



Finance Policy

Status	Current Policy
Agreed by the Governing Board	17.10.23
Review Cycle	Annual
Next Review	October 2024
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Lead Staff	Mary Barber
Chair of Governing Body	Alex Krutnik
Headteacher Signed	Jane Hatwell 05.10.23

Mission Statement

We accept all students **as they are** and believe that every one of them is **entitled** to the very **best education**, delivered in an **environment** that is **supportive, caring and safe**.

Our goal is to develop our students to become:

- **Successful** Learners.
- As **independent** as possible.
- **Confident** individuals and self-advocates.
- **Effective** communicators and **contributors**.
- **Responsible** citizens.

We will do this by working to **ensure we get every aspect of their provision just right**, helping them to achieve academically, personally, socially and morally.

Rights Respecting Schools

The Unicef UK Rights Respecting School Award (RRSA) is based on principles of equality, dignity, respect, non-discrimination and participation. The RRSA seeks to put the UN Convention on the Rights of the Child at the heart of a school's ethos and culture to improve well-being and develop every child's talents and abilities to their full potential. A Rights Respecting School is a community where children's rights are learned, taught, practised, respected, protected and promoted.

Stone Bay has achieved the Bronze Award and is recognised as a Rights Committed School

This policy is written with reference to

Article 3 (best interests of the child) The best interests of the child must be a top priority in all decisions and actions that affect children

Introduction

The Governors of Stone Bay School are committed to providing sound financial controls, to achieving value for money and to being worthy custodians of public money. To achieve these aims the Headteacher and the Governing Body have drawn up this Finance Policy to provide the guiding principles for which all Governors and staff will operate within.

This Policy has been drawn up in accordance with the Local Authority's (LA) Scheme for Financing Schools.

Principles

Our Finance Policy adheres to the following principles;

- The responsibilities of the Governing Body, its committees, the Headteacher and staff will be clearly defined, and limits of delegated authority established, where applicable.

The **Governing Body** is responsible for taking steps to ensure that expenditure reflects best value principles. This is done by;

- Using both performance data and financial benchmarking to **compare** to similar schools locally and nationally.
- Using the information gained to **challenge** performance and set new targets
- Using fair **competition** through quotations and tenders, ensuring resources and contracts for services are secured in the most economic, efficient and effective way
- **Consulting** parents on policy development and major changes in the use of resources

The school will establish sound internal financial controls, based on the LA's Financial Controls to ensure the reliability and accuracy of its financial transactions.

The budget will reflect the school's prioritised educational objectives through its links to the School Development/Improvement Plan, which indicates the resource implications of each priority.

The budget will be subject to effective monitoring, allowing the Governors, Headteacher and staff to maintain financial control in line with the Balance Control Mechanism by reviewing the current position and taking any remedial action necessary.

The school will be adequately insured against exposure to risk.

The school will ensure that:

- The Budget Share is spent for the purpose of the school only
- Purchasing arrangements achieve value for money
- There are sound procedures for the administration of personnel matters
- There are sound procedures for the administration of payroll matters
- Stocks, stores and assets are recorded and adequately safeguarded against loss or theft
- All income due is identified and all collections receipted, recorded and banked promptly
- The operation of the bank account and the reconciliation of bank balances with the accounting records are properly controlled
- The use of petty cash is strictly controlled
- The use of a NatWest **onecard** is strictly controlled
- The School Voluntary Fund and any other non-public funds are administered as rigorously as public funds
- Any suspected irregularity will be reported immediately to the LA's Head of Internal Audit
- The school will adhere to current GDPR and Data Protection legislation

- Appropriate training in financial administration will be given to enable staff cover at all times

Putting Policy into Practice

Delegated Authority

The Full **Governing Body** has overall responsibility for the management of all of the school's finances covering the revenue budget, other budgets delegated or devolved by the LA and other funds (e.g. the School Voluntary Fund).

The **Full Governing Body** will ensure the annual detailed report of the Schools Financial Value Standard (SFVS) is provided to them and the chair of governors will sign the completed form prior to sending a copy to the Local Authority.

