it has opted to conduct all of its business in the main meeting of the governing body.

The trustees and board of governors have devolved responsibility for day to day management of each School to the Headteacher.

Arrangements for setting pay and remuneration of key management personnel

All key management personnel are paid in accordance with the national terms and conditions of pay for teachers pay, using the leadership pay scales. The remuneration of each Headteacher is annually reviewed and approved by the Headteacher's Appraisal Panel which also exercises oversight on senior staff pay.

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
TRUSTEES' REPORT (CONTINUED)**

FOR THE YEAR ENDED 31 AUGUST 2018

Trade union facility time

Relevant union officials

Number of employees who were relevant union officials during the relevant period	-
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	-
Percentage of the 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	-
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The Trust works with the recognised Trade Unions for its workforce, in accordance with its employment policies and the terms of TUPE for those staff joining the Trust from Stockton Council. It encourages all its staff to join the relevant Trade Unions.

Related parties and other connected charities and organisations

The Trust does not work in federation with any other organisation but is developing relationships with other schools where these partnerships assist in the achievement of our objectives.

Objectives and activities

Objects and aims

The principal objectives of the Trust are:

1. To advance for the public benefit, education in the United Kingdom, in particular by managing and developing schools offering a broad and balanced curriculum; and
2. To promote for the benefit of the inhabitants of Yarm and the surrounding areas the provision of facilities for recreation.

We aim to develop:

- Independent, determined students who will achieve their potential
- Creative, confident learners who will embrace opportunity
- Enthusiastic, empathetic people who will contribute positively to their community.

THE 1590 TRUST (FORMERLY CONYERS TRUST) TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2018

Objectives, strategies and activities

Each school has its own School Development Plan which is monitored by its governing body, which sets out the objectives for three years, with an annual update setting out the planned activities of the school to deliver these.

The Trust has developed a new three year vision and plan for the overall Trust, to be implemented from 1 September 2018. The vision is set out here:

The trust is a group of like-minded schools that share common values. All schools

- are safe, secure, happy and caring
- promote inclusion and tolerance, and celebrate diversity
- develop independent, resilient, motivated learners
- foster enthusiasm, positivity and mutual respect
- work collaboratively and sit at the heart of their communities
- set high expectations and challenge all to achieve their potential

Progress, standards and outcomes will be high.

Public benefit

The Trust confirm that they have complied with the duty in Section 4 of the Charities Act 2006 to have due regard to the Charity Commissioner's general guidance on public benefit in exercising their powers or duties.

Strategic report

Achievements and performance

The 1590 Trust (formerly Conyers Trust)

The Trust has expanded during 2017/18. On 1 September 2017 Bader Primary School joined the Trust and on 1 June 2018 Kirklevington Primary school joined the Trust. A further two primary schools are in discussions to join during 2018/19. A major task has therefore been to integrate these new schools and develop common support systems to provide value for money and more effective support for the classroom. The Trust has developed a Trust wide vision and plan, which will drive performance of the next three years.

Layfield Primary School joined the Trust on 1 September 2018.

Conyers School

Perseverando – 'Through Perseverance' is the school motto from which our core values are derived. At Conyers our core values are self-belief, mutual respect and pride in our community

In May 2018, Conyers School and Sixth Form was rated Good by Ofsted demonstrating the high standards being achieved by the school. It also featured in the prestigious 2017 Parliamentary Review, highlighting successful schools in the North.

Conyers school results given students starting points improved in 2018:

- 3 out of 4 (75 percent) students gained 5 good GCSE grades including English & Maths which allowed them to progress to a level 3 programme at post 16.
- More than 40 students gained eight or more grade 7s or higher.
- 2 out of 3 students in receipt of Pupil Premium gained at least a grade 4 in English and Maths.
- 98 percent of students gained at least 5 GCSEs
- The 'Progress 8' score, the Government measure of added value, is well above zero which means that students at Conyers make strong progress when compared with similar students nationally.

THE 1590 TRUST (FORMERLY CONYERS TRUST) TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

The performance of the sixth form at A level and BTEC improved compared to 2017:

- 64 percent of grades at A*, A or B
- Overall progress measures place Conyers in the top 25 percent of post 16 providers nationally.
- Almost 1 in 4 A level students achieved at least AAB
- The average A level grade was B/C
- 8 BTEC Level 3 students (Engineering or Health & Social Care) achieved 3 starred distinctions (equivalent to 3 A grades at A levels)

Destinations

Conyers students have a very high rate of securing work or further education after finishing at the school:

- 98 percent of 2016's Year 11 leavers were in Education or Employment with Training one year after leaving Conyers
- 2018 Sixth Form leavers secured high quality apprenticeships and places at University including Oxford, University College London and Durham. In addition 3 students gained a place at Medical School.

Life beyond the classroom

Conyers students have the opportunity to get involved in a variety of ex curricular activities including:

- A wide range of sports with success for teams and individuals, including a former student being the youngest ever Middlesbrough FC first team player
- A range of overseas trips such as ski-ing in Andorra, Year 8 languages visits to France and a GCSE Geography visit to Iceland.
- A fantastic production of 'Beauty and the Beast' performed at Billingham Forum theatre, involving more than 100 students playing to a packed house.

The main objectives of Conyers School during 2017-18 were set out in the School Development Plan:

- Key Stage 5 - to further improve the Sixth Form provision so that students are very well prepared for the next stage of their education or work with training
- Key Stage 4 - to secure outstanding outcomes and successful progression for all through a challenging curriculum, highly effective teaching, purposeful marking and enlightened use of data that informs timely and productive intervention
- Key Stage 3 - to provide a wide range of targeted intervention strategies through the effective use of progress data that leads to outstanding outcomes and successful progression for all
- Professional Learning - to sustain outstanding outcomes through skilful management of performance and effective individualised CPD for all staff
- Behaviour - to maintain the culture of excellent behaviour and ensure that students feel safe and make outstanding progress
- Community - to ensure that the school's vision and ethos is clearly understood by all stakeholders and that the school plays an active role within the communities it serves.

Bader Primary School

Bader joined the Trust on 1 September 2017 and a new Headteacher came into post in April 2018. The school is moving forward, with its motto 'Aiming High' inspired by Sir Douglas Bader who the school is named after. Bader's 2018 results are comparable with national figures in Early Years, Phonics and Key Stage 1, where strong outcomes have been secured again this year, whilst a little disappointing in Key Stage 2 :

- Children achieving a good level of development in Early Years was 72 percent (higher than the national figure of 70 percent).
- Phonics outcomes at Bader have increased over the last 3 years with 81 percent of Year 1 children passing this year's phonics screening test.
- The percentage of children reaching the expected standard in reading at Key Stage 1 was 77 percent which compares favourably with national and Stockton LA; 77 and 75 percent respectively.

THE 1590 TRUST (FORMERLY CONYERS TRUST) TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

- The percentage of child achieving the expected standard in Maths in KS1 was 77 percent, again comparing well with 77 percent (LA) and 76 percent (national).
- Attainment in Key Stage 2 is on an upward trajectory with all subjects securing an improvement from the previous year including the combined Reading, Writing and Maths scores.
- These scores are still below floor and national expectations but a concise and clear action plan has been implemented to address this in the next academic year.

Bader pupils have the opportunity to get involved in a wide range of extra-curricular activities including:

- After school clubs tailored to meet the needs of the whole school. These include: choir, gardening, reading for pleasure, home learning plus many sports clubs.
- A dedicated sports coach delivering high quality PE and fitness sessions, participation in a whole range of sport development days, cluster events and competitions.
- A school choir that regularly meets and performs in a variety of venues and to a variety of audiences.
- Aspirational events organised throughout the year to motivate and inspire learners young and old.

