

Registration number: 07814065

Selwood Academy

(A company limited by guarantee)

Annual Report and Financial Statements

for the period from 1 September 2025 to 1 February 2026

SELWOOD ACADEMY

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SELWOOD ACADEMY

REFERENCE AND ADMINISTRATIVE DETAILS

Members	C Cardnell R Phillips F Collins Rev E Dudley D Oliver, Chair
Trustees (Directors)	C Cardnell, Chair K Kirkwood L Puttock (resigned 3 November 2025) A Lyons (resigned 17 October 2025) P Acres L Snape R Morrison G Musto
Chief Executive Officer	D Jeffries
Senior Management Team	D Jeffries, Head Teacher M Singer, Director of Business & Finance D Finlay, Deputy Head Teacher A Ellett, Assistant Head Teacher A Owen, Assistant Head Teacher K France, SENDCo L Hooper, Head of KS2 C Batchelor, Pastoral Leader
Principal and Registered Office	Berkley Road Frome Somerset BA11 2EF
Company Registration Number	07814065
Auditors	Albert Goodman LLP Goodwood House Blackbrook Park Avenue Taunton Somerset TA1 2PX
Solicitors	Stone King LLP 13 Queen Square Bath BA1 2HJ

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

The Trustees present their annual report together with the financial statements and auditors' report of the charitable company for the period ended 1 February 2026. The annual report serves the purposes of both a trustees' report, directors' report and strategic report under company law.

Trustee Statement September 2025 to January 2026

Having voted to join Midsomer Norton Schools Partnership (MNSP) on 22nd May 25, trustees gained approval from the Department for Education (DfE) South West (SW) Regional Board in September. Selwood Academy continued as a Single Academy Trust from September 2025 to 1st February 2026. In September it was agreed to keep the Chair, Vice Chair, meeting cycles, committees and link roles as the previous year with no further changes. Trustees met on 2nd October and 4th December for Trust Board meetings. The two committees had meetings on 25th November, 21st October and 18th November with new chairs being elected. The audit was presented to trustees and members on 18th November allowing all to have information on the trusts financial position. The Head's Performance Review took place on 1st October 2025. The panel was the external advisor Mark Walker, Chair of Trustees Clare Cardnell and Trustee Paul Acres, All targets were deemed to have been fully met. Two trustees Abi Philips and Linda Puttock resigned in the autumn term leaving 6 trustees in post for the new year. The Admissions Panel met once in November to review a case. The Members held their Annual General Meeting (AGM) on 6th December 2025 to approve the audit and to be informed on the progress on joining MNSP.

Trustees appointed Stone King to execute the legal procedures of the transfer and agreed a date for conversion for 1st February 2026. Two extra Trust meetings were convened in January 2026. Members met on 6th January to discuss the transfer and ask questions and trustees met on 7th January to make the final decision. All were agreed this was the right way forward for Selwood Academy Trust. Approval had been sought and agreed by the Diocese of Bath and Wells and the Methodist Academies and Schools Trust (MAST) to meet the dual Foundation requirements of the school. Trustees signed the Deed of Novation and Variation of the Funding Agreement, as well as documents relevant to land transfer of buildings and playing fields. Trustees were also kept informed of the Transfer of Undertakings Protection of Employment (TUPE) process for all staff. All was completed by the deadline date of 1st February 2026.

Post transfer, the Local Governing Body (LGB) met on 4th February with support from MNSP governance to constitute the new Local Governing Body. The Chair and Vice Chair remained in post and all other remaining trustees agreed to continue as governors on Selwood LGB. The shadow company of Selwood Academy Trust remains in place until the final audit in March and company strike off later in the year. 6 trustees and 5 members remained in the shadow structure. Selwood Academy has been a successful Single Academy Trust since 2011 but decided the time was right to become part of Midsomer Norton Schools Partnership.

Structure, governance and management

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

(CONTINUED)

Constitution

The Academy Trust is a company limited by guarantee and an exempt charity. The charitable company's Memorandum and Articles of Association are the primary governing documents of the Academy Trust. The Trustees of Selwood Academy are also the directors of the charitable company for the purposes of company law.

Selwood Academy has two levels of Governance consisting of members on one level and directors on another. This is referred to as a "two tier structure". The directors are also Trustees: accordingly, these names are interchangeable.

Details of the Trustees who served throughout the year, except as noted, are included in the Reference and Administrative Details on page 1.

Members' liability

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

Trustees' indemnities

Trustees benefit from indemnity insurance purchased at the Academy Trust's expense 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 Academy Trust, provided that any such insurance shall not extend to any claim arising from any act or omission which the Trustees knew to be a breach of trust or breach of duty or which was committed by the Trustees 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 defense to a criminal prosecution brought against the Trustees in their capacity as Directors of the Academy Trust. The limit of this indemnity is £5,000,000.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

Method of recruitment and appointment or election of Trustees

This period the Academy Trust remained stable and committed with no resignations from post during 2025/2026 period. The Trust consists of five members, made up of 4 independent members, plus the Chair of Trustees who provides a link to the Trust Board, with two appointed members to provide financial and legal knowledge together with extensive governance experience. The Academy members are as follows-

- 1 Diocesan Corporate Member who is appointed by the Diocese of Bath and Wells,
- 1 Methodist Corporate Member appointed by the Methodist Council,
- The Chair of Trustees,
- Plus 2 other appointed Members under Article 15A.

The Foundation Member representation on the Academy Trust shall not exceed 40% of the board. Non-designated Members will be appointed by the remaining Members as vacancies occur. Any employee of the Company cannot be a Member. A member must not also be a Trustee.

The Trust also shall have not less than 8 Trustees, but shall not be subject to any maximum, as set out in its Articles of Association. However, if we were to increase in trustees, we commit to appointing a foundation member first to ensure we always meet the required % for our foundation.

- 1 Diocesan Corporate Trustee (Ex-Officio) who is appointed by the Diocese of Bath and Wells,
- 1 Methodist Corporate Trustee who is appointed by the Methodist Circuit,
- up to 2 Parent Trustees who are elected by parents and individuals exercising parental responsibility of registered pupils at the Academy,
- up to 4 Community Trustees who are appointed by the Trustees.

The Foundation Trustees shall not exceed 25% of the total number of Trustees. Trustees are appointed for a four-year period, except that this time limit does not apply to Ex-Officio Trustees. Subject to remaining eligible to be a particular type of Trustee, any Trustee can be re-appointed or re-elected. There are no employees of the Academy on the Trust Board. The Trust also appoints as needed, associate trustees to join at committee level.

When appointing new Trustees, the Board will give consideration to the skills and experience mix of existing Trustees in order to ensure that the Board has the necessary skills to contribute fully to the Academy's development.

Policies and Procedures Adopted for the Induction and Training of Trustees

The Academy Trust has a robust Trustee Recruitment and Induction process. The induction and training provided for new Trustees will depend upon their existing experience but would always include meeting with the Chair, Headteacher/Accounting Officer and the governance professional, followed by a tour of the Academy with the Academy ambassadors, and a chance to meet staff and pupils. The Induction process has been revised to include an onboarding checklist to assist Trustees to understand what to expect during the induction process, to include relevant training and get to know who will support them at each stage. On application, safer recruitment checks are carried out which includes but not limited to Disclosure and Barring Service (DBS) check and a reference request. Members and trustees lodge a photograph and profile on the school website. The governance professional coordinates the meetings and documentation required. This process was commended as an example of good governance induction by the external governance review undertaken in July 2024. As there are normally only 1 or 2 new Trustees a year, induction tends to be done on an individual basis.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

(CONTINUED)

All Trustees are provided with electronic copies of policies, procedures, minutes and the necessary information for the accounts, budgets, plans and other documents that they will need to undertake their role as a Trustee. Trustees can gain access to the school network via remote protocols and have moved away from a reliance of sharing documents via email in line with cyber security and data protection recommendations.

All Trustees undertake training at the start of each school year. The units include Safeguarding, Keeping Children Safe In Education (KCSIE), Prevent, Health and Safety, Fire Safety, General Data Protection Regulation (GDPR) and cyber security. This is undertaken remotely via The National College. Advantage is also taken of other courses offered by The National College, MAST, National Governance Association (NGA), Somerset Council and DfE. Trustees with extra links and responsibilities such as the Chair of Trustees, chairs of committees and safeguarding and Special Educational Needs and Disabilities (SEND) Trustee also undertake further specific training. The Chair of Trustees, or his representative, attended Chairs Briefings provided by the Diocese of Bath and Wells and forums provided by the Education Secretary. The Chair also attends the SW forums given by the Regional Director. A skills audit is undertaken by the Vice Chair and the Chair monitors Trustee Recruitment to identify any skill shortages to aid recruitment of new Trustees. The governance professional regularly attended Clerks' Briefings where appropriate, provided by Somerset Council and the Clerks' Forums held by the Diocese of Bath and Wells. The governance professional organises and books any training needed for the Trust Board. A register of pecuniary interests, updated annually, is located on the website, together with other governance documents.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

(CONTINUED)

Organisational structure

The Members meet once a year for an Annual General Meeting in December and also in March for a mid-year update due to ongoing Multi Academy Trust (MAT) negotiations taking place. They receive strategic, financial and educational updates from the Headteacher/Accounting Officer, Diocesan Board of Finance (DBF) and chair of Trustees. Members are also invited to attend the audit feedback from the accountants, Albert Goodman, in November. This concise Microsoft Teams meeting allows the members to hear the financial position of the Academy directly, to aid financial oversight. Members have found this meeting schedule helpful.

