

**King's School, Bruton
Governors' Report and Financial Statements
for the year ended 30 June 2022**

Registered Company Number: 03304693

Registered Charity Number: 1071997

King's School, Bruton
(Company Limited by Guarantee)

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KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
REFERENCE AND ADMINISTRATIVE INFORMATION

Charity Information

Charity registration number:	1071997
Company registration number:	3304693
Company secretary:	L S Tuson MBE
Registered office:	King's School, Bruton Somerset BA10 0ED
Headmaster, King's School:	I S Wilmshurst MA
Headmaster, Hazlegrove School:	M C C White MA (Resigned 31 August 2022) E Benbow BA Med PGCE (Appointed 1 September 2022)
Bursar:	L S Tuson MBE

Directors And Trustees

The Directors of the School are its trustees for the purpose of charity law and throughout this report are collectively referred to as Governors. The Governors serving during the year and since the year end, and the committees on which they served are set out below:

L A Anderson, CFPTM Chartered FCSI FPFS (BSG), *appointed 1 March 2022*
R F Badham-Thornhill, BA, PGCE (E)
C R S Birrell, MA, FCA (Chairman of Finance Committee, G, SR, ST)
A Clutterbuck, ACIOB (EM)
S L Donald, BA (BSG), *appointed 1 March 2022*
S R R Edlmann, MA (Senior Warden) (F, G, SR)
D M C Fisher, (F)
E G Hobhouse, BSC Eng, MBA (Chairman of Estates Management Committee, F, ST)
L F Hodges, BA (RM, e-Safety)
J B Hopkins, BA Hons (EM)
T G Jones, MA, OBE, JP (Junior Warden) (RM, G, SR) *resigned 31 August 2021*
Maj Gen J C Lawrence CBE, MA, MSc FCMI (RM, ST)
J D Mant, LLB (Chairman of Risk Management Committee, G)
Prof D Miles, CBE (E) *resigned 17 June 2022*
G W Pretor-Pinney, BSc, Econ, MSCI (F, ST)
H Sampson, MA, MBA
J R Walker, BEd Hons (Safeguarding, E, RM)
P M Wells, BEd Hons (E)

Committee membership abbreviations:

F	- Finance
E	- Education
RM	- Risk Management
EM	- Estates Management
G	- Governance
SR	- Senior Remuneration
BSG	- Bruton School for Girls
ST	- Strategy

**KING'S SCHOOL, BRUTON
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Professional Advisors

Auditor:	RSM UK Audit LLP Davidson House The Forbury Reading RG1 3EU
Bankers:	HSBC Bank Plc 1 Middle Street Yeovil Somerset BA20 1LR
Solicitors:	RWK Goodman LLP Midland Bridge House Midland Bridge Road Bath BA2 3FP Mogers Drewett LLP 1 Cheap Street Sherborne Dorset DT9 3PU

KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
GOVERNORS' REPORT (INCORPORATING THE STRATEGIC REPORT)
FOR THE YEAR ENDED 30 JUNE 2022

The Governors present their report and the audited financial statements for the year ended 30 June 2022. The report also serves as a Directors' Report and the Strategic Report as required by Section 415 of the Companies Act 2006.

King's School, Bruton, the charity, is referred to throughout the financial statements as the School.

The reference and administrative information set out on pages 2 and 3 form part of this report.

The Financial Statements comply with the requirement of the Charities Act 2011 and the Charities SORP (FRS102).

PUBLIC BENEFIT

The Governors confirm that they have complied with their duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

The School delivers public benefit across a broad spectrum of activity by offering bursaries, through the contribution of senior staff to the governance of local schools, through contributions to local communities, and the loan of facilities to the public and state schools. Both schools also raise significant sums of money for good causes locally and around the world.

Although inevitably reduced due to the pandemic the previous year, 2022 saw a return to near normal. A significant number of organisations in the local communities, including schools, community groups and charities have all benefited from the use of the schools' facilities, from pupils' fundraising initiatives and from pupils' active involvement in events such as concerts, community work and community events such as fetes and fairs over the past year.

Examples of support given this year:

Academic

BTEC Enterprise and Entrepreneurship. Lower 6th Form pupils in Arion House and the Business Studies department, collected warm clothes for the homeless (Julian's House in Bath) at Christmas and the Upper 6th Form Enterprise students ran a social enterprise activity to raise money for School in a Bag and raise awareness of national issues such as mental health in teenagers and teenage cancer.