Kirklevington Primary School

Kirklevington joined the Trust in June 2018. It has had a good year academically. In Nursery and reception 10 of 14 children (64 percent) achieving a Good Level of Development and the Year 1 Phonics Check saw 9 out of 13 children (69 percent). The Key stages results in 2018:

End of Key Stage 1 :

- o Reading at Expected Standard: 10 out of 13 children (77 percent)
- o Reading at Greater Depth: 5 out of 13 children (38 percent)
- o Writing at Expected Standard: 10 out of 13 children (77 percent)
- o Writing at Greater Depth: 4 out of 13 children (31 percent)
- o Maths at Expected Standard: 10 out of 13 children (77 percent)
- o Maths at Greater Depth: 6 out of 13 children (46 percent)

End of Key Stage 2 :

- o Reading at Expected Standard: 20 out of 21 children (95 percent)
- o Writing at Expected Standard: 18 out of 21 children (86 percent)
- o Spelling, Punctuation and Grammar at Expected Standard: 19 out of 21 children (90 percent)
- o Maths at Expected Standard: 19 out of 21 children (90 percent)

The school encourages participation in many wider activities and over the last year highlights include:

- Opportunities for children to enjoy childhood with experiences such as: wheelchair basketball; whole school water battle; ice skating; climbing wall; author visits;
- Teams successfully competed in Cricket, Rugby, Swimming, Cross Country and Athletics
- A thoroughly enjoyable Year 6 Residential to Robinwood
- The Nativity play was a great success and the school was able to put on a thrilling production of the 'The Rocky Monster Show' in the summer
- successful after school clubs running weekly in sports, music and arts

Community Provision – Go Sport and Go Music

Conyers School has been a central part of the Yarm community since its founding in 1590. The Trust now serves a wider population across Yarm, Kirklevington, Ingleby Barwick, Stockton, Stainton and Thornaby. It continues to provide a much wider offer than simple academic achievement, with strong sporting and musical facilities.

THE 1590 TRUST (FORMERLY CONYERS TRUST) TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

The Trust has a well-established community sporting and leisure service called Go Sport. This provides a wide range of classes and sports facilities for use by community groups outside of school hours. Go Sport is part of Conyers School and therefore all activities are self-funding and not-for-profit which aims to provide high quality services at a reasonable cost to the community. A full range of courses for children and adults are on offer, including the likes of trampolining, gymnastics, cricket, football and dance. A state of the art, floodlit, 3G rubber crumb pitch, grass football pitches and mini soccer pitches, large newly refurbished sports hall and gymnasium, both with sprung floor, are all available for hire. The planned development of a new Hall in 2019 should improve the future community offer.

Go Music has been introduced in the last couple of years and is proving to be a success in promoting greater take up of music and developing the potential of young musicians. Go Music is also a not for profit service. Learning to play an instrument is one of the most rewarding and enjoyable activities a young person can do. It is widely recognised that studying Music helps develop a wide range of skills and abilities that benefit the student both academically and emotionally. This is especially true for students who participate in ensembles such as bands and choirs. This is why Go Music was founded, and why the musicians in the Trust schools perform as part of bands and choirs in events such as the School Show, Carol Service, Summer Concert and tour to Disneyland Paris. Over 250 pupils received tuition in a range of musical instruments, at both Conyers School and local primary schools in 2017/18.

Going concern

Taking into account consideration of all the relevant facts and circumstances and after making appropriate enquiries the Trust has a reasonable expectation that it has adequate resources to continue in operational existence for the foreseeable future. There are no material uncertainties that may cast significant doubt about the company's ability to continue as a going concern. For this reason it adopts the going basis preparing the financial statements.

Financial review

The Trust remains in good financial health, with reasonable levels of reserves. A prudent and cautious approach was taken to budget setting and to the maintenance of effective financial and budgetary control through-out the year.

The out turn for the Trust in 2017/18 was a surplus of £131,469 excluding movements in the restricted fixed asset fund, pension reserve and assets donated on conversion of acquired schools. Budgetary controls have been strengthened after the 2016/17 minor overspend and the areas of spending pressure around supply specifically addressed. The national Government decision not to fully fund pay and inflation increases is an ongoing pressure and risk to the financial health of the Trust.

Most of the Trust's income is obtained from the DfE via the ESFA in the form of recurring grants of £7,904,039 in year, the use of which is restricted for a specific purpose. The Trust generates additional unrestricted income from its community provision of Go Sport and Go Music and from its Conyers catering operation. Together with capital grants received in year and asset transfers from the local authority on conversion, the Trust recognised total income of £11,526,451.

Overall costs, including depreciation and LGPS pension costs, amounted to £9,662,358 resulting in a notional in year surplus of £1,864,093 (deficit of £644,031 in 2016/17).

Land, buildings and other assets are transferred to the Trust upon conversion. Further transfers of land and buildings took place on 1 September 2017 (£1,293,984) for Bader and 1 June 2018 (£651,452) for Kirklevington primary schools.

Conyers school was successful in securing from the ESFA, Condition Improvement Fund grant of £273,608 in April 2018, for Roofing phase 2. This was used to renew the roofing in the catering and PE blocks, bringing all the school's roofing up to a satisfactory standard. This project was concluded in November 2018.

The school held fund balances at 31 August 2018 of £14,872,240 (£12,507,147 in 2016/17) comprising £310,139 restricted funds, £622,539 unrestricted funds, £15,338,562 of restricted fixed assets funds and a pension reserve deficit of £1,399,000.

THE 1590 TRUST (FORMERLY CONYERS TRUST) TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

The calculated LGPS liability has decreased to £1,399,000 as at 31 August 2018, a significant decrease of £170,000 from the liability as at 31 August 2017 of £1,569,000, the closing deficit includes deficits acquired from schools entering the Trust during the year. Note 21 to the financial statements provides further details and also notes that the Secretary of State will meet all LGPS liabilities in the event of the closure of the Trust.

Key financial policies adopted or reviewed during the year include the Finance Policy which lays out the framework for financial management, including financial responsibilities of the Board, Headteacher, managers, budget holders and other staff as well as delegated authority for spending.

Key Performance Indicators

Indicator	2018	2017	2016
Total staff costs / GAG income	90.2%	93.0%	90.2%
Total staff costs / Total Revenue income	75.0%	77.0%	70.3%

The main financial performance indicator is the level of reserves held as per the balance sheet. The Trust prepares a balanced budget each financial year.

Conyers student numbers for the year 2015-16 reduced due to the impact of the Free School, creating an additional ongoing financial pressure. Since then year 7 intakes have risen above PAN. There are a number of new housing estates being built in our catchment area and we would ultimately expect a sustained increase in numbers.

Reserves policy

The Trust aims to carry forward sufficient funds to meet the long term objectives and to provide working capital, whilst ensuring that it does not affect its current operational activities. The Trust had determined that the appropriate level of free (unrestricted) reserves should be £400,000 for Conyers School to be achieved over a five year period.

In light of the expansion of the Trust, the reserves policy is to be reviewed post year end and reset to reflect the four schools now in the Trust. A separate ear marked reserve will be created for the Trust, in addition to reserves held for each school. The overall reserves currently stands at £622,539 (2017: £349,232).

Investment policy

The Trust aims to manage its cash balances to provide for the day-to-day working capital requirements of its operations, whilst protecting the real long-term value of any surplus cash balances against inflation. In addition, it aims to invest surplus cash funds in savings accounts with its Bank, to optimise returns whilst ensuring the there is no risk to the loss of these cash funds. At 31 August 2018 £500,000 was deposited in saving accounts.

Principal risks and uncertainties

The principal financial risks the Trust faces are the under-funding of the school by central government, uncertainty over future funding arising from the national funding formula, the loss of students to competitor schools and rising costs of pension provision. These risks are taken into account when setting the budgets of the Trust.

The principal risk to the individual schools in the Trust is any reduction in pupil rolls. The majority of the school income is from Government funding through the Education and Skills Funding Agency, which is largely driven by the numbers of students. The schools needs to ensure that recruitment continues to be proactive and attracts additional pupils. The building of a 'Free School' in the catchment area of Conyers had an initial adverse effect on pupil numbers, which will impact on future years until that lower year group leaves. However a number of new estates are being built within the catchment area of Conyers which may increase future pupil numbers. Wider changes in South Stockton have seen an upward movement in pupil numbers during 2017, also reflected in above PAN entry at Conyers school in 2017 and 2018.

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FOR THE YEAR ENDED 31 AUGUST 2018**

The second major risk is the Government decision not to fully fund the national education budget or fully provide for pay awards. The combination of a reduction in post 16 funding, changes in funding arrangements for special educational needs, additional costs for employers in relation to the teachers' pension scheme and National Insurance and increasing costs for catering and premises mean that budgets will be under sustained pressure in the next few years.

Uncertainty over the National Funding Formula and the level of Government funding constitute the other main financial risk. This lack of clarity is making it difficult to develop robust longer term financial plans.

The Trust is a member of the Teesside Local Government Pension Scheme (LGPS), which results in the recognition of a significant notional deficit on the academy balance sheet. This reduced in 2016/17 and in 2017/18 showed a notional deficit of £1,399,000.