The Trust Board (Trustees) normally meet 6 times per school year. The Board establishes an overall framework for the governance of the Academy and determines membership, terms of reference and procedures of committees and other groups. It receives reports including policies from its committees for ratification. It monitors the activities of the committees through the minutes of the meetings. The Board may from time to time establish Working Groups to perform specific tasks over a limited timescale. A MAT working group of the Chair and Chair of Resources, was set up to view presentations from suitable MATs for the Trust to consider joining as part of their continuing due diligence. Presentations from Bath and Wells Multi Academy Trust (BWMAT), Wessex Learning Trust and ILET failed to meet the commitment of the board to support their dual Foundation links of both the Diocese of Bath and Wells and the Methodist Foundation.

Trustees voted in July 2022 to go out to consultation re becoming an extended Middle school by taking pupils from years 9-11 in addition to the existing structure. Trustees are aware of the need for an alternative secondary option for Frome parents and the lack of a Foundation secondary school in the town. This model would give much needed flexibility as a two tier system evolves within the town of Frome. The proposal continues to receive strong support from parents, pupils, staff and the wider community. The application to the Advisory Board was declined.

The Local Authority has also led a consultation on school places in Frome and all schools are contributing to this process. A new grouping of Frome Chief Executive Officers (CEO) will determine a town wide approach to change and discussions remain positive.

In January 2025, Selwood Academy Trustees were approached and invited to join Midsomer Norton Schools Partnership (MNSP) a high performing local MAT. Two extra ordinary meetings of the Trust Board were called on 27th March and 1st May to hear a presentation from the CEO of MNSP and secondly to discuss responses to questions and implications for the school with the Headteacher/Accounting Officer. On 22nd May trustees voted unanimously to join the MNSP Trust. The request was taken as an agenda item on the DfE Regional Board SW in September where it has gained approval. Foundation approvals from the Diocese of Bath and Wells and the Methodist Trust have also been sought and approval given. We look forward to joining MNSP in the next financial year.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

(CONTINUED)

There are 2 committees as follows:

Resources, audit and risk committee (including Finance, Personnel and Premises) - this meets at least five times a year and is responsible for monitoring, evaluating and reviewing policy and performance in relation to financial management, compliance with reporting and regulatory requirements, receiving reports from the Responsible Officer/internal audit and drafting the annual budget including setting staffing levels. It incorporates the role of an audit committee. It monitors, evaluates and reviews the Academy Trust's policy on staffing, appraisal and personnel issues, including pay committee. Management accounts are monitored quarterly by the committee and shared monthly with the chair at the regular meetings for the chair, Headteacher/Accounting Officer and Director of Business & Finance/Chief Financial Officer (CFO). The Headteacher/Accounting Officer and the Director of Business & Finance/CFO serve as the operational, educational, financial, and business experts and advisors to the board. They attend all Trust Board and Resources meetings to ensure the board has the necessary information and guidance in these areas to govern effectively. However, neither holds trustee status nor possesses voting rights on the board.

Quality of Education Committee - this meets at least three times a year to monitor, evaluate and review Academy policy, practice and performance in relation to curriculum planning, communications, data analysis, target setting and assessment, examinations and all pastoral issues. Safeguarding and SEND aspects are reviewed at every meeting by the Quality of Education Committee and are included in the Head's Report for Trust Board meetings alongside an annual full review. The Heads of Faculties present overviews of the faculty on a rotating basis, at the start of each meeting. The Headteacher/Accounting Officer and Deputy Headteacher serve as the educational experts and advisors to the board. They attend all Quality of Education Committee meetings to ensure the board has the necessary information and guidance in this area to govern effectively. However, neither holds trustee status nor possesses voting rights on the board.

Panels

Admissions Panel - this meets as required to deal with all matters relating to admissions.

Other specialist panels meet as required. This year the admissions panel met twice to review in-year admissions.

The Trustees are responsible for approving statutory policy, adopting an annual development plan and budget, approving the statutory accounts, monitoring the Academy Trust by the use of budgets and other data, and making strategic decisions about the direction of the Academy Trust, capital expenditure and leadership appointments.

The following decisions are delegated to the Board of Trustees; to consider its committee structure, to appoint or remove the Chair and/or Vice Chair, to appoint the Headteacher/Accounting Officer and governance professional, to approve the Annual Development Plan and budget.

The following decisions are reserved to the Members: to hold the trustees to account and to consider any proposals for changes to the status or constitution of the Academy Trust.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

(CONTINUED)

The Members and Board of Trustees have devolved responsibility for day to day management of the Academy Trust to the Headteacher/Accounting Officer and Senior Leadership Team (SLT). The SLT comprises the Headteacher/Accounting Officer, Deputy Headteacher, Director of Business & Finance/CFO, Assistant Headteacher, Head of Key Stage 2 (KS2) and Special Educational Needs and Disabilities Coordinator (SENDCo). The SLT is responsible for monitoring and approval of non-statutory policies and implementing the statutory policies approved by the Trustees and report back to them on performance.

The Academy Trust has a leadership structure which consists of the Trustees, The Senior Leadership Team, Faculty/Pastoral Heads and Middle Leaders/Managers within the teaching and support staff teams. The aim of the leadership structure is to devolve responsibility and encourage involvement in decision making at all levels. In addition, associate leader roles are offered on a biennial basis to provide ongoing Continuing Professional Development (CPD) to aspiring leaders, during 24/25 we had 2 associate leaders.

The SLT controls the Academy at an executive level, implementing all policies and reporting back to Trustees. The Headteacher/Accounting Officer, Director of Business & Finance/CFO and Resources Committee are responsible for the authorisation of spending within agreed budgets; a summary of this is in the Scheme of Delegation. Some spending control is devolved to Budget Holders which must be authorised in line with the Scheme of Delegation and Financial Policy. The Headteacher/Accounting Officer is responsible for the appointment of staff, though appointment panels for senior teaching posts. Trustees are on panels for all senior staff recruitment and occasionally for other staff recruitment.

(The Head Teacher is the Accounting Officer).

Arrangements for setting pay and remuneration of key management personnel

The Trust Board will appoint the members of the Pay Committee who will recommend to the Trust Board the annual budget for pay following pay award advice, this is no longer performance related. When a new appointment is made to the Senior Leadership Team the Trust Board will determine the pay range to be advertised and agree pay on appointment within the parameters defined in the Pay Policy.

Connected organisations, including related party relationships

The Academy has strong collaborative links with the 17 local schools which form the Frome Learning Partnership (FLP).

A member of the board is considered a related party (Futurform) and would be subject the necessary protocols of related party transactions as necessary. There are no sponsors. Two Members are members of Frome Lions Club.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

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Objectives and activities

Objects and aims

The principal object and activity of the Academy Trust is to advance, for the public benefit, education in Frome and the surrounding area, in particular by establishing, maintaining, carrying on, managing and developing a school, offering a broad range of curriculum for pupils of different abilities.

The principal object and activity of the Charitable Company is the operation of Selwood Academy to provide free education and care for pupils of different abilities between the ages of 9 and 13.

The aims of the Academy Trust during the period ended 1 February 2026 are summarised below:

1. The Academy too provide a good quality of education Academy with evidence of continual development.
2. Academy to maintain an "Excellent" Statutory Inspection of Anglican and Methodist Schools (SIAMS) rating.
3. Academy to achieve a percentage of pupils that are at age related expectation in English and Maths that is above the national average in all 4 years (Years 5 to 8).
4. Academy to achieve a percentage of both SEND and Disadvantaged pupils that are at or above age-related expectations that is exceeding the national average and to eliminate the gap.
5. Academy's KS2 outcomes to place it in the top 10% of middle Academy's nationally.
6. Academy to maintain its profile within the community, exceeding Published Admission Number (PAN).
7. Trust to ensure it maintains an overall surplus of funds to at least sufficient to meet one month's salary bill, plus the annual allocation for the renewal of the 3G pitch at the end of its 10-year cycle.
8. Academy to continue to explore joining/forming MAT.
9. The Academy to increase external revenue by at least 15% over the next 2 years.

Objectives, strategies and activities

Key priorities for the year are contained in our Academy Development Plan which is available from the Academy Office. Improvement foci identified for this year included:

- Increase Attainment at KS2 in English and Maths
- Further develop the leadership and enactment of teaching and learning
- Further develop Special Educational Needs (SEN) provision to improve progress of pupils and parental perception
- Create a positive and supportive learning environment
- Ensure that all pupils have the opportunity to let their light shine
- Development an individualised staff CPD programme
- Build future capacity and sustainability

Public benefit

The Trustees confirm that they have complied with the duty in Section 17(5) of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit in exercising their powers or duties. They have referred to this guidance when reviewing the Academy Trust's aims and objectives and in planning its future activities.

The Academy Trust provides facilities for recreational and other leisure time occupation for the community at large including the use of 3G Pitch in the interests of social welfare and with the interest of improving the life of the said community.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

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Strategic Report

Achievements and performance

The Academy is in its fourteenth year of operation and currently has 667 pupils on roll. External reviews have highlighted excellence in quality of education, behaviour and safeguarding as well as curriculum development and provision. Our curriculum model and content has been reviewed and updated.

The Academy offers an exceptional range of extracurricular offer in sports, arts, trips, visits and wider academic opportunities.