The Governor/s responsible for finance is delegated responsibility by the Full Governing Body for the following aspects of financial management;

- Evaluate and recommend the three-year budget plan, which shows clear links to the School Development/Improvement Plan, for approval by the Full Governing Body
- To review the Finance Policy and agree levels of delegation for approval by the Full Governing Body
- To review the Charges and Remissions Policy for approval by the Full Governing Body
- To review a Pay Policy for approval by the Full Governing Body
- To make decisions in respect of service agreements and insurance
- To advise the Full Governing Body of any consultations to change the LA Scheme for Financing Schools, to allow the school to respond to any consultation
- To report monitoring and the outturn position to the Full Governing Body, highlighting any significant variances
- Evaluate any proposed virements (If applicable)

- Evaluate and report on Tenders for Contract Services to the Full Governing Body
- Keeping in-school financial procedures under review
- Benchmark the school's financial performance and report to the Full Governing Body

The **Headteacher** is responsible for implementing the decisions of the Governing Body and for the operational management of the school. The general administration of financial procedures may be delegated to other members of staff at the discretion of the Headteacher and this delegation should be documented in the Finance Policy.

The Office and Finance Manager is responsible for ensuring that the administration of finance procedures are carried out in line with this policy.

All contracts and service level agreements to be checked and monitored, and a list of renewal dates to be kept by the Finance & Office Manager.

Internal Financial Controls

The internal financial controls follow the financial controls set out in the LA's Scheme for Financing Schools.

Financial Links to the School Improvement Plan

The School Development/Improvement Plan has sufficient scope and depth of the financial implications, and it is reflected in the school's three-year budget plan.

Monitoring and Virements

The school recognises that the regular monitoring of income and expenditure against the agreed budget is central to effective financial management. To this end, the Headteacher, Business Manager and Finance & Office Manager carries out a monthly internal monitoring procedure, copied to the Governor responsible for Finance. A monitoring report is taken to all meetings of the Full Governing Body. Monitoring reports are submitted to the LA in accordance with its timetable. Governors should ensure their meetings are timed to see all monitoring submitted to the LA either prior to submission or soon after. This will ensure they have an up-to-date position of the school's finances.

On occasions, virements may need to be carried out. Virements to the approved budget are minuted appropriately and require the following authorisation:

Virements up to £25,000 - The Headteacher,

Virements over £25,000 – The Full Governing Body

Insurance

Insurance is held through *the Kent County Council (KCC) 'Safe Hands' Scheme* with relevant cover, as identified by the schedule received from the LA's Insurance section.

Stone Bay School purchases Money Cover as an optional extra through the Safe Hands scheme and therefore cash is insured up to £10,000.

Purchasing

At Stone Bay School, budgets are delegated to Subject leads and appropriate persons. Budgets are considered by the Headteacher in cooperation with budget holders for their area of responsibility. Final budget allocations are approved by the Headteacher in line with the priority needs of the school and the School Improvement Plan. All purchases/services costing over £500.00 will need to first be agreed by the Headteacher prior to ordering/purchasing.

A list of authorised signatories, containing name, position, budget held and value of budget, should be held in school as an appendix to the Finance policy (**See Appendix B**)

All staff adhere to the KCC procedures for purchasing items, detailed in financial control no7, ensuring regard to value for money at all times. The Budget Holder or the authorised delegated deputy is responsible for authorising all order requests and invoices prior to payment.

Where the school purchases larger items, we adhere to the procedure for Spending the Council's Money as laid down in the Scheme for Financing Schools (<http://www.kelsi.org.uk/policies-and-guidance/finance-guidance-and-policies/scheme-for-financing-schools>)

in summary:

- For orders in excess of £25,000, but less than £50,000, three written quotations are obtained and submitted to the Full Governing Body

- For orders of £50,000 or over, no fewer than three competitive tenders are sought and submitted to the Full Governing Body for approval

As a matter of good practice, KCC recommend all orders under £8000 have one written quotation

All of the above will be minuted at the Governing Body meeting to ensure that the School is seen to be obtaining value for money at all times.

The school does not enter into any Hire Purchase agreements, Finance agreements or Finance Leases as this constitutes borrowing which is not permitted.

Personnel Matters

At the start of every financial year the **Headteacher** uses a financial planning tool to calculate the salary costs of all members of staff, including increments, where applicable. These details are used by the **Full Governing Body** for incorporation into the school budget planning process.