Financial and risk management objectives and policies

The Trust has a strategic risk register with the main items of risk being reviewed at each meeting of the Finance Committee in order to identify major risks to which it is exposed.

The Trust has robust business continuity plans in place for both physical and ICT risks. In addition the Trust has a Financial Handbook in place which ensures that the systems are in place to enable sound financial management.

The Trust also has a programme of internal assurance visits by the external auditor and all financial processes are discussed and reviewed at each visit with a report presented to the Finance Committee.

The Trust examine the financial health of the schools at each meeting of the Finance Committee.

At year end the schools had no significant liabilities arising from trade creditors or debtors which would have an effect on the liability of the schools.

Fundraising

Under the provisions of the Charities (Protection and Social Investment) Act 2016 this section includes information on fundraising practices. The areas to cover are included in section 13 of the Act and include:

- approach to fundraising
- work with, and oversight of, any commercial participators / professional fundraisers
- fundraising conforming to recognised standards
- monitoring of fundraising carried out on its behalf
- fundraising complaints
- protection of the public, including vulnerable people, from unreasonably intrusive or persistent fundraising approaches, and undue pressure to donate.

The Trust has not fund raised nor used agents to do so during 2017-18, under the terms of this provision. Students and individual members of staff do raise funds for other charities, such as sponsored walks/runs and Red nose day. These are supervised so as to ensure proper protection of all third parties and the good reputation of the Trust.

THE 1590 TRUST (FORMERLY CONYERS TRUST) TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

Employee Consultation and Engagement

The Trust employs over 250 employees and so has disclosed the actions taken during the year to introduce, develop or maintain arrangements to provide information and consult employees..

The Trust used daily briefings, regular all staff meetings/briefings and formal correspondence to inform staff of developments. The Trust employment policies are aligned with those of the local Council and include a full commitment to consult and engage with staff and their recognised Trade Unions. The Trust recognises and works closely with Trade Unions. They are included in any formal consultation exercise. During 2017/18 a formal redundancy exercise was carried out in one of the schools, with full staff consultation and individual meetings for those teams most effected. Formal consultation, staff meetings and drop in sessions were also provided for staff of those schools which have or are in the process of joining the Trust.

Disabled Employees

The Trust has in place a suit of staffing employment policies which are in accordance with relevant legislation, regulations and best practise. Our application form sets out that We are positive about disability and welcome applications from disabled people. The Recruitment policy ensures the recruitment of all staff is conducted in a fair, effective and economic manner, in accordance with statutory requirements and good practice. Those responsible for the recruitment process are to demonstrate a professional approach by dealing honestly, efficiently and fairly with all applicants. Accordingly under the terms of The Equality Act 2010, the Trust will make reasonable adjustment to the recruitment process if an applicant makes the employer aware that they have a disability. This applies to the entire recruitment process, from advertisement to appointment.

The Trust are committed to making reasonable adjustments to help employees overcome disadvantage resulting from impairment and the process for dealing with employees who become disable are set out in the Attendance management procedures.

The Trust is committed to ensuring that disabled persons have the same opportunities in terms of training, career development and promotion as all staff.

Plans for future periods

Layfield Primary School in Yarm joined the Trust on 1 September 2018. This is a feeder school for Conyers and also has strong links to Kirklevington school.

The Trust is in discussion with two other primary schools in Stockton who have expressed an interest in joining the Multi Academy Trust. An exercise of due diligence is underway and it is hoped that these primary schools will be able to join the Trust during 2018/19. Further work is being done around ensuring sufficient capacity in the senior management team, support services and the Trust to support this extension. A shadow senior leadership group has been operating, including the heads from applicant schools, to help smooth integration and joined up planning. A period of consolidation by the Trust is then anticipated.

Conyers School is working with Stockton Council on options to add a school hall to the site in 2019. Conyers was built without a hall and this has greatly limited school assemblies, meetings and internal drama and music. The acquisition of a hall would greatly improve both our pastoral, educational and community provision. Planning permission has been granted for a hall and linked changing rooms and a community studio. Stockton Council intend to build and donate a hall to the school. The Trust are pursuing plans and bids to provide additional community facilities, on the back of this project.

Funds held as custodian trustee on behalf of others

The Trust does not act as custodian trustees for any other charity.

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
TRUSTEES' REPORT (CONTINUED)**

FOR THE YEAR ENDED 31 AUGUST 2018

Auditor

In so far as the trustees are aware:

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

A resolution proposing that Baldwins Audit Services be reappointed as auditor of the charitable company will be put to the members.

The trustees' report, incorporating a strategic report, was approved by order of the board of trustees, as the company directors, on^{28/11/18}..... and signed on its behalf by:



Ms F A Johnson

Chair

THE 1590 TRUST (FORMERLY CONYERS TRUST) GOVERNANCE STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2018

Scope of responsibility

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

The Trust has delegated the day to day responsibility to the Chief Executive 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 the Trust and the Secretary of State for Education. They are also responsible for reporting to the Trust and governing body 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 5 times during the year. Attendance during the year at meetings of the board of trustees was as follows:

Trustees	Meetings attended	Out of possible
Ms F A Johnson (Chair)	4	5
Mrs J Coleman (Vice-Chair)	5	5
Mr C P Beaumont	4	5
Mr J W Morgan (Resigned 25 April 2018)	3	4
Professor E Martin	4	5
Mrs S Jones (Appointed 13 December 2017)	2	3
Dr R Smith (Appointed 28 March 2018)	2	2
Mrs S Blake (Appointed 28 March 2018 and resigned 7 October 2018)	1	2
Mr J Carter (Appointed 9 October 2018)	0	0

Self-Evaluation

The Trust have reviewed the operation of the Trust and as a result revised the scheme of delegation and the split of committees as a result. To reduce the call upon Trustees' time the Finance and the Standards committees were reconfigured to operate with three Trustees each from April 2018. The Bader Oversight Board has reviewed the capacity of the governing body and determined that the current arrangements will continue for 2018/19.

Finance Committee

The Trust's Finance Committee's main purpose is to monitor the financial documents produced by the Headteacher and the Director of Finance and Operations. These include financial summaries for each school, unrestricted funds, curriculum cost centres, Go Sport, Go Music and catering. It also monitors the capital funding budget and approves all financial policies. This committee has taken on the role of audit committee.

There were six meetings of the Finance Committee and attendance at meetings in the year was as follows:

Trustees	Meetings attended	Out of possible
Ms F A Johnson	5	6
Mrs J Coleman	5	5
Mr C P Beaumont (Chair)	6	6
Mr J W Morgan (Resigned 1 April 2018)	2	3
Professor E Martin	4	6
Dr R Smith (Appointed 28 March 2018)	1	3

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
GOVERNANCE STATEMENT (CONTINUED)**

FOR THE YEAR ENDED 31 AUGUST 2018

Standards Committee

Attendance at meetings in the year was as follows:

Trustees	Meetings attended	Out of possible
Ms F A Johnson	2	2
Mrs J Coleman	3	3
Mr C P Beaumont	2	2
Mr J W Morgan (Resigned 1 April 2018)	2	2
Professor E Martin	2	2
Mrs S Jones (Appointed 13 December 2017) (Chair)	2	2
Mrs S Blake (Appointed 28 March 2018 and resigned 7 October 2018)	0	1

Bader Oversight board

Trustees	Meetings attended	Out of possible
Ms F Johnson (Chair)	6	6
Mrs C Mason (Chair of Governing Body)	5	6
Mr J O Boyle (Governor)	5	5
Mrs L Spellman (Chief Executive)	6	6
Mrs S Jatwa (Acting Headteacher until 31 March 2018)	4	4
Mr D Hodgson (Headteacher from 1 April 2018)	4	4

Review of value for money

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

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

- Regular review of the teaching structure against the requirements of the curriculum, to ensure the optimal deployment of staff, this is demonstrated by maintaining the ratio of 0.78 which is the recommended benchmark of ACSL for best utilisation of teaching staff
- Through review of the teaching establishment, leading to two post being made redundant
- Due diligence review conducted for Kirklevington, Layfield and Levendale Primary schools

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 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 the Trust for the period 1 September 2017 to 31 August 2018 and up to the date of approval of the annual report and financial statements.