Academically the trust is the highest performing in the area at Key Stage 2. Making it the highest performing middle school in the county, highest performing Methodist trust nationally and one of the highest performing middle schools in the South West as well as nationally. Outcomes have continued to improve year on year and in line with national average for Reading and well above the national average in Writing, Maths, and Science. Also, the combined indicator is well above the national average, particularly for disadvantaged learners and learners with SEND.

Key performance indicators

Attendance for the Academy is above the national average for all schools at 94.15%. However, sits well above the average for Secondary schools.

The Academy was inspected by SIAMS in May 2019 and was judged excellent in all aspects of provision. The report states: "The strength of commitment to the vision shapes the strategic and operational direction of the school. Its impact is immediately evident to visitors in pupils' exemplary behaviour and the quality of relationships." The Academy was inspected by The Office for Standards in Education, Children's Services and Skills (OFSTED) in June 2022 and was judged to be Good in all areas.

The Academy Trust is committed to investing in the professional development of all staff. Together with teachers striving to become outstanding practitioners, the majority of Teaching Assistants and Support Staff have gained vocational qualifications up to level 3 and Higher Level Teaching Assistants (HLTA) have led staff development CPD opportunities in their specialist areas. The Trustees have also supported school training for Postgraduate Certificate in Education (PGCE) students and work experience placements. The addition of weekly takeaway CPD, and subscriptions to the National College, has provided statutory accreditation for all staff as well as wider professional development.

The Academy works closely with the other Middle Schools in Somerset and the Frome Learning Partnership to ensure that rigorous monitoring of standards in teaching and learning are maintained. Reports are completed and shared with Trustees. Mrs Pam Blackmore visits the Academy to report to the Methodist circuit and Mark Walker from Walker Education was employed to complete the Headteacher/Accounting Officers Performance Management.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

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Going concern

The trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the academy to continue as a going concern. The trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements.

The academy has agreed to join Midsomer Norton Schools Partnership (MNSP) with an estimated joining date of 1 February 2026. Once this happens the academy trust will become dormant and will likely be wound up. However, as the school activities will be carried on by MNSP and all assets and liabilities will be transferred at net book value, no adjustments or reclassification of these amounts in the financial statements is required.

Financial review

Most of the Academy's income is obtained from the DfE in the form of recurrent grants, the use of which is restricted to particular purposes. The grants received from the DfE during the period ended 1 February 2026 and the associated expenditure are shown as Restricted Funds in the Statement of Financial Activities.

The Academy also receives grants for fixed assets from the DfE which are shown in the Statement of Financial Activities as restricted income in the Fixed Asset Fund. The Restricted Fixed Asset Fund balance is reduced by annual depreciation charges over the useful life of the assets concerned, as defined in the Academy's accounting policies.

During the period ended 1 February 2026, total expenditure (excluding depreciation and pension) of £1,834,791 was covered by recurrent grant funding from the DfE and brought forward reserves, together with other incoming resources. Across both the general restricted funds and unrestricted funds (excluding the pension reserve), the academy showed an in year deficit of £53,552 prior to conversion.

At 1 February 2026 the net book value of fixed assets was £5,981,478 prior to conversion and movements in tangible fixed assets are shown in note 10 to the financial statements. The assets were used exclusively for providing education and the associated support services to the pupils of the Academy.

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/Accounting Officer, Director of Business & Finance/CFO, budget holders and other staff, as well as delegated authority for spending. Other policies reviewed and updated included Charges and Lettings, Asset Management and Insurance, CCTV, Administration of Medicines, Business Continuity Plan, Freedom of Information, GDPR, Anti-Fraud and Corruption, Business Continuity, New Trustees Induction, Volunteers and Students, Whistleblowing, Complaints, Health and Safety, Investment Management, Off- site Activities.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

(CONTINUED)

Reserves policy

The Trustees review the reserve levels of the Academy annually. This review encompasses the nature of income and expenditure streams, the need to match income with commitments and the nature of reserves. The Trustees take into consideration the future plans of the Academy, the uncertainty over future income streams and other key risks identified during the risk review.

The Trustees have determined that the appropriate level of free reserves should be at least approximately £440,000 in total. This is to provide sufficient working capital to cover delays between spending and receipt of grants and to provide a cushion to deal with unexpected emergencies such as urgent maintenance. The Trustees have committed to the need to hold £25,000 per year in relation to the sinking fund associated with the 3G pitch which represented £185,417 as at period ended 1 February 2026.

Total reserves of the academy amounted to £7,590,292 this £5,977,103 is invested in fixed assets. At the period end the academy held unrestricted funds of £217,439 (including the designated fund). In addition the academy held restricted funds of £1,395,749 which is considered freely spendable within the academy's objectives. Therefore in total the academy was holding reserves of £1,613,188 which is inline with the intended level of reserves to be held by the academy. The Members and Trustees continue to monitor the reserves in accordance with the Board's reserves policy.

The defined benefit pension scheme reserve has a surplus balance which in previous years has been a deficit. The effect of the historical deficit position of the pension scheme is that the Academy is paying higher employers' pension contributions over a period of years. The higher employers' pension contributions will be met from the Academy's budgeted annual income. Whilst the deficit will not be immediately eliminated, there should be no actual cash flow deficit on the fund, nor any direct impact on the free reserves of the Academy.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

(CONTINUED)

Plans for future periods

The Academy has set key priorities for improvement

Quality of Education

- Ensure KS2 attainment is substantially above the national average and increase the number of pupils achieving greater depth across all areas
- Develop an effective and successful KS4 provision
- Further develop SEN provision to ensure that the curriculum is designed and scaffolded to fully meet the needs of all pupils
- Maintain an exceptionally focused positive and supportive learning environment whilst continuing to reduce suspensions
- Ensure that all pupils have the opportunity to let their light shine
- Development an individualised staff CPD programme
- Ensure the long-term future of Selwood Academy as part of a family of likeminded schools

Key actions have been put in place in order to achieve these

- Reduced class sizes in Maths and English
- Specialist teachers available for interventions in Maths, English and Phonics
- Restructure of the Inclusion team, including the appointment of a new SENDCo
- Supportive and robust relationships policy
- Individualised staff CPD available for all staff
- Introduction of bespoke reading lessons in Key Stage 2

Investment policy

All funds surplus to immediate requirements are invested to optimal effect. On a daily basis this is achieved by automatic transfer of surplus funds to overnight deposit. Where cash flow allows, sums in excess of £100,000 may be invested on deposit for extended periods.

Due to the nature and timing of receipt of funding, the Academy may at times hold cash balances surplus to its short-term requirements. The Trustees have authorised the opening of additional short term bank investment accounts to take advantage of higher interest rates as and when required. No other form of investment is authorised.

Trustees are committed to ensuring that all funds under their control are managed in such a way as to maximise return whilst minimising risk. Any cash not required for operating expenses is placed on deposit at the most favourable rate available from providers covered by the Financial Services Compensation Scheme. Day to day management of the surplus funds is delegated to the Headteacher/Accounting Officer and Director of Business & Finance/CFO within strict guidelines approved by the Board of Trustees.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

(CONTINUED)

Principal risks and uncertainties

The Director of Business & Finance/CFO is responsible for reviewing the major risks to which the Academy Trust is exposed together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The Director of Business & Finance/CFO ensures these are recorded in a Risk Register and The Board of Trustees review and monitor the risk register annually and at other points deemed necessary.

The principal risks and uncertainties facing the Academy are as follows:

Financial - the Academy Trust has considerable reliance on continued Government funding through the DfE. In the last year over 90% of the Academy Trust's incoming resources was ultimately Government funded and whilst this level is expected to continue, there is no assurance that Government policy or practice will remain the same or that public funding will continue at the same levels or on the same terms.

Failures in governance and/or management - the risk in this area arises from potential failure to effectively manage the Academy Trust's finances, internal controls, compliance with regulations and legislation, statutory returns, etc. The Trustees continue to review and ensure that appropriate measures are in place to mitigate these risks including internal/external audits, monthly monitoring and self-assessment.

Reputational - the continuing success of the Academy Trust is dependent on continuing to attract applicants in sufficient numbers by maintaining the highest educational standards. To mitigate this risk, the Trustees, ensure that success and achievement are closely monitored and reviewed. The Ofsted & SIAMS Inspections have secured the ongoing strong reputation within the community.

Safeguarding (including e-safety) and child protection - the Trustees continue to ensure that the highest standards are maintained in the areas of selection and monitoring of staff, the operation of safeguarding, e- safety and of child protection policies and procedures, health & safety and discipline.

Staffing - the success of the Academy Trust is reliant on the quality of its staff and so the Trustees and Senior Leaders monitor and review policies and procedures to ensure continued development and training of staff as well as ensuring there is clear succession planning with particular focus on key staffing areas identified in the risk register.

Fraud and mismanagement of funds - the Academy Trust has appointed a Responsible Officer to carry out internal checks on financial systems and records as required by the Academies Financial Handbook. All finance staff receive training to keep them up to date with financial practice requirements and develop their skills in this area.

The Academy Trust has continued to strengthen its risk management process throughout the year by improving the process and ensuring staff awareness. A risk register is maintained, reviewed, and updated on a regular basis.

The Academy Trust is aware that as a Middle School there are risks associated with the possibility of changing from a three-tier system to a two-tier system within the local area. Discussions with the Local Authority (LA) continue in to 25/26.