Music The School hosted the London College of Music examinations for various state schools in the region.

The Chapel Choir sang at evensong at both Exeter, Wells and Chichester Cathedrals.

Hazlegrove's Year 7 Rock Band, The ShCool Boys, performed on Radio Somerset as part of Children in Need.

Ten children were invited to partake in the celebration at the Abbey in Sherborne as part of the Jubilee celebrations.

The Foundation offers the potential for a continuous educational experience from nursery through to the 6th Form and within this structure the schools use their resources to fund bursaries, on the basis that good education should be available to pupils regardless of means. The Foundation views bursary awards as enabling children from families who would otherwise not be able to afford the fees to access the high quality education of King's Bruton and Hazlegrove. Bursary awards are available to those who meet the entry requirements and are made on the basis of parental means or to relieve hardship where a pupil's education might otherwise be at risk.

This year overall 119 pupils across the schools benefitted from bursaries.

The School does not have a permanent endowment or retained reserves for funding bursaries. Governors ensure that there are policies in place so that the appropriate level of support is provided from income.

Other assistance is available to help families maintain continuity in the education of their children, such as for siblings in larger families and for children of parents serving in HM Forces whose education might otherwise be disrupted.

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PUBLIC BENEFIT (continued)

Local Public Benefit – Junior and Senior Schools

Hazlegrove have held swimming lessons for Castle Primary School (a local Primary School) every Wednesday this term. The School has provided use of the pool, a lifeguard and swimming teachers.

Hazlegrove has supported the Somerset Schools Athletics Association (SSAA) which supports all Somerset School children involved in cross country and athletics

- Hosted AGM and meetings at Hazlegrove.
- A member of staff managed the Somerset team at the South West Championships and English Schools Championships.
- Staff have officiated at numerous events.
- Staff have given their time and expertise as a member of the executive committee.
- Staff have filled the role of treasurer of the association.
- The School has provided facilities to photocopy programmes and handbooks for SSAA Cross Country, Athletics and Combined Events.

Voluntary Staff Usage. Hazlegrove staff have given their time in the following capacities:

- Teaching at local Pony Club and supervising overnight camps.
- Officiating/helping at local, regional and national Pentathlon GB events.
- Officiating/helping at local, regional and national NSEA (National Schools Equestrian association) events.
- Officiating/helping with the South West Prep Schools Athletics and National Prep Schools Committee.
- On the committee for the National Prep Schools Tennis Committee.

One of the School's Senior staff is Chairman of Governors in a local Academy Trust, providing invaluable support.

A member of staff gives their time as Chairman of Community Kids Management Committee and is also the Deputy Designated Safeguarding Lead as well as being part of the Bruton Primary School Working Group which is aiming to provide safer access on Higher Backway and is linked to the Town Council safer roadways in Bruton initiative.

The school gave £500 sponsorship towards a local Primary Schools Drama Festival.

The Chaplain visited King Ina Academy Primary School to perform assemblies.

At the end of term fruit was sent to Bruton Primary School.

The Astro pitches have been used for hockey training at County Level as well as the local Bruton hockey and Gillingham hockey organisations.

Community Service

A member of Hazlegrove staff runs a voluntary club where children read weekly over the phone to a member of the community who feels isolated or can no longer read themselves. It aims to build friendship, reading confidence and reduce isolation. It is part of a national charity called Silver Stories.

The School also supported the Town with their Remembrance Sunday activities in Bruton.

Hazlegrove provided tray bakes for the Queen Camel village Christmas Fayre and Jubilee celebrations.

A Community Concert was held at King's for local residents. Afternoon Tea was provided with entertainment from the Music department.

As part of the Community Service programme this year, pupils attended North Cadbury Primary School, Our Lady Primary School, Bruton Primary School, Wincanton Primary School and Mendip School to help in class with younger children. Placements were also found for pupils at Mill on the Brue, Community Kids and Sexey's Hospital. Pupils also took part in home visits to help out with chores like shopping and gardening.

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PUBLIC BENEFIT (continued)

Community Service (continued)

Prep School pupils made gifts for local elderly residents.