THE 1590 TRUST (FORMERLY CONYERS TRUST) GOVERNANCE STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

Capacity to handle risk

The board of trustees has reviewed the key risks to which the school 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 school's significant risks that has been in place for the period 1 September 2017 to 31 August 2018 and up to the date of approval of the annual report and accounts. This process is regularly reviewed and updated by the board of trustees through-out the year.

The risk and control framework

The 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 regular financial reports which are reviewed and agreed by the trust's finance committee
- regular reviews by the Finance Committee of reports which indicate financial performance against the forecasts and of major purchase plans, capital works and expenditure programmes;
- setting targets to measure financial and other performance;
- clearly defined purchasing (asset purchase or capital investment) guidelines;
- delegation of authority and segregation of duties;
- identification and management of risks.

The Trust have considered the need for a specific internal audit function and have decided not to appoint an internal auditor. However the trustees have appointed Baldwins Audit Services, the external auditor, to perform additional checks. The external auditor's role includes giving advice on financial matters and performing a range of checks on the school's financial systems. In particular the checks carried out in the current period included:

- Review of monthly payroll accounts
- Review of monthly creditor and debtor aged listings
- Ensure School's Finance Handbook is up to date
- Review Management reports to Governors
- Review expense claims
- Ensure bank reconciliations have been carried out
- Test a sample of payments back to original order
- Review all purchases and contracts of a high value
- Review fixed asset register including depreciation
- Review minutes of Finance Meetings and review Risk Register
- Check petty cash balances
- Review procedures for Go Sport Income and Banking
- Checked that the Trust has reviewed its terms of reference for Governors and Trustees

They were carried out in this financial period in May 2018, including visits to Bader school and the Go team. No significant issues were raised during the current financial period. These reports were presented to the Finance Committee in July 2018.

Review of effectiveness

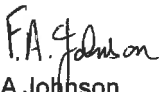
As accounting officer the Headteacher has responsibility for reviewing the effectiveness of the system of internal control. During the year in question the review has been informed by:

- The work of the External Auditor
- The financial management and governance self-assessment process
- The work of the Director of Business and Finance who has responsibility for the development and maintenance of the internal control framework

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
GOVERNANCE STATEMENT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

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

Approved by order of the board of trustees on28/11/18..... and signed on its behalf by:


Ms F A Johnson
Chair


Mrs L Spellman
Accounting Officer

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
STATEMENT OF REGULARITY, PROPRIETY AND COMPLIANCE
FOR THE YEAR ENDED 31 AUGUST 2018**

As accounting officer of The 1590 Trust I have considered my responsibility to notify the trust board of trustees and the Education & 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 trust and the Secretary of State for Education. As part of my consideration I have had due regard to the requirements of the Academies Financial Handbook 2017.

I confirm that I and the trust's board of trustees are able to identify any material irregular or improper use of funds by the trust, or material non-compliance with the terms and conditions of funding under the trust's funding agreement and the Academies Financial Handbook 2017.

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

Mrs L Spellman
Accounting Officer



28/11/18

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 AUGUST 2018**

The trustees (who are also the directors of The 1590 Trust for the purposes of company law) are responsible for preparing the trustees' report and the accounts in accordance with the Annual Accounts Direction issued by the Education & Skills Funding Agency, United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

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

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 and the Academies Accounts Direction 2017 to 2018;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

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

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

Approved by order of the members of the board of trustees on 28/11/18 and signed on its behalf by:


Ms F A Johnson
Chair

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE 1590 TRUST
FOR THE YEAR ENDED 31 AUGUST 2018**

Opinion

We have audited the accounts of The 1590 Trust for the year ended 31 August 2018 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the accounts, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice), the Charities SORP 2015 and the Academies Accounts Direction 2017 to 2018 issued by the Education & Skills Funding Agency.

In our opinion the accounts:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2018 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006; and
- have been prepared in accordance with the Charities SORP 2015 and the Academies Accounts Direction 2017 to 2018.

Basis for opinion

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

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the accounts is not appropriate; or
- the trustees have not disclosed in the accounts any identified material uncertainties that may cast significant doubt about the trust's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the accounts are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the accounts and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the accounts does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE 1590 TRUST
(CONTINUED)**

FOR THE YEAR ENDED 31 AUGUST 2018

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

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

Responsibilities of trustees

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

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

Auditor's responsibilities for the audit of the accounts

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

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

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE 1590 TRUST
(CONTINUED)**

FOR THE YEAR ENDED 31 AUGUST 2018

Use of our report

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



**Joanne Regan FCA (Senior Statutory Auditor)
for and on behalf of Baldwins Audit Services**

4 December 2018

Statutory Auditor

Wynyard Park House
Wynyard Avenue
Wynyard
TS22 5TB

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON
REGULARITY TO THE 1590 TRUST AND THE EDUCATION & SKILLS FUNDING
AGENCY**

FOR THE YEAR ENDED 31 AUGUST 2018

In accordance with the terms of our engagement letter dated 31 August 2018 and further to the requirements of the Education & Skills Funding Agency (ESFA) as included in the Academies Accounts Direction 2017 to 2018, we have carried out an engagement to obtain limited assurance about whether the expenditure disbursed and income received by The 1590 Trust during the period 1 September 2017 to 31 August 2018 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 The 1590 Trust and ESFA in accordance with the terms of our engagement letter. Our work has been undertaken so that we might state to the The 1590 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 The 1590 Trust and ESFA, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of The 1590 Trust's accounting officer and the reporting accountant

The accounting officer is responsible, under the requirements of The 1590 Trust's funding agreement with the Secretary of State for Education dated 1 February 2013 and the Academies Financial Handbook, extant from 1 September 2017, 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 2017 to 2018. We report to you whether anything has come to our attention in carrying out our work which suggests that in all material respects, expenditure disbursed and income received during the period 1 September 2017 to 31 August 2018 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 2017 to 2018 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 trust's income and expenditure.

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
INDEPENDENT REPORTING ACCOUNTANT'S ASSURANCE REPORT ON
REGULARITY TO THE 1590 TRUST AND THE EDUCATION & SKILLS FUNDING
AGENCY (CONTINUED)**

FOR THE YEAR ENDED 31 AUGUST 2018

The work undertaken to draw to our conclusion includes:

- completion of self assessment questionnaire by Accounting Officer
- discussions with the Accounting Officer and finance team
- review of Internal Assurance report
- review of trustee and committee meeting minutes
- review of finance and other relevant policies
- review of purchases, expenses and expense claims on a sample basis including the application of controls and tendering processes where applicable
- review of gifts and hospitality transactions including the application of controls
- review of credit and debit card transactions including the application of controls
- review of payroll transactions on a sample bases including the application of controls
- review of potential special payments to staff
- review of leases and consideration of areas where borrowing may have been incurred
- consideration of transactions with related and connected parties
- review of register of business interests for completeness and compliance with regulations
- enquiries into transactions that may require disclosure under ESFA delegated authority rules
- consideration of value for money and appropriateness of transactions

Conclusion

In the course of our work, nothing has come to our attention which suggests that in all material respects the expenditure disbursed and income received during the period 1 September 2017 to 31 August 2018 has not been applied to purposes intended by Parliament and the financial transactions do not conform to the authorities which govern them.

Baldwins

Reporting Accountant
Baldwins Audit Services

Dated: *4 December 2018*

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2018**

	Notes	Unrestricted Funds £	Restricted funds: General Fixed asset £ £		Total 2018 £	Total 2017 £
Income and endowments from:						
Donations and capital grants	3	1,126	-	318,900	320,026	19,063
Donations - transfer from local authority on conversion	29	140,610	(41,000)	1,968,060	2,067,670	-
Charitable activities:						
- Funding for educational operations	4	312,711	8,257,760	-	8,570,471	6,504,678
Other trading activities	5	564,141	-	-	564,141	657,623
Investments	6	4,143	-	-	4,143	7,364
Total		1,022,731	8,216,760	2,286,960	11,526,451	7,188,728
Expenditure on:						
Raising funds	7	611,354	-	-	611,354	601,010
Charitable activities:						
- Educational operations	9	138,069	8,528,939	383,996	9,051,004	7,231,749
Total	7	749,423	8,528,939	383,996	9,662,358	7,832,759
Net income/(expenditure)		273,308	(312,179)	1,902,964	1,864,093	(644,031)
Transfers between funds	19	-	22,950	(22,950)	-	-
Other recognised gains/(losses)						
Actuarial gains on defined benefit pension schemes	21	-	501,000	-	501,000	688,000
Net movement in funds		273,308	211,771	1,880,014	2,365,093	43,969
Reconciliation of funds						
Total funds brought forward		349,231	(1,300,632)	13,458,548	12,507,147	12,463,178
Total funds carried forward		622,539	(1,088,861)	15,338,562	14,872,240	12,507,147