SELWOOD ACADEMY

TRUSTEES' REPORT FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

(CONTINUED)

The Trustees have implemented a system to assess risks that the Academy Trust faces especially in the operational areas (e.g. In relation to safeguarding (including e-safety), teaching, health and safety and trips) and in relation to the control of finance. They have introduced systems including operational procedures (e.g. vetting of new staff and visitors, supervision of Academy grounds) and internal financial controls in order to minimise risk. Where significant financial risk still remains, they have ensured they have adequate insurance cover. The Academy Trust holds risk assessments, which are regularly reviewed and updated as necessary.

The Trustees examine the financial health monthly via the Chair and quarterly meetings of the Resources Committee. The Resources Committee reviews performance against budgets and overall expenditure by means of regular updates. The Resources Committee Chair reports to the Full Trust Board any areas of concern. The Chair meets fortnightly with the Director of Business and Finance/CFO and the Headteacher/Accounting Officer, at which finances, personnel and business matters are discussed.

Funds held as Custodian Trustee on behalf of others

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

Trade union facility time

There was 2 member of staff who were relevant union officials during the period who spent between 1-50% of their own time (voluntarily) on trade union duties. The total cost of facility time was £0 which amounts to 0% of the Trust's total pay bill.

Auditor

Insofar 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.

The trustees' report, incorporating a Strategic Report, was approved by order of the members of the Board of Trustees on 18 May 2026 and signed on its behalf by:



.....
C Cardnell
Trustee

SELWOOD ACADEMY

GOVERNANCE STATEMENT

Statement on governance and internal control

Scope of responsibility

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

The Board of Trustees has delegated the day-to-day responsibility to Headteacher/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 Selwood Academy and the Secretary of State for Education. They are also responsible for reporting to the Board of Trustees any material weaknesses or breakdowns in internal control.

Governance

The information on governance included here supplements that described in the Trustee's report Trustees' report and in the Statement of Trustees' Responsibilities Statement of Trustees' Responsibilities. The Board of Trustees has formally met 3 times during the period. Attendance during the period at meetings of the Board of Trustees was as follows:

Trustee	Meetings attended	Out of a possible
P Acres	3	3
K Kirkwood	3	3
R Morrison	3	3
G Musto	3	3
L Snape	3	3
C Cardnell	3	3
A Lyons	1	1
L Puttock	1	1

Conflicts of Interest

The Academy maintain an up-to-date register of pecuniary interests. The Trustees and Members are required to update this information on an annual basis by the first Trust Board meeting of each year (and make the governance professional aware of any significant changes in-year). The Trustees and Members are asked to declare any conflict of interest at the beginning of all meetings based on the agenda provided to them at least 7 days in advance. The Chair of Trustees is aware of the content of the register and will challenge where deemed necessary if not declared at the time, however this has not been necessary to date. Anyone with a conflict of interest is asked to leave the meeting for that agenda item.

SELWOOD ACADEMY

GOVERNANCE STATEMENT (CONTINUED)

Governance reviews

The Academy commenced a revision of the articles of association from 2011 as part of a thorough review of our governance structures. The new Articles and Funding Agreement have been in place for for approximately 4 years. Academy employees (including the Headteacher/Accounting Officer by agreement) will not be appointed in the revised structure. The Members group of five has proved a successful and viable group, giving oversight of the Trust. The smaller Trust Board has worked very efficiently as a skilled, motivated and proactive team. There are eight Trustees currently in place. The Methodist Trustee vacancy has been filled by G Musto who also provides a link to Kingswood School in Bath. He was approved by the Methodist Council. Clare Cardnell has continued as Chair of Trustees ensuring continuity over the year. The vice Chair is Kyrstie Kirkwood.

The External Governance Review (EGR) from SBS in July 2023, as part of a three year cycle,

Key strengths identified by the review are

- Clear governance structure with separation between most layers of governance,
- Comprehensive and easy to access governance information available on the school website, including clear Ethos, Vision and Values,
- Good communication between the school's senior leaders and Trustees via a comprehensive Headteachers/Accounting Officers Report,
- Commitment to school improvement,
- Trustee involvement in the recruitment and management of the school's senior leader,
- The induction process for Members and Trustees.

Areas for development have seen some improvement, including reviewing some terms of reference, minute taking demonstrating challenge, and guidance on agenda items and procedures. Some updating and realignment of paperwork followed the adoption of the revised articles and any changes to the Academy Trust Handbook (ATH). The Chair of Trustees created an action plan, monitored the recommendations over the year and reported back to the board. The Chair of the Members group is independent from the Chair of Trustees role. Members meetings have been reduced.

An Internal Governance Review (IGR) was held in the autumn term based on the internal review guidance from NGA. The Trust Board functions well and trustees agreed strengths were -Accountability and Financial oversight, meeting statutory requirements, governance culture, Induction, board structure, evaluation of impact, Quality of Education, stakeholders, risk management, governance professional, skills and diversity, vision, strategy, collaboration and employee responsibilities. The recommended actions for the chairs 360 review and reviewing impact have been resolved.

A skills audit was undertaken by the vice chair and revealed the board had a wide range of expertise to call on. The greatest risk was for the chair and vice chair to leave while newer trustees are gaining further experience, highlighting a need to ensure succession planning.

SELWOOD ACADEMY
GOVERNANCE STATEMENT (CONTINUED)

The Resources Committee is a sub-committee of the main Board of Trustees. Its purpose is to ensure effective and efficient management of the Academy business and finances, taking due regard to transparency and financial probity and to ensure that matters concerning personnel and pay issues within the academy are managed in an effective and efficient manner.

Attendance at meetings during the period was as follows:

Trustee	Meetings attended	Out of a possible
P Acres	2	2
R Morrison	2	2
G Musto	2	2
C Cardnell	2	2
L Snape	2	2

The Quality of Education committee reviews the educational performance of the Academy. Presentation of performance data has been revised by the headteacher/Accounting Officer and gives increased clarity of data.

Attendance at meetings during the period was as follows:

Trustee	Meetings attended	Out of a possible
P Acres	1	1
C Cardnell	1	1
K Kirkwood	1	1
R Morrison	0	1
G Musto	1	1
L Snape	1	1

Review of value for money

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

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

Improving educational results:

- Faculty development plans produced to identify Key strategies for improving standards,
- Using Pixl strategies to further develop attainment in Maths and English,
- Developing parental Maths support evenings to engage parents in learning with their child.

Financial oversight and governance:

- Experienced Chair of Resources Committee,
- Regular financial reporting to Resource Committee and monthly meetings with the Chair of Trustees, including adjusted annual forecast, ensures transparency.

SELWOOD ACADEMY

GOVERNANCE STATEMENT (CONTINUED)

Better purchasing:

- All contracts reviewed 3 months before renewal date to ensure efficiency and effectiveness,
- All services are re-tendered to ensure value for money and cost benefit,
- Explore all purchasing options for all orders of whatever size to ensure efficiency.

Better income generation:

- Income streams regularly explored,
- Condition Improvement Fund (CIF) Bids explored and submitted,
- Continue to work to maximise the use of facilities outside school hours including 3G lettings.

Reviewing controls and managing risks:

- Annual internal scrutiny undertaken by Somerset Council (SC) to ensure internal control and compliance,
- Review of Risk Register at regular Resource Committee/FTB meetings,
- Professional Human Resources (HR) advice procured and used where applicable.

The purpose of the system of internal control

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives; it can therefore only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an ongoing process designed to identify and prioritise the risks to the achievement of academy trust policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically. The system of internal control has been in place in Selwood Academy for the period ended 1 February 2026 and up to the date of approval of the annual report and financial statements.

Capacity to handle risk

The Board of Trustees has reviewed the key risks to which the Academy Trust is exposed, together with the operating, financial and compliance controls that have been implemented to mitigate those risks. The Board of Trustees is of the view that there is a formal ongoing process for identifying, evaluating and managing the academy trust's significant risks that has been in place for the period ended 1 February 2026 and up to the date of approval of the annual report and financial statements. This process is regularly reviewed by the Board of Trustees.

The risk and control framework

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

- comprehensive budgeting and monitoring systems with an annual budget and periodic financial reports which are reviewed and agreed by the Board of Trustees;
- regular reviews by the Finance 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.

SELWOOD ACADEMY

GOVERNANCE STATEMENT (CONTINUED)

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

- Not to appoint an internal auditor. However, the Trustees require the Director of Business & Finance/CFO to carry out an Internal Scrutiny on an annual basis. This is currently undertaken by SC.
- The purpose of the internal scrutiny role includes giving advice on financial matters and performing a range of checks on the academy trust's financial systems.

On an annual basis the Responsible Officer reports to the Board of Trustees on the operation of the systems of control and on the discharge of the Board of Trustees' financial responsibilities.

The process has been fully delivered in line with the DfE's requirements. There were no material control or other issues reported to date.

Review of effectiveness

As Accounting Officer, D Jeffries, Chief Executive Officer has responsibility for reviewing the effectiveness of the system of internal control. During the period in question the review has been informed by:

- the internal scrutiny report;
- the work of the external auditor;
- the school resource management self-assessment tool;
- the work of the executive managers within the Academy Trust who have responsibility for the development and maintenance of the internal control framework.

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

Conclusion

Based on the advice of the Audit and Risk Committee and the Accounting Officer, the Board of Trustees is of the opinion that the academy trust has been adequate and effective framework for governance, risk management and control.