Designated Governors undertakes an annual review of the Headteacher's salary, and recommend enhancements, if applicable, to the Full Governing Body for approval.

The Headteacher undertakes an annual review of all other staff, in accordance with the Governors' Pay Policy and reports to the Full Governing Body.

Details of all salaries are recorded as a confidential item in the minutes.

Payroll Matters

Our payroll provider is **Capita** who provides payroll services to the specification laid down by the LA. The Headteacher signs off the monthly payroll reports once they have been checked for accuracy by the administrative team and the School Business Manager.

Safeguard of Stocks, Stores and Assets

All staff are responsible for the security of school assets. Co-ordinators, subject managers and class teachers safeguard their assets and maintain asset registers, which are checked at least on an annual basis and certified by the Business Manager. Other school assets are recorded on a general asset register, maintained and updated by the school office.

Items of value are held in a locked cupboard/cabinet, wherever possible and all items are visibly security marked to deter theft.

Where assets are to be written off and disposed of, the Governor responsible for Finance agrees this on behalf of the Full Governing Body and the agreement is minuted.

Where school assets are loaned to staff or pupils, a loans book is completed and signed when borrowing the item and again when the item is returned.

Income

The Lettings Policy is reviewed and approved by the Governing Body.

Where debts are required to be written off, after every effort has been made by the Headteacher and Governors to recoup the monies, the Full Governing Body will approve up to £1,000. Approval to write off debts over £1,000 is required in writing from the LA Finance Business Partner CYPE. (schoolfunding@kent.gov.uk)

The total cash (income & petty cash) held in the school must not exceed the schools cash insured levels. Cash is insured up to £10,000 (as per schools insurance policy schedule)

Cash will be receipted, recorded to the system and banked regularly, at least once a term (or sooner if insured limit is reached) without exception.

The School Bank Account

The school operates its school bank account(s) in accordance with the regulations in the LA's Scheme for Financing Schools. The school operates only one current account for the administration of KCC official funds.

Bank account signatories are updated immediately there is a change in staffing and details are copied to Schools Financial Services, as a matter of course.

Suppliers and Invoices are paid via BACS ensuring it adheres to all financial controls within the Scheme for Financing Schools.

Bank statements are received/printed out on at least a monthly basis and reconciled in accordance with LA guidelines (*refer to Finance control no1*). The Headteacher signs and dates the bank statement as soon as possible after the reconciliation has been checked.

Petty Cash

Petty Cash is held securely at all times and the limit for petty cash is £500. Petty Cash transactions are kept to a minimum and the maximum value of any one transaction is £30.00. All staff obtain proper VAT receipts for petty cash purchases, wherever possible, as this demonstrates value for money in respect of the school budget and satisfies

legislative requirements.

Staff must not use their own cash, personal debit or credit cards for the purchase of any items for the school.

Personal Reward cards must not be used in conjunction with any school purchase.

NatWest onecard

Approved **onecard/s** are held as an additional method of payment in accordance with the LA guidance. (*refer to Financial Control no7*)

Please list:

Cardholder and/or Position	Single transaction limit	Monthly card limit
Headteacher	£500	£3000
Deputy Headteacher	£500	£1000
Assistant Headteacher (Upper)	£500	£1000
Assistant Headteacher (Lower)	£500	£1000
Business Manager	£500	£3000
Head of Care	£500	£1000
Catering Manager	£500	£2000
Site Manager	£500	£1000

The Voluntary Fund

In addition to the LA's official funds, the School also operates a school Voluntary Fund, adopting the procedures in the LA's School Voluntary Fund Guidance. We recognise that our Voluntary Fund is an additional source of income and that the controls over its use need to be as rigorous as for the administration of the school's delegated budget. We have appointed someone who is independent of the school to audit the Voluntary Fund accounts on an annual basis, and within three months of the fund year ending. All monies for the Voluntary Fund are held securely and separately from those of the school budget.

Fraud and Irregularities

All schools must have a robust system of controls to safeguard themselves against fraudulent or improper use of public money and assets. Schools must ensure they have a current Anti-Fraud, Bribery and Corruption Policy in place and that staff are made aware of this and the LA's Whistleblowing arrangements and to whom they should report concerns. This information must be communicated to all staff and also be included in induction for new school staff and governors.