Facilities

The School allows the local Benefice to use two rooms as offices throughout the year free of charge. They also have access to printing facilities which reduces their need to buy or rent a printer.

The School has allowed local businesses and the Church to use the staff car park for parking for events and weddings because parking is limited in the local town.

The School dedicated its car park next to the community hall exclusively in support of the NHS Covid-19 vaccination programme.

The Bruton Under 8s football team had use of the Astro at King's for practice.

The Chaplain used a School minibus to take 15 teenagers from St John's Yeovil Youth Group away to Dartmoor for a weekend. This made the trip financially accessible to some low income families. The School minibuses were also used to facilitate a summer camp for under privileged children.

King's School hosted a qualifying tournament for the English Chess Federation's Under 19 National Schools Chess Championship.

Wincanton Dance used the theatre for a weekend in December to present their production. This came about due to covid restrictions and so the group was unable to use their usual venue. The event was attended by 150 spectators.

Charity Work

A member of staff also regularly volunteers at Yeovil District Hospital Emergency Department.

Children in Year 5 made Christmas shoeboxes for children in Moldova.

The local DOVE organisation used the facilities to host their Christmas thank you for approximately 60 guests.

Public Benefit at a National Level

The Deputy Head delivered American College Testing (ACT) International for US university applicants, including Sutton Trust applicants from Cornwall, Devon and South Wales, using the School's ICT facilities and staffing, as well as providing university guidance support to colleagues across the UK and participating in UCAS consultations.

A member of staff volunteers with the Tall Ships Youth Trust as a youth mentor and also volunteers at various national sports events. There are also a few staff members who volunteer for the Samaritans.

The School has welcomed a Ukrainian refugee while temporarily resident in the UK.

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PUBLIC BENEFIT (continued)

Fundraising Activities

Examples of recipients of funds as a result of fundraising activities by the schools this year are as follows:

- Bruton Larder Foodbank.
- Chefs in School.
- Children in Need.
- Community Kids.
- Defenders of Wildlife.
- Diabetes UK.
- Dorset and Somerset Air Ambulance.
- Hope and Homes for Children in Ukraine (£10,000).
- King's Friends Committee.
- Literacy Trust.
- MacMillans.
- Magic Breakfast.
- MIND, Somerset (£10,000).
- Mustard Seed.
- Pets as Therapy.
- Queen Camel Book Hub.
- Royal British Legion.
- Save The Children.
- School in a Bag (£7034.00 raised to help over 350 Ukrainian children).
- Scotty's Little Soldiers.
- SOS Kit Aid – donation of old team kits (HZG is a collection point).
- South West Hospice.
- St Margaret's Hospice.
- Somerset Trust for Arts and Recreation (STAR).
- The Lords' Larder (Yeovil Foodbank) Harvest Festival Donations.
- Ukraine Charities.
- Unicef.
- War Child.
- Yeovil Street Pastors.
- Yeovil Community Arts Association (YCCA).
- Young Minds.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The School is a charitable company limited by guarantee, incorporated on 20 January 1997 and registered as a charity on 16 October 1998. The guarantors are the members to the extent of £1 each.

The governing documents for the year in question were the Memorandum and Articles of Association dated 20 January 1997. A new set of Articles of Association, dated 2 September 2012, were adopted for immediate use by the Governors.

Uniting Direction

A uniting direction dated 18 June 2008 was made under s96 (5) of the Charities Act 1993. The financial statements for King's School, Bruton (Charity No 1071997) also include the assets held by King's School, Bruton Trust (Charity No 1071997 - 1) ('the Trust').

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STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Governors and Management

The governing body, who constitute the members of the School, consists of a maximum of 17 and a minimum of 11 Governors, one can be nominated by the Visitors of the Hospital of Hugh Sexey Esquire in Bruton, all new appointments being confirmed by resolution of the School.

Governors of the School are appointed following an assessment of the skills required to manage the School at board level. An assessment is made of the potential contribution any new governor might make, based on their professional background and relevant experience. Once a new governor has been appointed by the board, an induction programme follows. The officers (Senior Warden, Junior Warden and Chairman of the Finance Committee) review and discuss any training that Governors might require and appropriate courses are organised. One day a year is set aside by the officers for a study day for all Governors to attend. The subject of this set-aside day enables any training needs to be undertaken as well as a review of strategic issues.