Approved by order of the members of the Board of Trustees on 18 May 2026 and signed on its behalf by:



.....
C Cardnell
Trustee



.....
D Jeffries
Chief Executive Officer

SELWOOD ACADEMY

STATEMENT OF REGULARITY, PROPRIETY AND COMPLIANCE

As accounting officer of Selwood Academy, I confirm that I have had due regard to the framework of authorities governing regularity, propriety and compliance, including the trust's funding agreement with DfE, and the requirements of the Academy Trust Handbook, including responsibilities for estates safety and management. I have also considered my responsibility to notify the Academy Trust Board of Trustees and the Department for Education (DfE) of material irregularity, impropriety and non-compliance with terms and conditions of all funding, including for estates safety and management.

I confirm that I and the Board of Trustees are able to identify any material irregular or improper use of all funds by the Academy Trust, or material non-compliance with the framework of authorities.

I confirm that no instances of material irregularity, impropriety or 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 DfE.



.....
D Jeffries, Chief Executive Officer
Accounting officer

18 May 2026

SELWOOD ACADEMY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

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

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities Statement of Recommended Practice (SORP) 2019 and the Academies Accounts Direction 2025 to 2026;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom (UK) Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

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

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

Approved by order of the members of the Board on 18 May 2026 and signed on its behalf by:


.....
C Cardnell
Trustee


.....
D Jeffries
Chief Executive Officer

SELWOOD ACADEMY

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF SELWOOD ACADEMY

Opinion

We have audited the financial statements of Selwood Academy (the 'Academy') for the period from 1 September 2025 to 1 February 2026, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the Academy trust's affairs at 1 February 2026 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006; and
- have been prepared in accordance with the Charities SORP 2019 and Academies Accounts Direction 2025 to 2026.

Basis for opinion

We have been appointed as auditor under the Companies Act 2006 and report in accordance with regulations made under that act. We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Academy in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (FRC) 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.

Emphasis of matter - financial statements prepared on a basis other than going concern

We draw attention to Note 1 in the financial statements, which explains that the Academy Trust has agreed to transfer out of the academy trust to Midsomer Norton Schools Partnership with a completion date being 1 February 2026. The Trustees therefore do not consider it to be appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly, the financial statements have been prepared on a basis other than going concern as described in the accounting policies in Note 1. Our opinion is not modified in respect of this matter.

SELWOOD ACADEMY

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF SELWOOD ACADEMY (CONTINUED)

Other information

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

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

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of 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 [set out on page 22], the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

SELWOOD ACADEMY

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF SELWOOD ACADEMY (CONTINUED)

Auditor's responsibilities for the audit of the financial statements

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

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The extent to which the audit was considered capable of detecting irregularities including fraud

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the Academy through discussions with trustees and other management, and from our commercial knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the Academy, including the Companies Act 2006, Academies Accounts Direction 2025 to 2026, Charities SORP 2019, taxation legislation, data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the Academy's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

SELWOOD ACADEMY

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS TO THE MEMBERS OF SELWOOD ACADEMY (CONTINUED)

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with His Majesty's Revenue and Customs (HMRC), relevant regulators and the academy's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

Use of our report

This report is made solely to the Academy's Trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Academy's trustees 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 Academy and its Trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Joseph Doggrell BSc (Hons) FCA (Senior Statutory Auditor)
For and on behalf of Albert Goodman LLP, Statutory Auditor

Goodwood House
Blackbrook Park Avenue
Taunton
Somerset
TA1 2PX

18 May 2026

SELWOOD ACADEMY

INDEPENDENT REPORTING ACCOUNTANT'S REPORT ON REGULARITY TO SELWOOD ACADEMY AND THE SECRETARY OF STATE FOR EDUCATION

In accordance with the terms of our engagement letter dated 24 September 2025 and further to the requirements of the Department for Education (DfE) as included in the extant Framework and Guide for External Auditors and Reporting Accountants of Academy Trusts, we have carried out an engagement to obtain limited assurance about whether anything has come to our attention that would suggest, in all material respects, the expenditure disbursed and income received by Selwood Academy during the year to 1 February 2026 have not been applied to the purposes intended by Parliament and that the financial transactions do not conform to the authorities which govern them.

This report is made solely to Selwood Academy and the Secretary of State for Education in accordance with the terms of our engagement letter. Our work has been undertaken so that we may state to Selwood Academy and the Secretary of State for Education 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 Selwood Academy and the Secretary of State for Education, for our work, for this report, or for the conclusion we have formed.

Respective responsibilities of the accounting officer of Selwood Academy and the reporting accountant

The Accounting Officer is responsible, under the requirements of the Board of Trustees' funding agreement with the Secretary of State for Education dated and the Academy Trust Handbook 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 extant Framework and Guide for External Auditors and Reporting Accountants of Academy Trusts. 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 to 1 February 2026 have not been applied for the purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.

Approach

We conducted our engagement in accordance with the Framework and Guide for External Auditors and Reporting Accountant of Academy Trusts issued by DfE which requires a limited assurance engagement as set out in our engagement letter.

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

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

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

SELWOOD ACADEMY

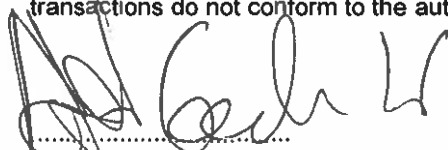
**INDEPENDENT REPORTING ACCOUNTANT'S REPORT ON REGULARITY TO SELWOOD
ACADEMY AND THE SECRETARY OF STATE FOR EDUCATION**

The work undertaken to draw to our conclusion includes:

- Reviewing compliance against the requirements of the Academy Trust Handbook (September 2025);
- A review of the governance policies and procedures with specific consideration of financial planning, monitoring and control;
- Gaining assurance that the lines of delegation and the limits set both internally by the academy and by DfE have been adhered to;
- A review of all meeting minutes of the board trustees;
- An examination of financial transactions to identify any unusual items which may be improper; and
- A review of the declaration of interests completed by the trustees.

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 from 1 September 2025 to 1 February 2026 has not been applied for the purposes intended by Parliament or that the financial transactions do not conform to the authorities which govern them.



Joseph Doggrell BSc (Hons) FCA

For and on behalf of Albert Goodman LLP, Chartered Accountants

Goodwood House
Blackbrook Park Avenue
Taunton
Somerset
TA1 2PX

18 May 2026

SELWOOD ACADEMY

STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1

FEBRUARY 2026

(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	2025/26 Total £
Income and endowments from:					
Donations and capital grants	2	189	-	-	189
<i>Charitable activities:</i>					
Funding for the Academy trust's educational operations	3	-	1,721,678	-	1,721,678
Other trading activities	4	154,026	-	-	154,026
Total		154,215	1,721,678	-	1,875,893
Expenditure on:					
<i>Charitable activities:</i>					
Academy trust educational operations	6	143,171	1,653,620	94,654	1,891,445
Transferred out on academies leaving the trust	6	217,441	1,395,749	5,977,103	7,590,293
Net expenditure		(206,397)	(1,327,691)	(6,071,757)	(7,605,845)
Transfers between funds		10,417	(69,538)	59,121	-
Other recognised gains and losses					
Actuarial gain/(losses) on defined benefit pension scheme	23	-	(38,000)	-	(38,000)
Net movement in deficit		(195,980)	(1,435,229)	(6,012,636)	(7,643,845)
Reconciliation of funds					
Total funds brought forward at 1 September 2025		195,980	1,435,229	6,012,636	7,643,845
Total funds/(deficit) carried forward at 1 February 2026		-	-	-	-

SELWOOD ACADEMY

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2025

(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	2024/25 Total £
Income and endowments from:					
Donations and capital grants	2	3,954	197	12,454	16,605
<i>Charitable activities:</i>					
Funding for the Academy trust's educational operations	3	-	3,896,460	-	3,896,460
Other trading activities	4	471,835	-	-	471,835
Total		475,789	3,896,657	12,454	4,384,900
Expenditure on:					
<i>Charitable activities:</i>					
Academy trust educational operations	6	475,788	3,767,099	217,623	4,460,510
Net income/(expenditure)		1	129,558	(205,169)	(75,610)
Transfers between funds		25,000	(90,571)	65,571	-
Other recognised gains and losses					
Actuarial losses on defined benefit pension schemes	23	-	360,000	-	360,000
Net movement in funds/(deficit)		25,001	398,987	(139,598)	284,390
Reconciliation of funds					
Total funds brought forward at 1 September 2024		170,979	1,036,242	6,152,234	7,359,455
Total funds carried forward at 31 August 2025		195,980	1,435,229	6,012,636	7,643,845

SELWOOD ACADEMY**(REGISTRATION NUMBER: 07814065)****BALANCE SHEET AS AT 1 FEBRUARY 2026**

	Note	2026 £	2025 £
Fixed assets			
Tangible assets	10	-	6,017,636
Current assets			
Debtors	11	-	172,152
Cash at bank and in hand		-	1,746,181
		-	1,918,333
Liabilities			
Creditors: Amounts falling due within one year		-	(288,374)
Net current assets		-	1,629,959
Total assets less current liabilities		-	7,647,595
Creditors: Amounts falling due after more than one year	13	-	(3,750)
Net assets excluding pension asset		-	7,643,845
Total net assets		-	7,643,845
Funds of the Academy:			
Restricted funds			
Restricted general fund	14	-	1,435,229
Restricted fixed asset fund	14	-	6,012,636
		-	7,447,865
Unrestricted funds			
Unrestricted general fund	14	-	195,980
Total funds		-	7,643,845

The financial statements on pages 29 to 56 were approved by the Trustees, and authorised for issue on 18 May 2026 and signed on their behalf by:

Claire Cardnell

C Cardnell
Trustee

SELWOOD ACADEMY**STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 1 FEBRUARY 2026**

		1 February 2026 £	31 August 2025 £
	Note		
Cash flows from operating activities			
Net cash (used in)/provided by operating activities	17	(7,665,413)	107,838
Cash flows from investing activities	18	5,922,982	(70,130)
Cash flows from financing activities		<u>(3,750)</u>	<u>(1,250)</u>
Change in cash and cash equivalents in the period		(1,746,181)	36,458
Cash and cash equivalents at 1 September		<u>1,746,181</u>	<u>1,709,723</u>
Cash and cash equivalents at 1 February	19	<u>-</u>	<u>1,746,181</u>

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026

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.

