

Budget Forecast Return Three-Year

Organisation Details

Academy Trust UPIN	138014
Name of Trust	Diocese of Southwell and Nottingham Multi-academy Trust
Trust type	multi-academy trust
Academies included in this return	Magnus Church of England Academy St Mary Magdalene CofE Primary School Harworth CofE Academy St John's CofE Academy - Worksop Worksop Priory Church of England Primary Academy St Peter's Crosskeys CofE Academy Burntstump Seely CofE Primary Academy The William Gladstone Church of England Primary Academy St Peter's CofE Primary Academy, Mansfield St Swithun's Church of England Primary Academy

There are 10 academies in your trust.

You have selected 10 academies for this return.

Finance questions

FQ1- Have you had any provisions during this period, excluding pension liability?	No
FQ2- Have you had any loans during the period?	No
FQ3- Do you have any PFI agreements?	No
FQ4- Have you had any investments during the period?	No
FQ5- Have you had any overdrafts during the period?	No
FQ6- Have you had any deficits during the period?	No
FQ7- Are you in the RPA scheme?	Yes
When did you join the RPA scheme?	1 February 2017
FQ9- Has your trust changed the number of academies in the last year?	Yes
What has changed in the structure: new academies, demergers, transferred academies to/ from another trust?	New academies joined on 1 November 2017 (St Peter's Mansfield) and 1 April 2018 (St Swithun's)

Revenue

Revenue Income

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Rates reclaim (101)	29	12	41	25	17	42
General Academy Grant (GAG) (excluding Student Service Grant) (102)	6,217	4,766	10,983	6,459	4,613	11,072
Student Services Grant (Academy Post 16 Bursary Funding) (103)	5	2	7	4	2	6
Start Up Grants (105)	0	0	0	0	0	0
Pupil Premium & Service Premium (108)	467	381	848	516	369	885
Pupil Number Adjustment (132)	0	0	0	0	0	0
Other DfE/ESFA revenue grants (135)	119	83	202	177	126	303
Universal Infant Free School Meals (136)	145	102	247	151	108	259
Insurance (137)	0	0	0	0	0	0
Sponsor Capacity Grant (138)	66	17	83	67	47	114
Other DfE/ESFA family revenue Grants (150)	0	0	0	0	0	0
Total DfE/ESFA revenue Income (199)	7,048	5,363	12,411	7,399	5,282	12,681

Other Revenue

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Local authority revenue income (200)	229	542	771	494	353	847
Other government grants (205)	0	0	0	0	0	0
Grants from non-government bodies (210)	0	0	0	0	0	0
Income from trading activities (211)	341	235	576	298	213	511
Revenue surplus (deficit) transfer of an existing academy into or out of the trust (212)	0	0	0	0	0	0

Revenue surplus (deficit) transfer to academy on conversion (215)	92	42	134	0	0	0
Other income, including investment income (220)	156	-17	139	57	40	97
Total Other revenue Income(250)	818	802	1,620	849	606	1,455

Revenue Income Total

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Transfers between Revenue and Capital (line 585) (255)	-30	-244	-274	0	0	0
Total Revenue Income (298)	7,836	5,921	13,757	8,248	5,888	14,136

	Estimate Sep 18 - Mar 19 (£'000)
Proportion of revenue income that will come from a public body (299)	95.69

Revenue Expenditure

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Wages and Salaries (310)	4,565	3,484	8,049	5,085	3,632	8,717
Social Security Costs (311)	419	306	725	461	329	790
Pension Cost: Teaching staff (320)	451	342	793	508	362	870
Pension Cost: Non-teaching staff (325)	302	219	521	327	234	561
Other Staff Costs (330)	154	121	275	120	85	205
Non - Staff Costs (378)	1,662	1,516	3,178	1,808	1,291	3,099
Total revenue expenditure (380)	7,553	5,988	13,541	8,309	5,933	14,242

Revenue Totals

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Net revenue income/(expenditure) for the period (400)	283	-67	216	-61	-45	-106

	Actuals Balance b/f 01 Sep 17 (£'000)	Calculated Balance b/f 01 Apr 18 (£'000)	Calculated Balance b/f 01 Sep 18 (£'000)	Calculated Balance b/f 01 Apr 19 (£'000)
Balance b/f from previous period (410)	1,150	1,433	1,366	1,305

