**Financial Narrative Report for August 2021**

Management Accounts

The outturn figure prior to Year End adjustments is £246k, in line with previous projections. Streets will adjust for depreciation, capital spend and the student bursary.

GAG Funding came in £66k higher with Covid catch up funding as well as higher than anticipated SEN funding from Nottinghamshire and increased rates relief and pupil premium. £11k was received from Lincolnshire County Council to fund free school meals vouchers in the school holidays.

Other Income – all income was less than budget, the General Fund bank account has been closed and the balance transferred to the Academy account.

Salaries – teaching salaries were overspent with supply cover for illness and clinically extremely vulnerable staff shielding, as well as catch-up costs, but with a low agency staff spend. Funding has been received through mainstreamed grants to cover the catch-up work. There was an underspend on premises staffing as this budget was increased to allow for more cleaners to be recruited but this proved to be very difficult.

Maintenance of Premises – minor improvements was underspent as it was not possible to carry out any refurbishments with the other large projects taking place. As previously mentioned we received a large credit for water which has resulted in an underspend for the year. Tracing a fault on the fire alarm system resulted in an overspend. Gas was underspent but electricity was slightly over.

Other Occupational Costs show an underspend overall as a higher budget was set for cleaning materials and caretaker supplies which was not required.

Educational Supplies and Services show an underspend with reduced catering expenditure, trip expenditure (in line with trip income) and exam costs. Books and educational materials were slightly overspent. Other supplies and services were overspent due to tutoring costs which were funded by the Covid catch up grant. Free School Meals was overspent as we provided vouchers to all of the students for holiday use, this was funded by Lincolnshire County Council.

Other Supplies and Services now show a large overspend due to the movement of the General Fund which has now been transferred to the main academy account.

The ICT budget shows a small underspend overall with an overspend on Licensing costs (KGG5310) due to the purchase of email security software and other administrative licences. Staff Development and Indirect Employees Expenses were both underspent

Fund Review

The actual Income over Expenditure for the year, but before year end adjustments, shows a surplus of £246,462.08 to date, with a current overall carry forward of £563,983.20. There is a deficit on Catering of just £75k in line with projections.

Cash Flow

Bank Balances:

- Current Account £333,773.26
- Deposit Account £738,067.08

Creditors

- Current £59,733.09
- 31-60 days £7,407.33
- 61-90 days (£432.77)
- 91-120 days (£5,721.65)
- Older £65,455.68
- **TOTAL £126,441.68**

The fluctuating credits and large 'Older' Creditor figure are due to rates and insurance that are paid monthly by direct debit.

Debtors

There are no outstanding Debtors.

*Jackie Harrison*
*Bursar*
*24.9.2021*