Basis of preparation

The financial statements of the academy trust, which is a public benefit entity under FRS 102, have been prepared under the historical cost convention in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102), the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their 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 2025-2026 issued by DfE, the Charities Act 2011 and the Companies Act 2006.

Going concern

The trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the company to continue as a going concern. The trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements.

The only academy within the academy trust has joined the Midsomer Norton Schools Partnership from 1st February 2026. As a result of this, the academy trust will become dormant and will be wound up, therefore the academy trust is not a going concern. However, as the activities were transferred as a going concern the trustees do not consider any change to the accounting policies are necessary in preparing the financial statements.

Income

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

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

1 Accounting policies (continued)

Grants

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

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

Capital grants are recognised in full when there is an unconditional entitlement to the grant. Unspent amounts of capital grants are reflected in the balance sheet in the restricted fixed asset fund. Capital grants are spent on capital projects in line with the terms and conditions of the grant. 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 academy 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, is recognised in the period it is receivable and to the extent the academy trust has provided the goods or services.

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'.

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

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

1 Accounting policies (continued)

Expenditure

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

All resources expended are inclusive of irrecoverable VAT.

Expenditure on raising funds

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

Charitable activities

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

Tangible fixed assets

Assets costing £3,000 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

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

Depreciation is provided on all tangible fixed assets other than freehold land and assets under construction, at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life, per the table below. Where an asset comprises of two or more components which have substantially different useful lives, each component is depreciated separately over its useful economic life.

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.

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.

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

1 Accounting policies (continued)

Asset class	Depreciation method and rate
Long term leasehold land	Straight line over 125 years
Long term leasehold buildings	Straight line 2% per annum
3G Pitch	Straight line 10% per annum
Furniture and equipment	Straight line 15% per annum
Plant and equipment	Straight line 15% per annum
Motor vehicles	Straight line 20% per annum
Computer equipment	Straight line 25% per annum

Liabilities

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

Provisions

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

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

Leased assets

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

Financial Instruments

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

Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost as detailed in note 11. Prepayments are not financial instruments. Amounts due to the charity's wholly owned subsidiary are held at face value less any impairment.

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

Financial liabilities - trade creditors, accruals and other creditors are financial instruments, and are measured at amortised cost as detailed in notes 12 & 13. 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. Amounts due to charity's wholly owned subsidiary are held at face value less any impairment.

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

1 Accounting policies (continued)

Taxation

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

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

Pension benefits

Retirement benefits to employees of the academy trust are provided by the Teachers' Pension Scheme ('TPS') and the Local Government Pension Scheme ('LGPS'). These are defined benefit schemes. The TPS is an unfunded scheme and contributions are calculated to spread the cost of pensions over employees' working lives with the academy trust in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary based on of quadrennial valuations using a prospective unit credit method. TPS is an unfunded multi-employer scheme with no underlying assets to assign between employers. Consequently, the TPS is treated as a defined contribution scheme for accounting purposes and the contributions recognised in the period to which they relate.

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

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

Fund accounting

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

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

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

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

1 Accounting policies (continued)

Critical accounting estimates and areas of judgement

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

Critical accounting estimates and assumptions

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

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost (income) for pensions include the discount rate. Any changes in these assumptions 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 2022 has been used by the actuary in valuing the pensions liability at 1 February 2026. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

Critical areas of judgement

The Local Government Pension Scheme actuary asset valuation is assessed by the Academy as to whether the asset should be recognised in the financial statements. The extent to which an asset can be recognised is dependent on the extent the Academy is able to recover the asset, either through reduced contributions in the future, or through refunds from the scheme. At the year end no pension asset has been recognised in the accounts.

2 Donations and capital grants

	Unrestricted Funds £	2025/26 Total £	2024/25 Total £
Capital grants DfE	-	-	12,454
Other donations	189	189	4,151
	<u>189</u>	<u>189</u>	<u>16,605</u>

SELWOOD ACADEMY**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)****3 Funding for the Academy Trust's educational operations**

	Restricted funds £	2025/26 Total £	2024/25 Total £
DfE revenue grants			
General Annual Grant (GAG)	1,473,623	1,473,623	3,274,343
Pupil Premium	76,536	76,536	208,144
Other government grants	107,695	107,695	272,231
	<u>1,657,854</u>	<u>1,657,854</u>	<u>3,754,718</u>
Other government grants			
Other Local authority grants	4,340	4,340	43,630
Individually assigned resources	59,484	59,484	98,112
	<u>63,824</u>	<u>63,824</u>	<u>141,742</u>
Total grants	<u>1,721,678</u>	<u>1,721,678</u>	<u>3,896,460</u>

4 Other trading activities

	Unrestricted Funds £	2025/26 Total £	2024/25 Total £
Facilities and services income	98,171	98,171	216,668
Educational trips and activities	399	399	219,438
Other income	55,456	55,456	35,729
	<u>154,026</u>	<u>154,026</u>	<u>471,835</u>

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

5 Expenditure

	Staff costs £	Non Pay Expenditure Premises £	Other costs £	2025/26 Total £	2024/25 Total £
Academy's educational operations					
Direct costs	1,211,643	-	78,863	1,290,506	2,921,118
Allocated support costs	175,811	243,473	181,655	600,939	1,539,392
	<u>1,387,454</u>	<u>243,473</u>	<u>260,518</u>	<u>1,891,445</u>	<u>4,460,510</u>

Net income/(expenditure) for the period includes:

	2025/26 £	2024/25 £
Operating lease rentals	14,891	20,914
Depreciation	94,654	217,623
Fees payable to auditor - audit	9,100	9,300
- other audit services	<u>3,135</u>	<u>5,230</u>

6 Charitable activities

	2025/26 £	2024/25 £
Direct costs - educational operations	1,290,506	2,921,118
Support costs - educational operations	<u>600,939</u>	<u>1,539,392</u>
	<u>1,891,445</u>	<u>4,460,510</u>

	Educational operations £	2025/26 Total £	2024/25 Total £
Analysis of direct costs			
Teaching and educational support staff costs	1,211,643	1,211,643	2,621,575
Educational supplies	36,401	36,401	46,657
Staff development	4,281	4,281	7,921
Educational consultancy	5,431	5,431	5,115
Other direct costs	7,765	7,765	2,493
Trip costs	<u>24,985</u>	<u>24,985</u>	<u>237,357</u>
Total direct costs	<u>1,290,506</u>	<u>1,290,506</u>	<u>2,921,118</u>

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

6 Charitable activities (continued)

	Educational operations £	2025/26 Total £	2024/25 Total £
Analysis of support costs			
Support staff costs	175,811	175,811	553,639
Depreciation	94,654	94,654	217,623
Rent, rates and utilities	39,253	39,253	85,705
Insurance	9,221	9,221	20,613
Catering	73,550	73,550	148,099
Maintenance of premises and equipment	53,736	53,736	105,645
Cleaning	55,830	55,830	137,939
Technology costs	31,176	31,176	149,719
Professional fees	44,790	44,790	63,448
Other support costs	22,918	22,918	56,962
Total support costs	600,939	600,939	1,539,392

7 Staff

Staff costs

	2025/26 £	2024/25 £
Staff costs during the period were:		
Wages and salaries	1,019,501	2,301,509
Social security costs	132,135	257,436
Operating costs of defined benefit pension schemes	235,818	616,269
	1,387,454	3,175,214

Staff numbers

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

	2026 No	2025 No
Charitable Activities		
Teachers	28	28
Administration and support	36	36
Management	7	7
	71	71

SELWOOD ACADEMY**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)****7 Staff (continued)****Staff numbers (full time equivalent)**

The average number of persons, expressed as a full time equivalent, employed by the academy trust during the period was as follows:

	2025/26 No	2024/25 No
Teachers	28.00	28.00
Administration and support	19.00	21.00
Management	7.00	7.00
	<u>54.00</u>	<u>56.00</u>

Higher paid staff

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

	2025/26 No	2024/25 No
£60,001 - £70,000	3	-
£70,001 - £80,000	1	3
£80,001 - £90,000	2	-
£100,001 - £110,000	-	1
£110,001 - £120,000	<u>1</u>	<u>-</u>

Due to the current period being 5 months, employee's pay for the period has been pro-rata to be based on a full-year equivalent basis for 2025/26.

Key management personnel

The key management personnel of the Academy Trust comprise the Trustees and the Senior Management Team as listed on page 1. The total amount of employee benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the Academy Trust was £340,127 (2025: £771,321).

8 Related party transactions - trustees' remuneration and expenses

During the period ended 1 February 2026, travel and subsistence expenses totalling £Nil (2025 - £Nil) were reimbursed or paid directly to trustees (2025 - 0).