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2018**

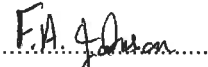
Comparative year information		Unrestricted	Restricted funds:		Total
Year ended 31 August 2017		Funds	General	Fixed asset	2017
	Notes	£	£	£	£
Income and endowments from:					
Donations and capital grants	3	-	-	19,063	19,063
Charitable activities:					
- Funding for educational operations	4	280,550	6,224,128	-	6,504,678
Other trading activities	5	531,113	126,510	-	657,623
Investments	6	7,364	-	-	7,364
Total		819,027	6,350,638	19,063	7,188,728
Expenditure on:					
Raising funds	7	601,010	-	-	601,010
Charitable activities:					
- Educational operations	9	135,514	6,715,989	380,246	7,231,749
Total	7	736,524	6,715,989	380,246	7,832,759
Net income/(expenditure)		82,503	(365,351)	(361,183)	(644,031)
Transfers between funds	19	(10,742)	-	10,742	-
Other recognised gains/(losses)					
Actuarial gains on defined benefit pension schemes	21	-	688,000	-	688,000
Net movement in funds		71,761	322,649	(350,441)	43,969
Reconciliation of funds					
Total funds brought forward		277,470	(1,623,281)	13,808,989	12,463,178
Total funds carried forward		349,231	(1,300,632)	13,458,548	12,507,147

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
BALANCE SHEET**

AS AT 31 AUGUST 2018

	Notes	2018		2017	
		£	£	£	£
Fixed assets					
Tangible assets	13	15,148,315		13,394,493	
Current assets					
Stocks	14	45,127		45,691	
Debtors	15	440,198		145,286	
Cash at bank and in hand		1,370,969		913,198	
		<u>1,856,294</u>		<u>1,104,175</u>	
Current liabilities					
Creditors: amounts falling due within one year	16	(726,494)		(414,396)	
Net current assets			1,129,800		689,779
Total assets less current liabilities			16,278,115		14,084,272
Creditors: amounts falling due after more than one year	17		(6,875)		(8,125)
Net assets excluding pension liability			16,271,240		14,076,147
Defined benefit pension scheme liability	21		(1,399,000)		(1,569,000)
Net assets			14,872,240		12,507,147
Funds of the trust:					
Restricted funds	19				
- Fixed asset funds			15,338,562		13,458,548
- Restricted income funds			310,139		268,368
- Pension reserve			(1,399,000)		(1,569,000)
Total restricted funds			14,249,701		12,157,916
Unrestricted income funds	19		622,539		349,231
Total funds			14,872,240		12,507,147

The accounts on pages 25 to 51 were approved by the trustees and authorised for issue on ...28/11/18... and are signed on their behalf by:


.....
Ms F A Johnson
Chair

Company Number 08366005

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 AUGUST 2018**

	Notes	2018 £	£	2017 £	£
Cash flows from operating activities					
Net cash provided by (used in) operating activities	22		122,125		(211,001)
Cash funds transferred on conversion			206,234		-
			<u>328,359</u>		<u>(211,001)</u>
Cash flows from investing activities					
Dividends, interest and rents from investments		4,143		7,364	
Capital grants from DfE and ESFA		308,900		19,063	
Capital funding from sponsors and others		10,000		-	
Payments to acquire tangible fixed assets		(192,381)		(117,426)	
			<u>130,662</u>		<u>(90,999)</u>
Cash flows from financing activities					
Repayment of other loan		(1,250)		(625)	
			<u>(1,250)</u>		<u>(625)</u>
Change in cash and cash equivalents in the reporting period			<u>457,771</u>		<u>(302,625)</u>
Cash and cash equivalents at 1 September 2017			<u>913,198</u>		<u>1,215,823</u>
Cash and cash equivalents at 31 August 2018			<u><u>1,370,969</u></u>		<u><u>913,198</u></u>
Relating to:					
Bank and cash balances			<u>870,969</u>		<u>563,198</u>
Short term deposits			<u>500,000</u>		<u>350,000</u>

THE 1590 TRUST (FORMERLY CONYERS TRUST) NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2018

1 Accounting policies

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

1.1 Basis of preparation

The accounts of the trust, which is a public benefit entity under FRS 102, have been prepared under the historical cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102), the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)), the Academies Accounts Direction 2017 to 2018 issued by ESFA, the Charities Act 2011 and the Companies Act 2006.

The 1590 Trust meets the definition of a public benefit entity under FRS 102.

1.2 Going concern

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

1.3 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. The substance of the transfer is that of a gift and it has been accounted for on that basis as set out below.

The assets and liabilities transferred on conversion from Bader Primary School and Kirklevington Primary School to the academy trust have been valued at their fair value. The fair value has been derived based on that of equivalent items. The amounts have been recognised under the appropriate balance sheet categories, with a corresponding amount recognised in Donations – transfer from local authority on conversion in the Statement of Financial Activities and analysed under unrestricted funds, restricted general funds and restricted fixed asset funds. The value of land and buildings on conversion has been estimated based on Local Authority information. Other assets and liabilities have been transferred at fair value. Further details of the transaction are set out in note 29.

1.4 Income

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

Grants

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

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

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

1 Accounting policies

(Continued)

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

Sponsorship income

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

Donations

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

Other income

Other income, including the hire of facilities, catering and trip income, is recognised in the period it is receivable and to the extent the goods have been provided or on completion of the service.

Donated goods, facilities and services

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

Donated fixed assets

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

1.5 Expenditure

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

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

All resources expended are inclusive of irrecoverable VAT.

Expenditure on raising funds

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

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

1 Accounting policies

(Continued)

Charitable activities

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

1.6 Tangible fixed assets and depreciation

Assets costing £2,000 or more and suites of assets costing £10,000 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

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

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

Leasehold land and buildings	50 years
All weather pitches	10 years
Computer equipment	4 years
Fixtures, fittings & equipment	7 years
Motor vehicles	4 years

Assets in the course of construction are included at cost. Depreciation on these assets is not charged until they are brought into use and reclassified to freehold or leasehold land and buildings.

The trust's land and buildings are occupied on a 125 year lease from the local authority. In the view of the trustees, the risks and rewards of occupying the site have been substantially transferred to the trust and therefore the land and buildings have been recognised as a donation on conversion and capitalised within the restricted fixed assets fund. The basis of valuation has been disclosed within the fixed assets note.

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

1.7 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 trust anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

1.8 Leased assets

Rentals payable under operating leases are charged against income on a straight line basis over the period of the lease.

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

1 Accounting policies

(Continued)

1.9 Financial instruments

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

Financial assets

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

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

Financial liabilities

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

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

1.10 Stock

Stock comprises of uniform stock, musical instruments, catering stocks and other incidental items. Stocks are valued at the lower of cost and net realisable value.

1.11 Taxation

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

1.12 Pensions benefits

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

The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with the 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 projected unit method. The TPS is an unfunded multi-employer scheme with no underlying assets to assign between employers. Consequently, the TPS is treated as a defined contribution scheme for accounting purposes and the contributions are recognised in the period to which they relate..

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

FOR THE YEAR ENDED 31 AUGUST 2018

1 Accounting policies

(Continued)

The LGPS is a funded multi-employer scheme and the assets are held separately from those of the 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.

1.13 Fund accounting

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

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

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

1.14 Agency arrangements

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

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

2 Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions

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

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost or income for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 21, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2016 has been used by the actuary in valuing the pensions liability at 31 August 2018. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

The trust's land and buildings are occupied on a 125 year lease from the local authority. In the view of the trustees, the risks and rewards of occupying the site have been substantially transferred to the trust and therefore the land and buildings have been recognised as a donation on conversion and capitalised within the restricted fixed assets fund. The basis of valuation has been disclosed within the fixed assets note.