Responsibility for all aspects of both schools is vested in the Governors. The sub-committees of the Governors are:

These 6 committees meet each term:

F	Finance
E	Education
RM	Risk Management
EM	Estates Management
BSG	Bruton School for Girls Committee
ST	Strategy Committee

These 2 committees meet at least once each year and more frequently if required:

G	Governance
SR	Senior Remuneration

No governor has any interest in contracts with the School either directly or indirectly other than as a parent of a child at the School paying fees at the normal rate, or as disclosed in note 26.

The Senior School is led by the Headmaster, Mr I S Wilmshurst, MA; the Preparatory School, during the year Hazlegrove was led by the Headmaster, Mr M White, MA. Each Headmaster has his own Senior Management Team, and regular meetings occur between both Headmasters and the Bursar to ensure that the overall policy and direction of the Senior and Preparatory Schools follow the strategic and operational plans set out by the Governors.

In March 2002 the Governors established KSB Foundation as a registered charity for the future development and funding of both schools. The members of KSB Foundation are the Governors of King's School and the trustees of the Foundation. The Governors represent a majority of the members. The trustees of the Foundation are:

C L Barber
M Cadbury
N W Robson FCIB (Chairman)
C M Squire
H Sampson MA MBA
Lt Col R Sullivan (Deceased 21 October 2022)

The secretary of KSB Foundation is Mr L S Tuson.

In 2018 the Martin Barber Trust (Registered Charity Number 1178069) was set up as a Charitable Incorporated Organisation (CIO) following the receipt of a legacy left to the School. The Trustees of the Martin Barber Trust are:

Christopher Birrell
Louis Tuson

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STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

Governors and Management (continued)

Ian Wilmshurst (Ex Officio)

Key Management Personnel

The Governors consider that they, together with the Headmasters and the Bursar and the following staff are Key Management Personnel (See note 26 to the accounts):

King's School

Deputy Head
Deputy Head – Teaching and Learning
Deputy Head – Academic
Deputy Head – Sixth Form

Hazlegrove School

Deputy Head
Director of Studies
Head of Pre-Prep
Senior Academic Tutor

The Governors give of their time freely and the pay and remuneration of the Heads and Bursar is set by the Senior Remuneration Committee and reviewed annually. A number of criteria are used in setting pay:

- Nature of the role and responsibilities.
- Competitor salaries in the region.
- The sector average salary for comparable positions.
- Trends in pay.

The Governors have given delegated authority to the Heads to pay higher salaries for exceptional candidates where this is in the interest of the School.

Trading Subsidiary

In September 2007 the Governors established Crown and Dolphin Enterprises Limited as a trading subsidiary for the future development of commercial activities by the School. The Directors of Crown and Dolphin Enterprises Limited are:

C Birrell (Chairman)
L S Tuson

The secretary of Crown and Dolphin Enterprises Limited is Mr L S Tuson.

Bruton School for Girls

On 1 March 2022 King's School, Bruton took control of Bruton School for Girls (BSG) which has the Registered Charity Number 1085577. It was announced that BSG would close at the end of the academic year in May 2022. The Trustees of BSG are:

E G Hobhouse, BSC Eng, MBA (Chairman), appointed 1 March 2022
L A Anderson, CFPTM Chartered FCSI FPFS
S L Donald, BA
Mr I S Wilmshurst, appointed 1 March 2022
Mr L S Tuson MBE, appointed 1 March 2022

The financial results of KSB Foundation and Crown and Dolphin Enterprises Limited are shown in note 7 and have been consolidated with those of the School. The financial results of BSG for the period 1 March 2022 to the year end (30 June 2022) have been consolidated into those of the School, also shown in note 7.

**KING'S SCHOOL, BRUTON
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FOR THE YEAR ENDED 30 JUNE 2022**

REVIEW OF THE DEVELOPMENT, ACTIVITIES AND ACHIEVEMENTS OF THE SCHOOL

KING'S SCHOOL

Exam Results

Exams returned to normal this year with pupils sitting external exams for all subjects. The achievements were as follows:

A Level	A* - A	58%
	A* - B	75.4%
GCSE	9 - 7	47.7%
	9 - 4	93.1%
BTEC	100% pass with 38/45 entries awarded D* or D	

Pupil Numbers

The 2021 - 2022 school roll started on 357.