Other related party transactions involving the trustees are set out in note 24.

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

9 Trustees' and officers' insurance

In accordance with normal commercial practice the Academy has purchased insurance to protect trustees and officers from claims arising from negligent acts, errors or omissions occurring whilst on Academy business. The insurance provides cover up to £5,000,000 on any one claim. The cost of this insurance is included in the total insurance cost.

10 Tangible fixed assets

	Leasehold land and buildings £	3G Pitch £	Furniture and equipment £	Computer equipment £	Motor vehicles £	Total £
Cost						
At 1 September 2025	7,248,128	641,720	369,998	349,191	20,720	8,629,757
Additions	36,267	-	4,156	18,073	-	58,496
Disposals	<u>(7,284,395)</u>	<u>(641,720)</u>	<u>(374,154)</u>	<u>(367,264)</u>	<u>(20,720)</u>	<u>(8,688,253)</u>
At 1 February 2026	-	-	-	-	-	-
Depreciation						
At 1 September 2025	1,553,799	425,656	324,307	287,639	20,720	2,612,121
Charge for the year	53,821	26,738	4,530	9,565	-	94,654
Eliminated on disposals	<u>(1,607,620)</u>	<u>(452,394)</u>	<u>(328,837)</u>	<u>(297,204)</u>	<u>(20,720)</u>	<u>(2,706,775)</u>
At 1 February 2026	-	-	-	-	-	-
Net book value						
At 1 February 2026	-	-	-	-	-	-
At 31 August 2025	<u>5,694,329</u>	<u>216,064</u>	<u>45,691</u>	<u>61,552</u>	<u>-</u>	<u>6,017,636</u>

SELWOOD ACADEMY**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)****11 Debtors**

	2026	2025
	£	£
Trade debtors	-	16,082
VAT recoverable	-	33,118
Prepayments and accrued income	-	122,952
	<u>-</u>	<u>172,152</u>

12 Creditors: amounts falling due within one year

	1 February 2026	31 August 2025
	£	£
Trade creditors	-	97,072
Other taxation and social security	-	60,525
Other creditors	-	1,250
Accruals and deferred income	-	59,576
Pension scheme creditor	-	69,951
	<u>-</u>	<u>288,374</u>

	1 February 2026	31 August 2025
	£	£
Deferred income		
Deferred income at 1 September 2025	31,613	31,613
Resources deferred in the period	165,188	32,110
Amounts released from previous periods	<u>(26,763)</u>	<u>(31,613)</u>
Deferred income at 1 February 2026	<u>170,038</u>	<u>32,110</u>

At the balance sheet date the academy trust was holding funds received in advance for education trips relating to the last 7 months of academic year 2025/26 and 2026/27. The deferred income was transferred out with the academy leaving the trust on 1 February 2026.

SELWOOD ACADEMY

**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1
FEBRUARY 2026 (CONTINUED)**

13 Creditors: amounts falling due in greater than one year

	2026	2025
	£	£
Loans	<u>-</u>	<u>3,750</u>

Loan of £5,000 from Salix which is provided on the following terms: interest-free and repayable in monthly instalments ending 31 August 2029. £1,250 is recognised in current liabilities.

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

14 Funds

	Balance at 1 September 2025 £	Incoming resources £	Resources expended £	Gains, losses and transfers £	Balance at 1 February 2026 £
Restricted funds					
<i>Restricted general funds</i>					
General Annual Grant (GAG)	1,422,359	1,473,623	(1,431,705)	(1,464,277)	-
Other DfE grants	-	107,695	(106,685)	(1,010)	-
Other Local Authority Grant	-	4,340	(4,340)	-	-
Pupil Premium	12,870	76,536	(89,406)	-	-
Pension reserve	-	-	38,000	(38,000)	-
Individually assigned resources	-	59,484	(59,484)	-	-
Total restricted general funds	1,435,229	1,721,678	(1,653,620)	(1,503,287)	-
<i>Restricted fixed asset funds</i>					
Inherited fixed assets	4,624,339	-	(39,461)	(4,584,878)	-
DfE capital grants	1,032,346	-	(28,455)	(1,003,891)	-
3G Sports Pitch	216,064	-	(26,738)	(189,326)	-
Capital expenditure from GAG	139,887	-	(7,856)	(132,031)	-
Total restricted fixed asset funds	6,012,636	-	(102,510)	(5,910,126)	-
Total restricted funds	7,447,865	1,721,678	(1,756,130)	(7,413,413)	-
<i>Unrestricted general funds</i>					
Designated as a sinking fund	175,000	-	-	(175,000)	-
General	20,980	154,214	(143,171)	(32,023)	-
Total unrestricted funds	195,980	154,214	(143,171)	(207,023)	-
Total endowment funds	-	-	-	-	-
Total funds	7,643,845	1,875,892	(1,899,301)	(7,620,436)	-

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

14 Funds (continued)

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

	Balance at 1 September 2024 £	Incoming resources £	Resources expended £	Gains, losses and transfers £	Balance at 31 August 2025 £
Restricted funds					
<i>Restricted general funds</i>					
General Annual Grant (GAG)	1,321,510	3,274,343	(3,082,923)	(90,571)	1,422,359
Other DfE grants	59,485	272,231	(331,716)	-	-
Other Local Authority Grant	-	43,630	(43,630)	-	-
Other restricted funds	-	197	(197)	-	-
Pupil Premium	27,247	208,144	(222,521)	-	12,870
Pension reserve	(372,000)	-	12,000	360,000	-
Individually assigned resources	-	98,112	(98,112)	-	-
Total restricted general funds	1,036,242	3,896,657	(3,767,099)	269,429	1,435,229
<i>Restricted fixed asset funds</i>					
Inherited fixed assets	4,729,772	-	(105,433)	-	4,624,339
DfE capital grants	1,064,755	12,454	(40,304)	(4,559)	1,032,346
3G Sports Pitch	280,236	-	(64,172)	-	216,064
Capital expenditure from GAG	77,471	-	(7,714)	70,130	139,887
Total restricted fixed asset funds	6,152,234	12,454	(217,623)	65,571	6,012,636
Total restricted funds	7,188,476	3,909,111	(3,984,722)	335,000	7,447,865
<i>Unrestricted general funds</i>					
Designated as a sinking fund	150,000	-	-	25,000	175,000
General	20,979	475,789	(475,788)	-	20,980
Total unrestricted funds	170,979	475,789	(475,788)	25,000	195,980
Total endowment funds	-	-	-	-	-
Total funds	7,359,455	4,384,900	(4,460,510)	360,000	7,643,845

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

14 Funds (continued)

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

General Annual Grant (GAG) – Funding from the Department of Education to support the education and running costs of the Academy. Under the funding agreement with the Secretary of State, the Academy Trust was not subject to a limit on the amount of GAG that it could carry forward at 1 February 2026.

Pupil Premium - Pupil premium represents funding received from the DfE for children that qualify for free school meals to enable the Academy to address the current underlying inequalities between those children and their wealthier peers.

UIFSM - This represents funding received from the DfE for the provision of school dinners to all pupils.

Other local authority grants – Funding from Somerset County Council towards the cost of supporting high needs pupils.

General restricted – Funding from other organisations to support specific projects undertaken by the Academy Trust.

Pension Reserve – This fund represents the pension deficit for the Local Government Pension Scheme and its associated costs for the period.

Inherited Fixed Assets – This fund is to recognise the value of the donated fixed assets at the conversion of the school to an Academy. The expenditure is the depreciation on those assets.

DfE capital grants – This is funding from the DfE to support capital projects undertaken by the Academy.

Capital expenditure from GAG – This represents the amount of the General Annual Grant allocated towards capital expenditure during the period and its associated depreciation.

Capital expenditure from other restricted funds – This represents the amount of Devolved Formula Capital Grant and other DfE grants allocated towards capital and its associated depreciation.

General unrestricted – This represents funds which may be used towards meeting any of the charitable objectives of the Academy Trust at the discretion of the Trustees.

Capital expenditure from unrestricted funds - This represents the amount of unrestricted funds allocated towards capital and its associated depreciation.

Designated fund - This represents the sinking fund associated with the 3G pitch.

SELWOOD ACADEMY**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)****15 Analysis of net assets between funds**

Fund balances at 1 February 2026 are represented by:

	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total Funds £
Total net assets	-	-	-	-

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

	Unrestricted Funds £	Restricted General Funds £	Restricted Fixed Asset Funds £	Total Funds £
Tangible fixed assets	-	-	6,017,636	6,017,636
Current assets	195,980	1,722,353	-	1,918,333
Current liabilities	-	(287,124)	(1,250)	(288,374)
Creditors over 1 year	-	-	(3,750)	(3,750)
Total net assets	195,980	1,435,229	6,012,636	7,643,845

16 Long-term commitments, including operating leases***Operating leases***

At 1 February 2026 the total of the Academy trust's future minimum lease payments under non-cancellable operating leases was:

	2026 £	2025 £
Amounts due within one year	-	22,789
Amounts due between one and five years	-	2,797
	-	25,586

Operating lease commitments at 1 February 2026 were £14,891. These were transferred with the assets and liabilities to Midsomer Norton Schools Partnership.