	Calculated Balance c/f 31 Mar 18 (£'000)	Calculated Balance c/f 31 Aug 18 (£'000)	Calculated Balance c/f 31 Mar 19 (£'000)	Calculated Balance c/f 31 Aug 19 (£'000)
Balance c/f to next period (430)	1,433	1,366	1,305	1,260

QU7

- 1) **The budget shows a deficit on revenue funds in the future year or current year. Please provide details on why the revenue funds balance has fallen into a deficit during the respective period.**
- 2) **What actions are being taken to restore the revenue funds balance into a surplus position?**
- 3) **The Academies Financial Handbook requires academies to maintain a balanced budget, when is this likely to be achieved?**
- 4) **Do you have an agreed recovery plan with the ESFA?**

Although an in year deficit at the end of 2018-2019 is projected in this budget forecast this is amply covered by the Trust reserves. Samworth Church Academy will be joining SNMAT in 2018-2019 and the recharge from the academy will offset some of the central costs incurred in this forecast. The SNMAT budget will balance for 2018-2019 with the inclusion of Samworth.

A decision has been made to recruit additional teachers in one of the sponsored academies on temporary one year contracts in 2018-2019 in order to address a legacy of underachievement and ensure accelerated progress across the academy.

As this arrangement has been agreed for one year the staffing will reduce again in 2019-2020.

There is sufficient in the reserves to support this arrangement in the short term and the budget will balance again in 2019-2020.

There has been no need to agree a recovery plan with ESFA.

QU9

Please provide details on how and from where the opening balance (410) has been derived- this should be derived from the Accounts Return.

This is the closing balance of revenue funds from the accounts return.

Capital**Capital Income**

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Devolved formula capital (510)	0	76	76	0	76	76
Value of any capital donation of an asset from the ESFA for PSBP/Free Schools programme (520)	0	0	0	0	0	0
Other income - Capital (530)	0	202	202	0	0	0
Other DfE family Capital Grants (540)	0	0	0	0	0	0
Total DfE Capital Income (550)	0	278	278	0	76	76

Capital Other

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Local authority capital income, including value of donated assets (560)	0	0	0	0	0	0
Non Government capital income (including Endowment) (570)	0	0	0	0	0	0
Other Government Grant capital income (571)	16	21	37	0	0	0
Total Other Capital Income (580)	16	21	37	0	0	0

QU14

Please provide further details of your other government capital income (571).

This is DFC from the two former VA schools that converted and joined SNMAT during 2017-2018 which was held in separate accounts by the Governors of the schools

Disposal Proceeds

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Land & buildings disposals (581)	0	0	0	0	0	0
Other fixed assets disposals (582)	0	0	0	0	0	0
Intangible assets disposals (583)	0	0	0	0	0	0
Total Disposal proceeds (584)	0	0	0	0	0	0

Capital Income Total

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Transfers between Revenue and Capital (line 255) (585)	30	244	274	0	0	0
Total Capital Income (599)	46	543	589	0	76	76

Capital Expenditure

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Land & buildings additions funded by ESFA grants (601)	0	202	202	0	5	5
Land & buildings donated to the trust by the ESFA (PSPB/Free Schools Programme) (605)	0	0	0	0	0	0
Land & buildings additions funded by other capital grants (615)	0	0	0	0	0	0
Land & buildings additions funded by	0	202	202	0	0	0

reserves (620)						
Intangible assets additions (630)	0	0	0	0	0	0
Other fixed assets additions funded by ESFA grants (636)	46	90	136	0	0	0
Other fixed assets additions funded by other capital grants (637)	0	0	0	0	0	0
Other fixed assets additions funded by reserves (638)	0	0	0	0	0	0
Total Capital Expenditure (650)	46	494	540	0	5	5

Capital Totals

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Net Capital income/(expenditure) for the period (660)	0	49	49	0	71	71

	Actuals Balance b/f 01 Sep 17 (£'000)	Calculated Balance b/f 01 Apr 18 (£'000)	Calculated Balance b/f 01 Sep 18 (£'000)	Calculated Balance b/f 01 Apr 19 (£'000)
Balance b/f from previous period (670)	126	126	175	175