Pupil Events

Due to covid remote teaching was delivered where necessary but all actual face-to-face lessons returned to normal.

Pupils set up a new Eco-Committee with the target to make King's a Green Flag school as soon as possible. This was achieved this year with the School being awarded its Green Flag status in June 2022.

Two hundred trees were planted next to the Astro as part of the Queen's Green Canopy Platinum Jubilee Celebrations.

The annual art trip did go ahead to St Ives which was hugely successful along with practice expeditions for the Gold Duke of Edinburgh Award. A CCF activity camp was scheduled for the last week of term. An all school, day trip to Thorpe Park was also scheduled at the end of term.

Sport continued with strong teams in rugby, cricket, tennis and athletics. An excellent 1st XV and probably the strongest U14 and U15 rugby teams for a decade. Girls' hockey continues its success and the U18 indoor team qualified for the Regional Finals. Ninety pupils regularly receive tennis lessons every week. There has been the introduction of football, badminton, golf and clay pigeon shooting to the sports on offer.

The equestrian team became both team and individual National Champions at Hickstead.

HAZLEGROVE SCHOOL

Exam Results

In Year 8 scholarships to senior schools were achieved by 18 pupils across a range of disciplines.

Pupil Numbers

The 2021-2022 school roll increased in the year by 14 and ended on 363 with 48.5% of leaving pupils moving on to King's Bruton.

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REVIEW OF THE DEVELOPMENT, ACTIVITIES AND ACHIEVEMENTS OF THE SCHOOL (continued)

HAZLEGROVE SCHOOL (continued)

Pupil Events

A residential trip to the River Dart on Dartmoor went ahead as planned and a Year 8 leavers' trip to Cornwall also took place. Year 5 went on a trip to Naturebase in Mid-Wales.

Music

An average of 215 Music lessons were delivered per week by 18 staff specialising in a wide array of instruments. During the year 51 pupils passed ABRSM Music exams from Grade 1 to Grade 5.

New instrumental opportunities were provided in the form of instrumental taster sessions in Year 3 in violin, cello, recorder/clarinet, brass and flute to encourage take up of musical instruments.

The Hazlegrove orchestra continues to flourish and perform to parents and ensemble music is provided by the following groups; Dolphin Choir – Years 3 and 4, Year 5 Choir, Year 6 Choir, Hazlegrove Voices, Girls' Vocal Group, String Ensemble, Senior String Quartet, Wind Band, Flute group, Guitar Ensemble (classical), Rock and Pop bands (Years 6, 7 and 8), Samba Band, Senior Brass, Junior Brass and the Staff Jazz Band (Spring Concerts).

Music theory is offered to all instrumentalists who are Grade 2 and above (depending on ability) with 4 children having taken their Grade 5 Theory exam this year, enabling them to progress to Grade 6 in their chosen instrument.

Sport

With restrictions due to Covid being lifted it has been possible to return to a full programme of sport for the pupils at Hazlegrove. Highlights include:

- The Girls' 1st team reached the Somerset County Finals of the Lady Taverners Indoor Cricket.
- The Under 11 Girl's qualified for the National IAPS Netball Finals after finishing 2nd at Regional Finals.
- National IAPS Boys Judo – Silver medal awarded.
- National IAPS Girls Judo – Six medals awarded, including two golds.
- The Year 6 Girls team came 2nd at the National Prep Schools Cross Country at Malvern College.
- National Prep Schools Cross Country – 3rd place trophy in the Senior Girls race.
- 1st VII Boys won the plate final at the Regional IAPS Hockey Finals.
- National IAPS Judo – Silver medal awarded.
- One Year 8 girl selected to represent Somerset at the English Schools Cross Country Championships in Kent.
- Somerset Junior County Cross Country Championships – County Champion – Year 8 Girls.
- The Regional IAPS Swimming Finals were hosted at Hazlegrove.
- 1st VII Girls winning the plate final at the Regional IAPS Netball Finals.
- Three children selected to represent Somerset at the Southwest Cross Country Championships in Chippenham.
- Forty-four children competed at the National Schools Biathlon Finals at Bath University.
- National Schools Biathlon Finals – 3rd Team - Under 9 Boys.
- Under 10 Boys winning the King's Bruton Hockey Tournament.
- Year 7 Boys and Year 6 Girls winning the Clayesmore Cross Country Relays.
- Clayesmore Cross Country Relays Team medals in all eight age groups.
- Clayesmore Cross Country Relays - Fastest Lap trophy winners - Year 6 and Year 8 girls individuals.
- Squash matches returning – we have hosted matches with both Sandroyd and Chafyn Grove.
- All Year 7 and 8 Girls (61) enjoyed a netball trip to watch Team Bath play Loughborough Lightning at Bath University.