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

17 Reconciliation of net expenditure to net cash inflow/(outflow) from operating activities

	2026	2025
	£	£
Net expenditure	(7,605,845)	(75,610)
Depreciation	94,654	217,623
Capital grants from DfE and other capital income	-	(12,454)
Defined benefit pension scheme cost less contributions payable	(38,000)	(12,000)
Decrease/(increase) in debtors	172,152	(5,274)
Decrease in creditors	<u>(288,374)</u>	<u>(4,447)</u>
Net cash (used in)/provided by Operating Activities	<u>(7,665,413)</u>	<u>107,838</u>

18 Cash flows from investing activities

	2026	2025
	£	£
Purchase of tangible fixed assets	(58,496)	(82,584)
Proceeds from sale of tangible fixed assets	5,981,478	-
Capital funding received from sponsors and others	<u>-</u>	<u>12,454</u>
Net cash provided by/(used in) investing activities	<u>5,922,982</u>	<u>(70,130)</u>

19 Analysis of cash and cash equivalents

	2026	2025
	£	£
Cash in hand and at bank	<u>-</u>	<u>1,746,181</u>
Total cash and cash equivalents	<u>-</u>	<u>1,746,181</u>

20 Analysis of changes in net debt

	At 1 September 2025	Cash flows	Other non-cash changes	At 1 February 2026
	£	£	£	£
Cash	<u>1,746,181</u>	<u>8,743</u>	<u>(1,754,924)</u>	<u>-</u>
Total	<u>1,746,181</u>	<u>8,743</u>	<u>(1,754,924)</u>	<u>-</u>

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

21 Contingent asset

At the 1 February 2026 the Local Government Pension Scheme (LGPS) actuary valuation reported a net asset of £320,000. The trustees have considered the valuation and whilst the academy may benefit from a reduction in employer contributions in the future, this is not definite and based on a number of external factors. As a result the trustees consider this asset to be a contingent asset and have not recognised this asset in the balance sheet at the year end. The actuarial gain in the Statement of Financial Activities has been reduced accordingly.

22 Member 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.

23 Pension and similar obligations

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

The latest actuarial valuation of the TPS related to the period ended 31 March 2020 and of the LGPS 31 March 2022.

Contributions amounting to £72,380 (2025:£69,951) were payable to the schemes at 1 February and are included within creditors.

Teachers' Pension Scheme

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

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

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

23 Pension and similar obligations (continued)

Valuation of the Teachers' Pension Scheme

The Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TPS in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 published by HM Treasury every 4 years. The aim of the review is to specify the level of future contributions.

Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. The latest actuarial valuation of the TPS was carried out as at 31 March 2020. The valuation report was published by the Department for Education on 27 October 2023, with the SCAPE rate, set by HMT, applying a notional investment return based on 1.7% above the rate of CPI.

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 28.68% of pensionable pay (including a 0.08% administration levy). This is an increase of 5% in employer contributions and the cost control result is such that no change in member benefits is needed.
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £262,000 million and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £222,200 million, giving a notional past service deficit of £39,800 million

The result of this valuation will be implemented from 1 April 2024. The next valuation result is due to be implemented from 1 April 2028.

The employer's pension costs paid to TPS in the period amounted to £217,195 (2025: £477,588). A copy of the valuation report and supporting documentation is on the Teachers' Pensions website.

Under the definitions set out in FRS 102, the TPS is an unfunded multi-employer pension scheme. The academy trust is unable to identify its share of the underlying assets and liabilities of the plan. Accordingly, the academy trust has taken advantage of the exemption in FRS 102 and has accounted for its contributions to the scheme as if it were a defined contribution scheme. The academy trust has set out above, the information available on the scheme.

Local government pension scheme

The LGPS is a funded defined-benefit scheme, with the assets held in separate trustee-administered funds. The total contribution made for the period ended 1 February 2026 was £78,000 (2025 - £192,000), of which employer's contributions totaled £62,000 (2025 - £154,000) and employees' contributions totaled £16,000 (2025 - £38,000). The agreed contribution rates for future years are 24.4 per cent for employers and 4.1 per cent for employees.

Parliament has agreed, at the request of the Secretary of State for Education, to a guarantee that, in the event of an academy trust closure, outstanding Local Government Pension Scheme liabilities would be met by the Department for Education. The guarantee came into force on 18 July 2013 and on 21 July 2022, the Department for Education reaffirmed its commitment to the guarantee, with a parliamentary minute published on GOV.UK.

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

23 Pension and similar obligations (continued)

Principal actuarial assumptions

	2026	2025
	%	%
Rate of increase in salaries	3.70	3.50
Rate of increase for pensions in payment/inflation	3.10	3.00
Discount rate for scheme liabilities	5.70	6.00
Inflation assumptions (CPI)	<u>2.70</u>	<u>2.50</u>

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

	2026	2025
Retiring today		
Males retiring today	22.20	22.20
Females retiring today	23.70	23.70
Retiring in 20 years		
Males retiring in 20 years	23.80	23.80
Females retiring in 20 years	<u>25.50</u>	<u>25.40</u>

Sensitivity analysis

	1 February 2026	31 August 2025
	£	£
Discount rate +0.1%	3,265,000	3,011,000
Discount rate -0.1%	3,376,000	3,110,000
Mortality assumption – 1 year increase	3,400,000	3,128,000
Mortality assumption – 1 year decrease	3,242,000	2,994,000
Pension increases +0.1%	3,376,000	3,109,000
Pension increases -0.1%	3,266,000	3,012,000
Long term salary increase +0.1%	3,322,000	3,062,000
Long term salary increase -0.1%	<u>3,318,000</u>	<u>3,058,000</u>

The academy trust's share of the assets in the scheme were:

	2026	2025
	£	£
Equities	2,786,000	2,585,000
Gilts	126,000	117,000
Other bonds	425,000	408,000
Property	215,000	212,000
Cash and other liquid assets	<u>94,000</u>	<u>94,000</u>
Total market value of assets	<u>3,646,000</u>	<u>3,416,000</u>

SELWOOD ACADEMY**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)****23 Pension and similar obligations (continued)**

The actual return on scheme assets was £207,000 (2025 - £235,000).

Amounts recognised in the statement of financial activities

	2026	2025
	£	£
Current service cost	33,000	125,000
Interest income	83,000	157,000
Interest cost	(74,000)	(172,000)
Admin expenses	-	2,000
Total amount recognized in the SOFA	<u>42,000</u>	<u>112,000</u>

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

	2026	2025
	£	£
At start of period	3,060,000	3,394,000
Transferred out on existing academies leaving the trust	(3,320,000)	-
Current service cost	33,000	125,000
Interest cost	74,000	172,000
Employee contributions	16,000	38,000
Actuarial (gain)/loss	224,000	(667,000)
Losses or gains on curtailments	(26,000)	29,000
Benefits paid	<u>(61,000)</u>	<u>(31,000)</u>
At 1 February	<u>-</u>	<u>3,060,000</u>

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

	2026	2025
	£	£
At start of period	3,416,000	3,022,000
Transferred out on existing academies leaving the trust	(3,640,000)	-
Interest income	83,000	157,000
Actuarial gain/(loss)	124,000	78,000
Employer contributions	62,000	154,000
Employee contributions	16,000	38,000
Benefits paid	(61,000)	(31,000)
Effect of non-routine settlements	<u>-</u>	<u>(2,000)</u>
At 1 February	<u>-</u>	<u>3,416,000</u>

SELWOOD ACADEMY

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)

24 Related party transactions

Owing to the nature of the Academy Trust and the composition of the Board of Trustees being drawn from local public and private sector organisations, transactions may take place with organisations in which the trustees have an interest.

Expenditure related party transactions

During the period the academy made the following related party transactions:

Mr D Oliver

(Member (appointed 26 May 2022))

Before Mr D Oliver was appointed as a Member to Selwood Academy, the academy trust completed a tender exercise for a photocopier contract in which Futurform Limited was successful and awarded the contract. Mr D Oliver is a director of Futurform Limited and has a financial interest in the company. The tender exercise was run through a third party procurement company and the contract awarded was for 4 years from 30 April 2022.

Since awarding this contract, Mr D Oliver has now been appointed as a Member of the academy trust from 26 May 2022. In the period to 1 February 2026, total payments of £8,741 (2025 - £21,957) were made to the company.

All transactions involving such organisations are conducted in accordance with the requirements of the Academy Trust Handbook, including notifying DfE of all transactions made on or after 1 April 2019 and obtaining their approval where required, and with the academy trust's financial regulations and normal procurement procedures relating to connected and related party transactions.

SELWOOD ACADEMY**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 SEPTEMBER 2025 TO 1 FEBRUARY 2026 (CONTINUED)****25 Transfer out on academies leaving the academy trust**

	Transfer out on academies leaving the trust £
Tangible fixed assets	
Leasehold land and buildings	5,676,775
3G Pitch	189,326
Furniture and equipment	45,317
Computer equipment	70,060
	<u>5,981,478</u>
Other assets	
Debtors due in less than one year	219,903
Cash in bank and in hand	1,754,924
	<u>1,974,827</u>
Liabilities	
Creditors due in less than one year	(362,887)
Creditors due in more than one year	(3,125)
	<u>(366,012)</u>
Pensions	
Pensions – pension scheme assets	3,640,000
Pensions – pension scheme liabilities	(3,320,000)
Cap asset value to nil	(320,000)
	<u>-</u>
Net assets	<u>7,590,293</u>

26 Events after the end of the reporting period

On 1 February 2026 the net assets and activities of the academy were transferred to the Midsomer Norton Schools Partnership (company registration number 07365778), a multi academy trust, after which the academy has been dormant and is likely to be wound up.