3 Donations and capital grants

	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
Capital grants	-	318,900	318,900	19,063
Other donations	1,126	-	1,126	-
	<u>1,126</u>	<u>318,900</u>	<u>320,026</u>	<u>19,063</u>

THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018

4 Funding for the trust's educational operations

	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
DfE / ESFA grants				
General annual grant (GAG)	-	7,461,922	7,461,922	5,930,547
Other DfE group grants	-	442,117	442,117	219,530
	-	7,904,039	7,904,039	6,150,077
Other government grants				
Local authority grants	-	353,721	353,721	74,051
Other funding				
Pupil catering income	312,711	-	312,711	280,550
Total funding	312,711	8,257,760	8,570,471	6,504,678

5 Other trading activities

	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
GoSport	98,973	-	98,973	109,262
Staff and visitors catering income	7,172	-	7,172	30,104
GoMusic	47,195	-	47,195	55,036
School trips	208,865	-	208,865	217,124
Other income	201,936	-	201,936	246,097
	564,141	-	564,141	657,623

6 Investment income

	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
Short term deposits	4,143	-	4,143	7,364

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

7 Expenditure

	Staff costs	Non Pay Expenditure		Total	Total
	£	Premises	Other	2018	2017
	£	£	£	£	£
Expenditure on raising funds					
- Direct costs	254,169	-	357,185	611,354	601,010
Academy's educational operations					
- Direct costs	5,933,071	-	722,237	6,655,308	5,342,297
- Allocated support costs	1,212,478	812,680	370,538	2,395,696	1,889,452
	<u>7,399,718</u>	<u>812,680</u>	<u>1,449,960</u>	<u>9,662,358</u>	<u>7,832,759</u>

Net income/(expenditure) for the year includes:

	2018	2017
	£	£
Fees payable to auditor for:		
- Audit	7,750	6,220
- Other services	5,800	5,330
Operating lease rentals	121,339	89,327
Depreciation of tangible fixed assets	383,996	380,246
Net interest on defined benefit pension liability	38,000	39,000
	<u> </u>	<u> </u>

8 Central services

The Trust provides or arranges the following services to its academies during the year:

- Leadership and governance
- Educational standards
- Financial services
- ICT advice and technical support
- Audit

The trust charges for these services on the following basis:

Contributions are based on total costs incurred by the central function as a percentage of pupil numbers per school.

In addition to this, Bader Primary School has contributed an amount equivalent to the Start up grant received, Kirklevington Primary School has contributed an amount equivalent to Start up grant received, less expenditure paid by SBC from the grant and Conyers School has contributed an amount equivalent to the contributions above, in order to build up a Trust reserve.

The amounts charged during the year were as follows:

	2018
	£
Conyers School	62,000
Bader Primary School	37,000
Kirklevington Primary School	17,000
	<u> </u>
	<u>116,000</u>

THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018

9 Charitable activities

	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
Direct costs				
Educational operations	-	6,655,308	6,655,308	5,342,297
Support costs				
Educational operations	138,069	2,257,627	2,395,696	1,889,452
	<u>138,069</u>	<u>8,912,935</u>	<u>9,051,004</u>	<u>7,231,749</u>
			2018	2017
			£	£
Analysis of support costs				
Support staff costs			1,212,478	921,568
Depreciation			383,996	380,246
Premises costs			428,684	259,291
Other support costs			317,832	278,234
Governance costs			52,706	50,113
			<u>2,395,696</u>	<u>1,889,452</u>

10 Staff

Staff costs

Staff costs during the year were:

	2018 £	2017 £
Wages and salaries	5,548,911	4,469,717
Social security costs	518,965	409,109
Pension costs	1,060,930	846,235
Staff costs	7,128,806	5,725,061
Agency staff costs	235,111	133,784
Staff restructuring costs	-	10,662
Staff development and other staff costs	35,801	61,169
Total staff expenditure	<u>7,399,718</u>	<u>5,930,676</u>
Staff restructuring costs comprise:		
Redundancy payments	<u>-</u>	<u>10,662</u>

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

10 Staff **(Continued)**

Staff numbers

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

	2018 Number	2017 Number
Teachers	126	92
Administration and support	130	112
Management	11	9
	<u>267</u>	<u>213</u>

Higher paid staff

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

	2018 Number	2017 Number
£60,001 - £70,000	1	1
£70,001 - £80,000	1	1
£90,001 - £100,000	1	1
	<u>3</u>	<u>3</u>

Key management personnel

The key management personnel of the trust comprise the trustees and the senior management team as listed on page 1. The total amount of employee benefits (including employer national insurance and pension contributions) received by key management personnel for their services to the trust was £371,494 (2017: £691,823).

11 Trustees' remuneration and expenses

None of the trustees have been paid remuneration or have received other benefits from an employment with the trust.

Other related party transactions involving the trustees are set out within the related parties note.

12 Trustees and officers insurance

The trust has opted into the Department for Education's Risk Protection Arrangement (RPA), an alternative to insurance where UK government funds cover losses that arise. This scheme protects trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on trust business, and provides cover up to £10,000,000. It is not possible to quantify the trustees and officers indemnity element from the overall cost of the RPA scheme.

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

13 Tangible fixed assets

	Leasehold land and buildings	All weather pitches	Computer equipment	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£	£
Cost						
At 1 September 2017	13,674,280	203,652	167,539	956,591	25,900	15,027,962
Transfer on conversion	1,945,437	-	-	-	-	1,945,437
Additions	157,948	-	-	34,433	-	192,381
At 31 August 2018	15,777,665	203,652	167,539	991,024	25,900	17,165,780
Depreciation						
At 1 September 2017	921,342	79,764	158,074	448,762	25,527	1,633,469
Charge for the year	230,331	20,365	394	132,533	373	383,996
At 31 August 2018	1,151,673	100,129	158,468	581,295	25,900	2,017,465
Net book value						
At 31 August 2018	14,625,992	103,523	9,071	409,729	-	15,148,315
At 31 August 2017	12,752,938	123,888	9,465	507,829	373	13,394,493

Existing leasehold land and buildings were valued on the basis of depreciated replacement cost as at 31 March 2013 by Mouchel on behalf of the Education and Skills Funding Agency.

During the year leasehold land and buildings were acquired by the trust on the introduction of two academies. The assets were valued on the transfer value provided by the Local Authority.

14 Stocks

	2018	2017
	£	£
School uniform	16,286	18,776
Catering stock	920	1,704
Other stock	27,921	25,211
	45,127	45,691

15 Debtors

	2018	2017
	£	£
Trade debtors	9,873	13,217
VAT recoverable	51,227	15,086
Other debtors	1,394	-
Prepayments and accrued income	377,704	116,983
	440,198	145,286

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

16 Creditors: amounts falling due within one year	2018	2017
	£	£
Salix loan	1,250	1,250
Trade creditors	85,524	43,316
Other taxation and social security	133,093	101,621
Other creditors	123,758	84,214
Accruals and deferred income	382,869	183,995
	<u>726,494</u>	<u>414,396</u>
	<u><u>726,494</u></u>	<u><u>414,396</u></u>
17 Creditors: amounts falling due after more than one year	2018	2017
	£	£
Salix loan	6,875	8,125
	<u>6,875</u>	<u>8,125</u>
	<u><u>6,875</u></u>	<u><u>8,125</u></u>
Analysis of loans		
Not wholly repayable within five years by instalments	8,125	9,375
Less: included in current liabilities	(1,250)	(1,250)
	<u>6,875</u>	<u>8,125</u>
	<u><u>6,875</u></u>	<u><u>8,125</u></u>
Amounts included above	6,875	8,125
	<u>6,875</u>	<u>8,125</u>
	<u><u>6,875</u></u>	<u><u>8,125</u></u>
Instalments not due within five years	1,875	3,125
	<u>1,875</u>	<u>3,125</u>
	<u><u>1,875</u></u>	<u><u>3,125</u></u>
Loan maturity		
Debt due in one year or less	1,250	1,250
Due in more than one year but not more than two years	1,250	1,250
Due in more than two years but not more than five years	3,750	3,750
Due in more than five years	1,875	3,125
	<u>8,125</u>	<u>9,375</u>
	<u><u>8,125</u></u>	<u><u>9,375</u></u>
18 Deferred income	2018	2017
	£	£
Deferred income is included within:		
Creditors due within one year	201,102	138,053
	<u>201,102</u>	<u>138,053</u>
	<u><u>201,102</u></u>	<u><u>138,053</u></u>
Deferred income at 1 September 2017	138,053	108,771
Released from previous years	(138,053)	(108,771)
Resources deferred in the year	201,102	138,053
	<u>201,102</u>	<u>138,053</u>
	<u><u>201,102</u></u>	<u><u>138,053</u></u>
Deferred income at 31 August 2018	<u><u>201,102</u></u>	<u><u>138,053</u></u>

At the balance sheet date the school was holding funds received in advance for rates relief, catering services, trips and educational support.