	Calculated Balance c/f 31 Mar 18 (£'000)	Calculated Balance c/f 31 Aug 18 (£'000)	Calculated Balance c/f 31 Mar 19 (£'000)	Calculated Balance c/f 31 Aug 19 (£'000)
Balance c/f to next period (680)	126	175	175	246

Other Items

Cash

Balance at	Balance at	Balance at	Balance at	Balance at
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	31 Aug 17 (£'000)	31 Mar 18 (£'000)	31 Aug 18 (£'000)	31 Mar 19 (£'000)	31 Aug 19 (£'000)
Cash at bank and in hand (700)	1,966	1,801	2,066	1,844	2,207

Disposal of Fixed Assets & Impairment Charges

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Gain/loss on disposal of fixed assets (710)	0	0	0	0	0	0
Impairment charges (712)	0	0	0	0	0	0

Depreciation / amortisation charge for the period

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Buildings (715)	164	117	281	166	121	287
Other assets donated (716)	37	27	64	37	27	64
Other assets owned (717)	42	30	72	42	31	73
Total Depreciation (720)	243	174	417	245	179	424

Capital transfers and conversions

	Actuals Sep 17 - Mar 18 (£'000)	Forecast Apr 18 - Aug 18 (£'000)	TOTAL 2017/18 (£'000)	Forecast Sep 18 - Mar 19 (£'000)	Forecast Apr 19 - Aug 19 (£'000)	TOTAL 2018/19 (£'000)
Capital assets transferred to academy on conversion (572)	0	0	0	0	0	0
Capital assets transferred of an existing academy into the trust (573)	0	0	0	0	0	0
Capital assets transferred of an existing	0	0	0	0	0	0

academy out of the trust (639)

Pupils

	Actual 2017/18	Estimated 2018/19
Pupil numbers (actual and estimated) (999)	2,531	2,590

Reserves

Trust total

	Balance at 31 Aug 17 (£'000)	Balance at 31 Mar 18 (£'000)	Balance at 31 Aug 18 (£'000)	Balance at 31 Mar 19 (£'000)	Balance at 31 Aug 19 (£'000)
Total Trust Reserves (1001)	1,150	1,433	1,366	1,305	1,262
Adjustments to reserve balances (1002)	0	0	0	0	0

Centrally Held Reserves

Centrally held reserves (1000)	266	376	316	258	200
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Academy

UPIN	Academy Name					
127677	Magnus Church of England Academy (800)	218	232	358	310	283
131210	St Mary Magdalene CofE Primary School (800)	45	95	113	151	177
131252	Harworth CofE Academy (800)	35	60	53	58	61
133055	St John's CofE Academy - Worksop (800)	228	289	179	235	276
133560	Worksop Priory Church of England Primary Academy (800)	109	105	86	92	123

134131	St Peter's Crosskeys CofE Academy (800)	119	144	133	101	56
134270	Burntstump Seely CofE Primary Academy (800)	47	31	24	22	20
134692	The William Gladstone Church of England Primary Academy (800)	83	24	-9	-5	1
138391	St Peter's CofE Primary Academy, Mansfield (800)	0	77	67	57	47
140616	St Swithun's Church of England Primary Academy (800)	0	0	46	26	18

QU300

Additional resources have been put into Wm Gladstone during the current and next financial year in order to address a legacy of under achievement and accelerate progress. This has been planned and approved by the Board of Directors and the central MAT will support the academy during this period to enable it to set a balanced budget in subsequent years. The five year plan shows a return to a balanced budget from 2019-2020.

QU500

The closing balance of all reserves for the trust is not equal to the revenue reserves balance c/f at 31 Aug 2019 on line 430. There may be a perfectly legitimate explanation so could you provide some brief comments explaining why?

This is due to rounding adjustments

Three Year Forecast

Revenue

Revenue Income

	2018/19 (£'000)	2019/20 (£'000)	2020/21 (£'000)
DfE grant income (1990)	12,681	12,690	12,856
Other income (2500)	1,455	1,370	1,363
Surplus transfer into trust on conversion or	0	0	0

transfer (2530)			
Transfer Revenue to Capital (2550)	0	0	0
Subtotal income (2980)	14,136	14,060	14,219

QU2980

Could you provide a brief summary of your assumptions regarding income?

These include the calculation of the AWPU for anticipated changes in pupil numbers. Otherwise assumptions are mainly in line with the assumptions for 2018-2019.