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REVIEW OF THE DEVELOPMENT, ACTIVITIES AND ACHIEVEMENTS OF THE SCHOOL (continued)

HAZLEGROVE SCHOOL (continued)

- A pupil won the Junior Boys category in the South West Schools Pistol Shooting competition - qualifying for the National Finals that took place in Staffordshire.
- Laser shooting continues to be very popular with over 25 children receiving weekly coaching. All have just received their Competency Certificates, allowing them to take part in any of the organised regional or national events.
- All girls and boys from Years 3 to 8 have represented the School in fixtures.
- Eleven Sports Scholarships and Awards to senior schools, 13 swimmers to the National IAPS Swimming Finals, 19 athletes to the National IAPS Athletics Finals with 2 Gold medals, 2 Silvers and the winner of the Corden Trophy for the best athlete of the Finals.

Drama

A range of drama productions, from the Lower School Production of Dragon Days, the Year 6 Production of Pinocchio, the Year 7 Whodunnits were all triumphs of children's endeavour, with a number appearing on stage for the first time at Hazlegrove.

The Year 8 Production of 'A Play in the Life' told us everything about the talent that existed amongst this very able year group with almost 70 on stage.

CONNECTED BODIES

The School is connected to KSB Foundation, Crown and Dolphin Enterprises Limited (CDE) and The Martin Barber Trust as explained below. The School ultimately controls the Foundation by virtue of the Foundation's constitution, its Memorandum and Articles of Association, which states that at general meetings the majority of those members present will be Governors.

The Friends of King's Bruton and the Friends of Hazlegrove are independent committees of interested and supportive parents, which aim to support King's and Hazlegrove respectively.

The core activities of CDE are to generate income from letting out the school facilities, initiating commercial activities, and conducting retail activities. There was limited letting of the school sites over the Summer holiday in 2021 at the start of the financial period, but since then there has been a gradual increase in letting activity. The situation is expected to be back to near capacity in 2022 and bookings have already been confirmed for the 2022 Summer holiday period.

The Martin Barber Trust

The Martin Barber Trust is established as a CIO. The objects of the CIO are the promotion of education through the creation of scholarships or bursaries to be awarded to a child living within the boundaries of the parish of Bruton, Somerset or a child of a former pupil of King's School, Bruton to enable them to be educated at King's School Bruton, Somerset or any successors in such ways as the charity trustees may from time to time think fit. This Trust has been registered with the Charities Commission with trustees appointed.

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FUTURE OUTLOOK

The longer term aim of the School is to:

- Maintain a high level of teaching, both academic and non-academic, so that all pupils develop to their maximum potential.
- Continue to develop the estate to provide the appropriate facilities to fulfil the schools' aims and objectives.
- Continue to improve the ICT provision at both schools.
- Encourage self-development in a School with a Christian ethos.
- To maintain the fabric of the many properties owned by the School with a high level of on-going maintenance.
- Strive to extend its reach in extending public benefit to the wider community.
- Ensure that the School continues to meet its legal objectives.

In order to achieve these broad aims, it is necessary to develop the facilities and fabric of the premises, including the continued refurbishment and upgrading of facilities at both King's Bruton and Hazlegrove. Governors have agreed to a major refurbishment of boarding facilities at Hazlegrove and for the development of the sports pavilion at King's. These projects will be completed in the 2022-2023 financial year.

It remains necessary to continue the present high level of maintenance of existing premises in view of their age. These plans are subject to adequate funds becoming available from surpluses generated. There has also been continued investment in ICT at both schools.