Data Protection

The School (as Data Controller) adheres to the GDPR and the Data Protection Act 2018 including paying a data protection fee to the Information Commissioners Office (ICO). The School pays £55.00 as determined by the ICO.

Information Systems

A password protection procedure is adhered to as laid down in the staff handbook. Systems are backed up regularly and the backups held securely, virus protection is in place and is updated regularly and the school has a disaster recovery plan for the administration network.

Financial Administration

Two members of staff are trained in the use of the finance software and financial administration procedures, to cover any staff absence. We also purchase a support contract through the Schools Financial Services which is reviewed on an annual basis, allowing us the option to purchase additional support, if required.

Appendix 1. Budget Holders: 2023-2024.

Cost Centre Description	Cost Centre Code	Budget Holder
Recruitment	D01	Office & Finance Manage
Travel & Subsistence	D02	Jane Hatwell
Protective Clothing	D03	Nikky Poulter
Education and Residential staff CPD	D04	Lucy Taylor
Medical Injections	D09	Martyn Nash
Trade Union Duties	D10	Nikky Poulter
Staff Insurance Premiums	D12	Nikky Poulter
Building Maintenance	E01	Annette Dignum
Grounds Maintenance	E02	Annette Dignum
Cleaning & Caretaking	E03	Annette Dignum
Hygiene Services - Contracted In	E06	Annette Dignum
Security	E15	Nikky Poulter
Premises Insurance	E16	Nikky Poulter
Refuse Collection	E17	Annette Dignum
Health & Safety	E26	Nikky Poulter
Utilities - Water & Sewage	F01	Nikky Poulter
Utilities - Electricity	F02	Nikky Poulter
Utilities - Gas	F03	Nikky Poulter
Curriculum General	H00	Jane Hatwell
ICT for Classroom - Resources	H01	Lucy Taylor
Pupil Premium Expenditure	H03	Lucy Taylor
School Council	H09	Lou Scott
16 – 19 Bursary	H10	Lou Scott
Sports Grant (KCC)	H11	Lucy Taylor
Information Technology (Non curriculum)	H15	Lloyd Marks

Vocational Education	H16	Lou Scott
Forest School at SBS	H17	A Bussey / J Bailey
Music	H18	Adam Brewer
My Language & Literacy	H20	Michael Setterfield
My Thinking	H21	Jo Debling
Rights Respecting School	H22	Nicky McDonald
My Social & Emotional wellbeing	H24	Lucy Morris
My Body	H27	Rob De Spirito
Exams (Asdan / AQA)	H28	Louvain Scott
DofE	H30	Michael Setterfield
Beach Hut	H31	Lucy Morris
Allotment	H32	Lou Scott
Animal & Horticulture site	H37	Lou Scott
Understanding My World	H37	Elena Rosario
My Creativity	H55	Nicky McDonald
Printing & Photocopying	H57	Lloyd Marks
Residential Educational Resources	HR01	Martyn Nash
Admin Supplies	I01	Mary Barber
Admin Equip/ICT	I02	Mary Barber
Telephones / Mobiles	I03	Mary Barber
Postage	I04	Mary Barber
Bank Charges	I05	Nikky Poulter
First Aid & Toiletries	I06	Nikky Poulter
Professional Services - Other	I07	Jane Hatwell
Schools in Financial Difficulty	I08	Jane Hatwell
Catering - Supplies	J01/J04	Sandy Macdonald
Water Coolers Hire & Cups	J06	Nikky Poulter
Catering - Maintenance	J10	Sandy Macdonald

Residential Activities	J15	Martyn Nash
Brought in Prof Services (Curriculum)	J16	Jane Hatwell
Governors Expenses	J18	Jane Hatwell
School Events	J25	Jane Hatwell
Vehicle Maintenance	T04	Annette Dignum
Vehicle Fuel	T05	Annette Dignum

Version Control		
Date	Change Details	Approver
Sept 2022	Change of Headteacher	Governors
Sept 2022	Increase of level of cash held in school from £200 - £500	Governors
Sept 2022	Business Manager Corporate card increase from £2000 - £3000	Governors
Sept 2022	Change of budget holders	Governors
Sept 2023	Change of Budget holders	Governors
Sept 23	Corporate Cards for Headteacher, Deputy Headteacher & Assistant Headteachers	Governors