This budget forecast doesn't include academies that are not yet part of the MAT and therefore surpluses transferred on conversion are not included for future years.

Revenue Expenditure

Staff costs (3100)	10,938	10,918	11,127
Other costs (3300)	3,304	3,044	3,050
Subtotal costs (3800)	14,242	13,962	14,177

QU3800

Could you provide a brief summary of your assumptions regarding expenditure?

Staff are assumed to remain static, incremental progression subject to appraisal has been assumed. Pay increases of 1% for teachers and 2% for support staff have been included. No allowance has been made for a percentage increase on other goods and services as no increase in income has been included for the AWPU.

Revenue Total

Revenue Net (4000)	-106	98	42
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Capital

	2018/19 (£'000)	2019/20 (£'000)	2020/21 (£'000)
Transfer Revenue to Capex (5850)	0	0	0

Capital Income (5500)	76	76	76
Actual Spend on Capex (6500)	5	0	0
Asset disposal proceeds (5840)	0	0	0
Capital Net (6600)	71	76	76

QU6600

Could you provide a brief summary of your assumptions regarding capital income and expenditure?

It has been assumed that the academies will continue to receive DFC at about the same level as currently. Capital projects have not yet been agreed for expenditure and will be subject of the confirmation of the actual DFC allocations. Bids will be submitted for CIF but nothing has been included as it is not known if these will be successful.

Other items

	2018/19 (£'000)	2019/20 (£'000)	2020/21 (£'000)
Depreciation (7200)	424	426	426
Any other non cash costs (7100)	0	0	0
Cash (7000)	2,207	2,381	2,499

QU7200

Could you provide a brief summary of your depreciation for buildings, donated assets and other assets?

Leased buildings are being depreciated over 50 years, fixtures and fittings over 5 years and IT equipment over 3 years. Most of the buildings are on church supplemental agreements and are therefore not being depreciated. Only Magnus and William Gladstone are leased. A value for assets transferred on conversion other than buildings was only added for Magnus. An extension is being built at St John's which will be depreciated from January 2019.

Pupils

	2018/19	2019/20	2020/21
Pupil numbers (estimated) (9000)	2,590	2,610	2,606

QU9000

Could you ensure you have entered estimated pupil numbers for every year and provide a brief summary of your assumptions?

Pupil numbers for 2018-2019 are based on the known first choices and acceptances already received. Pupil numbers for subsequent years roll forward the year groups and estimate the number for the new cohort by averaging the previous 3 years and adjusting for the LA place planning

information. Another secondary academy will be joining SNMAT in 2018-2019 which will increase the pupil numbers significantly.

Reserves

Revenue Reserves

	2018/19 (£'000)	2019/20 (£'000)	2020/21 (£'000)
Revenue reserve opening balance B/F 1 Sep 2018/ 2019/ 2020 (4100)	1,366	1,260	1,358
Reserve movement for the year (4000)	-106	98	42
Revenue Reserve balance C/F 31 Aug 2019/ 2020/2021 (4300)	1,260	1,358	1,400

QU4000

You have forecast a future in-year deficit. Could you provide a brief summary and your plans to manage this deficit?

At least two other schools will be joining the MAT during 2018-2019. Expenditure has been front loaded to build capacity for this but the recharge from the newly converted academies will increase the surplus from what is shown in this forecast, which doesn't include these academies.

In addition the decision was made to permit one of the academies to appoint additional teaching staff in order to address the legacy of poor teaching and accelerate improvement. These contracts are temporary for 1 year and the arrangement will come to an end on 31 Aug 2019. The academy will be supported by the central MAT during this period to enable it to set a balanced budget in subsequent years.

Capital Balances

	2018/19 (£'000)	2019/20 (£'000)	2020/21 (£'000)
Capital balance opening balance B/F 1 Sep 2018/ 2019/ 2020 (6700)	175	246	322
Net Capital income/(expenditure) for the year (6600)	71	76	76
Capital balance C/F 31 Aug 2019/ 2020/ 2021 (6800)	246	322	398

Trust Reserves Balances

2018/19	2019/20	2020/21
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	(£'000)	(£'000)	(£'000)
Trust reserves balances at 31 Aug 2019/ 2020/ 2021 (8000)	1,262	1,331	1,344