FINANCIAL REVIEW

The Trustees recognise that the report and financial statements show a significant change to the position from previous years. The change to the structure of the Group during the period of this report has resulted in Financial Performance that cannot be easily compared with performance in previous years due to the income from Bruton School for Girls and the additional assets in the Group.

Total group income for the year was £24,134,548 which includes income on acquisition of Bruton School for Girls of £7,265,068 and also a loss for the period by Bruton School for Girls of £2,414,415 (see note 28).

In order to allow comparison with previous years, the income for King's School, Bruton without the transfer from BSG taken into account was £16,138,508 (2021: £13,975,683) and expenditure of £14,334,834 (2021: £13,089,137) resulting in a net movement of funds before investment gains and losses of £1,715,872 (2021: £886,546).

Key Performance Indicators

Governors monitor a number of Key Performance Indicators (KPI) in order to gauge the ongoing performance of the School against predicted outcomes and against the wider sector. These include fee levels, pupil numbers, pupil performance in exams, income, remissions, capital expenditure, debt levels and surplus generated. KPIs are measured against budget predictions for the given year and against predicted performance in the given year as shown on the 5 Year Plan. The principle KPI is the Cash Operating Surplus as a percentage of Net Fee Income.

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FINANCIAL REVIEW (continued)

Reserves Level and Policy

The School's policy is to continue to invest in premises and equipment to support the business and educational requirements of the schools, whilst ensuring adequate financing of the School's day to day operational needs and the maintenance of adequate reserves to meet any contingencies as they arise. Therefore, retained surpluses are not held as free reserves but are normally utilised for improvements to the School's facilities. This policy is supported by external financing as and when necessary, allocated to specific capital projects.

Borrowings to finance the capital investments will not exceed a level at which the Governors are confident they can be serviced, based on conservative projections of income and expenditure and cash flows therefrom.

EMPLOYMENT ISSUES

Employees

Arrangements exist to keep all employees informed on matters that might concern them and information on the School's performance and prospects are disseminated widely. All employees benefit from an appraisal process to monitor performance and identify training and development requirements. Governors have engaged with employees and had regard to employee interests in principal decision making during the year.

Employment of people with disabilities

It is the School's policy that people with disabilities should have full and fair consideration with respect to recruitment, retention, training and personal development. Depending on their skills and abilities, they enjoy the same opportunities for career development and promotion as other employees and the same scope for realising potential.

PENSION LIABILITY

The Governors recognise the liability existing in the TPT Retirement Solutions scheme for non-teaching staff – see note 25 of the accounts. The Governors are satisfied that existing cash flows are sufficient to meet any anticipated increases in costs. The pension liability has been reported within the accounts in accordance with accounting standard FRS 102.

Having left the Teachers Pension Scheme last year, a new Defined Contribution (DC) scheme provided by Legal and General was offered to all teaching staff from 1 September 2021 with the employer contributing 19% of pensionable income to provide the benefit. Although an increase from the rate of 16.48% paid prior to 2019, this secures the liability for the foreseeable future.

HOW THE BOARD COMPLIES WITH ITS SECTION 172 DUTY

The Governors are aware of their duty under s.172 of the Companies Act 2006 to act in the way which they consider, in good faith, would be most likely to promote the success of the charity for the benefit of its members, and in doing so have regard (amongst other matters) to:

- The likely consequences of any decision in the long term.
- The interest of the charitable company's employees.
- The need to foster the charitable company's business relationship with suppliers, customers and others.
- The impact of the charitable company's operations on the community and the environment.
- The desirability of the charitable company maintaining a reputation for high standards of business conduct.
- The need to act fairly as between members of the charitable company.

The Governors welcome the new reporting requirement as an opportunity to explain how dialogue with stakeholders has informed and helped to shape its decisions in promoting the success of the School to achieve its charitable purposes.

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
GOVERNORS' REPORT (INCORPORATING THE STRATEGIC REPORT)
FOR THE YEAR ENDED 30 JUNE 2022**

HOW THE BOARD COMPLIES WITH ITS SECTION 172 DUTY (continued)

As set out on page 5 the schools have developed links with a wide range of organisations to ensure the widest possible access to our facilities and education. Through membership of HMC, IAPS, AGBIS, ISBA and BSA and through networking with peer groups we ensure that we are able to attain the highest standards of quality and performance. At a local level staff are engaged with business and government in order to ensure the charity meets its objectives.