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

FOR THE YEAR ENDED 31 AUGUST 2018

19 Funds

	Balance at 1 September 2017 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2018 £
Restricted general funds					
General Annual Grant (GAG)	268,368	7,461,922	(7,463,101)	22,950	290,139
Other DfE / ESFA grants	-	442,117	(422,117)	-	20,000
Other government grants	-	353,721	(353,721)	-	-
Other restricted funds	-	43,000	(43,000)	-	-
	<u>268,368</u>	<u>8,300,760</u>	<u>(8,281,939)</u>	<u>22,950</u>	<u>310,139</u>
Funds excluding pensions	268,368	8,300,760	(8,281,939)	22,950	310,139
Pension reserve	(1,569,000)	(84,000)	(247,000)	501,000	(1,399,000)
	<u>(1,300,632)</u>	<u>8,216,760</u>	<u>(8,528,939)</u>	<u>523,950</u>	<u>(1,088,861)</u>
Restricted fixed asset funds					
Transfer on conversion	12,521,051	1,968,060	(234,102)	(22,623)	14,232,386
DfE group capital grants	859,646	318,900	(141,096)	(327)	1,037,123
Capital expenditure from GAG	77,851	-	(8,798)	-	69,053
	<u>13,458,548</u>	<u>2,286,960</u>	<u>(383,996)</u>	<u>(22,950)</u>	<u>15,338,562</u>
Total restricted funds	<u>12,157,916</u>	<u>10,503,720</u>	<u>(8,912,935)</u>	<u>501,000</u>	<u>14,249,701</u>
Unrestricted funds					
General funds	239,231	1,022,731	(749,423)	(20,000)	492,539
GoSport	100,000	-	-	20,000	120,000
Catering	10,000	-	-	-	10,000
	<u>349,231</u>	<u>1,022,731</u>	<u>(749,423)</u>	<u>-</u>	<u>622,539</u>
Total funds	<u>12,507,147</u>	<u>11,526,451</u>	<u>(9,662,358)</u>	<u>501,000</u>	<u>14,872,240</u>

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

19 Funds

(Continued)

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

General Annual Grant must be used for the normal running costs of the school. Under the funding agreement with the Secretary of State, the school was not subject to a limit on the amount of GAG that it could carry forward at 31 August 2018.

Other DfE/ESFA grants include pupil premium and Year 7 catchup income, PE and sports grant and Universal Infant Free School Meals income.

Other government grants comprise SEN funding for pupils with special educational needs and early years funding.

Other restricted funds comprise start up grants received from converter schools.

The pension reserve reflects the LGPS transactions. The costs and income associated with the defined benefit pension scheme have been recorded in the restricted fund. Staff costs are paid from this fund, including contributions to the LGPS, and the pension liability has therefore been aligned with these funds.

DfE/ESFA capital grants received in year consist of devolved capital grants of £35,292 received in year and £22,624 received on conversion which has been received for expenditure on acquisition and maintenance of fixed assets, at the balance sheet date £69,587 remains unspent from the devolved capital grants, this will be utilised on capital and maintenance in the new academic year.

The trust was awarded £273,608 Condition Improvement Fund income for roof refurbishment in year, and received £10,000 to refurbish nursery provision. £5,000 of the nursery grant remains unspent at the year end and £115,660 of CIF monies is carried forward to utilise against costs arising in 2018/19.

The gross transfer from the restricted fixed asset fund to the unrestricted general fund represents the total capital additions funded from unrestricted reserves during the period.

The inherited fixed asset fund reflects the fixed assets acquired from Stockton-on-Tees Borough Council on conversion. Depreciation on these assets is charged against this fund.

Unrestricted funds can be used for any purpose at the discretion of the school, within the objectives of the academy trust.

Unrestricted funds include £120,000 (2017: £100,000) which the academy has earmarked for the GoSport carpet fund and £10,000 (2017: £10,000) earmarked for replacement of catering equipment.

The school's restricted general and unrestricted funds were £932,678 at 31 August 2018.

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

FOR THE YEAR ENDED 31 AUGUST 2018

19 Funds

(Continued)

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

	Balance at 1 September 2016 £	Income £	Expenditure £	Gains, losses and transfers £	Balance at 31 August 2017 £
Restricted general funds					
General Annual Grant (GAG)	269,758	5,930,547	(5,931,937)	-	268,368
Other DfE / ESFA grants	-	219,530	(219,530)	-	-
Other government grants	115,961	74,051	(190,012)	-	-
Other restricted funds	-	126,510	(126,510)	-	-
Pension reserve	(2,009,000)	-	(248,000)	688,000	(1,569,000)
	<u>(1,623,281)</u>	<u>6,350,638</u>	<u>(6,715,989)</u>	<u>688,000</u>	<u>(1,300,632)</u>
Restricted fixed asset funds					
Transfer on conversion	12,732,128	-	(211,077)	-	12,521,051
DfE group capital grants	981,425	19,063	(140,842)	-	859,646
Capital expenditure from GAG	95,436	-	(28,327)	10,742	77,851
	<u>13,808,989</u>	<u>19,063</u>	<u>(380,246)</u>	<u>10,742</u>	<u>13,458,548</u>
Total restricted funds	<u>12,185,708</u>	<u>6,369,701</u>	<u>(7,096,235)</u>	<u>698,742</u>	<u>12,157,916</u>
Unrestricted funds					
General funds	177,470	819,027	(736,524)	(20,742)	239,231
GoSport	80,000	-	-	20,000	100,000
Catering	20,000	-	-	(10,000)	10,000
	<u>277,470</u>	<u>819,027</u>	<u>(736,524)</u>	<u>(10,742)</u>	<u>349,231</u>
Total funds	<u>12,463,178</u>	<u>7,188,728</u>	<u>(7,832,759)</u>	<u>688,000</u>	<u>12,507,147</u>

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

19	Funds	(Continued)
	Total funds analysis by academy	
	Fund balances at 31 August 2018 were allocated as follows:	2018
		£
	Conyers School	659,007
	Bader Primary School	73,306
	Kirklevington Primary School	133,365
	Central services	67,000
	Total before fixed assets fund and pension reserve	932,678
	Restricted fixed asset fund	15,338,562
	Pension reserve	(1,399,000)
	Total funds	14,872,240

Total cost analysis by academy

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

	Teaching and educational support staff	Other support staff costs	Educational supplies	Other costs excluding depreciation	Total
	£	£	£	£	£
Conyers School	4,886,023	774,297	569,888	846,874	7,077,082
Bader Primary School	1,170,107	203,866	147,284	237,104	1,758,361
Kirklevington Primary School	109,181	13,994	5,065	18,679	146,919
Central services	21,929	11,321	-	15,750	49,000
	6,187,240	1,003,478	722,237	1,118,407	9,031,362

20 Analysis of net assets between funds

	Unrestricted Funds	Restricted funds:		Total Funds
	£	General	Fixed asset	£
		£	£	
Fund balances at 31 August 2018 are represented by:				
Tangible fixed assets	-	-	15,148,315	15,148,315
Current assets	689,708	969,772	196,814	1,856,294
Creditors falling due within one year	(67,169)	(652,758)	(6,567)	(726,494)
Creditors falling due after one year	-	(6,875)	-	(6,875)
Defined benefit pension liability	-	(1,399,000)	-	(1,399,000)
Total net assets	622,539	(1,088,861)	15,338,562	14,872,240

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

20 Analysis of net assets between funds

(Continued)

	Unrestricted Funds £	Restricted funds: General Fixed asset £ £		Total Funds £
Fund balances at 31 August 2017 are represented by:				
Tangible fixed assets	-	-	13,394,493	13,394,493
Current assets	349,231	690,889	64,055	1,104,175
Creditors falling due within one year	-	(414,396)	-	(414,396)
Creditors falling due after one year	-	(8,125)	-	(8,125)
Defined benefit pension liability	-	(1,569,000)	-	(1,569,000)
Total net assets	349,231	(1,300,632)	13,458,548	12,507,147

21 Pensions and similar obligations

The 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 Middlesbrough Borough Council. Both are multi-employer defined benefit schemes.

The pension costs are assessed in accordance with the advice of independent qualified actuaries. The latest actuarial valuation of the TPS related to the period ended 31 March 2012, and that of the LGPS related to the period ended 31 March 2016.

Contributions amounting to £116,120 (2017: £83,933) were payable to the schemes at 31 August 2018 and are included within creditors.

Teachers' Pension Scheme

Introduction

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

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

Valuation of the Teachers' 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. The aim of the review is to specify the level of future contributions. Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. The latest actuarial valuation of the TPS was carried out as at 31 March 2012 and in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014. The valuation report was published by the Department for Education on 9 June 2014.

**THE 1590 TRUST
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

21 Pensions and similar obligations

(Continued)

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 16.48% of pensionable pay (including a 0.08% employer administration charge)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £191,500 million, and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £176,600 million giving a notional past service deficit of £14,900 million
- an employer cost cap of 10.9% of pensionable pay will be applied to future valuations
- the assumed real rate of return is 3.0% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.75%. The assumed nominal rate of return is 5.06%

The TPS valuation for 2012 determined an employer rate of 16.48%, which was payable from September 2015. The next valuation of the TPS is currently underway based on April 2016 data, whereupon the employer contribution rate is expected to be reassessed and will be payable from 1 September 2019.

The employer's pension costs paid to the TPS in the period amounted to £631,647 (2017: £504,628).

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

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

Local Government Pension Scheme

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contributions are as noted below. The agreed contribution rates for future years are 16.6% for employers and 5.5% - 12.5% for employees.

The LGPS obligation relates to the employees of the trust who were employees transferred as part of the conversion from the maintained school (as described in note 29) together with new employees who joined the scheme in the period. The obligation in respect of employees who transferred on conversion represents their cumulative service at both the predecessor school and the trust at the balance sheet date.

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

Total contributions made	2018	2017
	£	£
Employer's contributions	232,000	144,000
Employees' contributions	79,000	58,000
	<hr/>	<hr/>
Total contributions	311,000	202,000
	<hr/> <hr/>	<hr/> <hr/>

THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018

21 Pensions and similar obligations **(Continued)**

Principal actuarial assumptions	2018	2017
	%	%
Rate of increases in salaries	3.1	3.1
Rate of increase for pensions in payment	2.1	2.1
Discount rate	2.8	2.5
Inflation assumption (CPI)	2.1	2.1

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

	2018	2017
	Years	Years
Retiring today		
- Males	22.9	22.8
- Females	25.0	24.9
Retiring in 20 years		
- Males	25.1	25.0
- Females	27.3	27.2

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

	2018	2017
	£	£
Discount rate + 0.1%	6,260,000	4,834,000
Discount rate - 0.1%	6,508,000	5,032,000
Mortality assumption + 1 year	6,197,000	4,775,000
Mortality assumption - 1 year	6,570,000	5,090,000
CPI rate + 0.1%	6,468,000	4,997,000
CPI rate - 0.1%	6,299,000	4,868,000

The trust's share of the assets in the scheme

	2018	2017
	Fair value	Fair value
	£	£
Equities	3,638,320	2,851,555
Corporate bonds	-	3,605
Cash	897,120	461,440
Property	383,768	230,720
Other assets	64,792	57,680
Total market value of assets	4,984,000	3,605,000
Actual return on scheme assets - gain/(loss)	245,000	519,000

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

21 Pensions and similar obligations	(Continued)	
Amounts recognised in the statement of financial activities	2018	2017
	£	£
Current service cost	419,000	353,000
Past service cost	22,000	-
Interest income	(108,000)	(60,000)
Interest cost	146,000	99,000
	<u>479,000</u>	<u>392,000</u>
Total operating charge	479,000	392,000
	<u><u>479,000</u></u>	<u><u>392,000</u></u>
Changes in the present value of defined benefit obligations	2018	2017
	£	£
Obligations at 1 September 2017	5,174,000	4,932,000
Obligations acquired on conversion	917,000	-
Current service cost	419,000	353,000
Interest cost	146,000	99,000
Employee contributions	79,000	58,000
Actuarial gain	(364,000)	(229,000)
Benefits paid	(10,000)	(39,000)
Past service cost	22,000	-
	<u>6,383,000</u>	<u>5,174,000</u>
At 31 August 2018	6,383,000	5,174,000
	<u><u>6,383,000</u></u>	<u><u>5,174,000</u></u>
Changes in the fair value of the trust's share of scheme assets	2018	2017
	£	£
Assets at 1 September 2017	3,605,000	2,923,000
Assets acquired on conversion	833,000	-
Interest income	108,000	60,000
Actuarial gain	137,000	459,000
Employer contributions	232,000	144,000
Employee contributions	79,000	58,000
Benefits paid	(10,000)	(39,000)
	<u>4,984,000</u>	<u>3,605,000</u>
At 31 August 2018	4,984,000	3,605,000
	<u><u>4,984,000</u></u>	<u><u>3,605,000</u></u>

**THE 1590 TRUST
(FORMERLY CONYERS TRUST)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

22 Reconciliation of net income/(expenditure) to net cash flows from operating activities	2018	2017
	£	£
Net income/(expenditure) for the reporting period	1,864,092	(644,031)
Adjusted for:		
Net surplus on conversion to academy	(2,067,670)	-
Capital grants from DfE/ESFA and other capital income	(318,900)	(19,063)
Investment income receivable	(4,143)	(7,364)
Defined benefit pension costs less contributions payable	209,000	209,000
Defined benefit pension net finance cost	38,000	39,000
Depreciation of tangible fixed assets	383,996	380,246
Decrease in stocks	564	1,831
(Increase)/decrease in debtors	(294,912)	63,524
Increase/(decrease) in creditors	312,098	(234,144)
Net cash provided by operating activities	122,125	(211,001)

23 Capital commitments	2018	2017
	£	£
Expenditure contracted for but not provided in the accounts	142,905	-

24 Commitments under operating leases

At 31 August 2018 the total of the trust's future minimum lease payments under non-cancellable operating leases was:

	2018	2017
	£	£
Amounts due within one year	118,148	96,420
Amounts due in two and five years	87,513	92,591
	205,661	189,011

25 Related party transactions

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

The trust paid £637 for a presentation from Evaluate Tees Valley, a charitable organisation in which Mr J Downs, trustee, is also a trustee. The transaction was entered into on an arms' length basis and the trust has complied with the requirements of the Academies Financial Handbook 2017.

**THE 1590 TRUST
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018**

26 Post balance sheet events

After the year end, the following school converted to academy trust status and joined The 1590 Trust.

No information is available at this point in relation to the total value being transferred into the Trust on conversion.

Academy	Location	Date of conversion
Layfield Primary School	Yarm	1 September 2018

27 Members' liability

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

28 Agency arrangements

The academy trust distributes 16-19 bursary funds to students as an agent for ESFA. In the accounting period ending 31 August 2018 the trust brought forward unspent bursary of £3,006, received £13,641 and disbursed £11,988 from the fund. An amount of £4,659 is included in accruals relating to undistributed funds carried forward to the next academic year.

29 Conversion to an academy

On 1 September 2017 Bader Primary School converted to academy trust status under the Academies Act 2010 and all the operations and assets and liabilities were transferred to The 1590 Trust from Stockton Borough Council for £nil consideration.

On 1 June 2018 Kirklevington Primary School converted to academy trust status under the Academies Act 2010 and all the operations and assets and liabilities were transferred to The 1590 Trust from Stockton Borough Council for £nil consideration.

The transfers have been accounted for as combinations that are in substance gifts. The assets and liabilities transferred were valued at their fair values and recognised in the balance sheet under the appropriate headings with a corresponding net amount recognised as a net gain in the statement of financial activities as donations – transfer from local authority on conversion.

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.

Academy	Location	Date of conversion
Bader Primary School	Thornaby	1 September 2017
Kirklevington Primary School	Yarm	1 June 2018

THE 1590 TRUST
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2018

29 Conversion to an academy

(Continued)

Net assets transferred:	2018
	£
Leasehold land and buildings	1,945,436
Cash	206,234
LGPS pension surplus/(deficit)	(84,000)
	<u>2,067,670</u>

Funds surplus/(deficit) transferred:	Unrestricted	Restricted funds:		Total
	Funds	General	Fixed asset	2018
	£	£	£	£
Fixed assets funds	-	-	1,968,060	1,968,060
LGPS pension funds	-	(84,000)	-	(84,000)
Other funds	140,610	43,000	-	183,610
	<u>140,610</u>	<u>(41,000)</u>	<u>1,968,060</u>	<u>2,067,670</u>