The schools conduct regular surveys of their parental bodies in order to take account of the views of the charity's key stakeholders and ensure the charity continues to deliver for them. In addition benchmarking reports are commissioned from sector specialists to ensure that governors have a clear understanding of the broader operational context in which the charity functions, so that the impact of long term factors can be properly assessed.

Arrangements exist to keep all employees informed on matters of concern to them and information on the School's performance and prospects is disseminated widely. Senior Management are actively involved in the engagement of colleagues through weekly staff briefings that have been continued on MS Teams throughout the pandemic. Employees are briefed annually on wider issues concerning the schools and the financial performance of the charity and the outlook for the forthcoming years. Staff have the opportunity for direct communication with the Board through a staff liaison governor at each school.

Governors have taken responsibility as a Board for developing and maintaining the Covid-19 Risk Assessment to ensure that all risks of operating during the pandemic have been effectively mitigated as far as reasonably practicable. In so doing they have put the Health and Safety of all members of the community at the forefront of the School's response to the pandemic.

The Governors are responsible for strategic planning and policymaking for the School and, accordingly, all key decisions, the current performance and future long term plans of the charity and stakeholders are referred to and taken by the Board. The School is governed by the governing body which delegates work to a number of committees. Membership of each committee is outlined on page 8. The Governors, who are also the directors, determine the general policy of the company. In the wake of the pandemic and other factors such as Brexit and evolving education policy in China, Governors have started a fundamental review of the strategy of the charity. This piece of work will set out the strategy for the Foundation for the next 5 years.

Further information can be found in the Strategic Report and the detailed review of achievements and performance for the year.

KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
GOVERNORS' REPORT (INCORPORATING THE STRATEGIC REPORT)
FOR THE YEAR ENDED 30 JUNE 2022

STREAMLINED ENERGY AND CARBON REPORTING

	Previous Reporting Year 2021 tCO ₂ e	Current Reporting Year 2022 tCO ₂ e
Emissions from the combustion of Natural Gas	322.9	302.0
Emissions from the combustion of Liquefied Petroleum Gas (LPG)	213.2	199.2
Emissions from the combustion of Heating Oil	51.81	30.84
Emissions from fuel in school vehicles	8.52	22.3
Total of Scope 1	596.43	554.34
Emissions from purchased electricity	246.6	247.8
Total of Scope 2	246.6	247.8
Emissions from mileage reimbursed to staff	0.60	1.56
Total of Scope 3	0.60	1.56
Total gross tCO₂e based on the above	843.63	803.70
Total energy consumption (Mwh)	4973	4727
Intensity ratio:		
Tonnes CO ₂ e gross based on total above per metre square of Gross Internal Area: (Tonne CO ₂ e/m ²), being 28,995m ²	0.03	0.03
Tonnes CO ₂ e gross based on mandatory fields above per pupil	685 Pupils 1.23	685 Pupils 1.17

Methodology

The GHG Reporting Protocol – Corporate Standard has been used together with the 2021 and 2022 UK Government's Conversion Factors for Company Reporting. The figures above are in line with the 2020 UK Government environmental reporting guidance, Energy Saving Opportunity Scheme (ESOS) and have been converted into carbon emissions using the 2020 UK Government Conversion Factors published by DEFRA. Carbon intensity is published annually in August/September each year, so the energy used in a calendar year and carbon generated is at the rate at the time of consumption in line with the protocol.

Although this year's figures show a reduction in carbon produced and energy consumed it is the opinion of the Governors that it would be wrong to interpret a trend from this data due to the impact of Covid. Although carbon reduction measures continue to be implemented, both reporting years saw a closure of the schools due to the pandemic, and in 2021 in particular this occurred during the colder months when ordinarily heating would have been under highest demand. With both schools having substantial boarding communities and normally operating 7 days per week, the closure of the school and reduction in heating to minimum levels would have had a significant impact on carbon generation.

Energy data: Energy metering, invoices, supply summaries / statements, repayment claims for business mileage, fuel cards, and correspondence with suppliers.

Previous audit data: ESOS Phase I and Phase II.

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
GOVERNORS' REPORT (INCORPORATING THE STRATEGIC REPORT)
FOR THE YEAR ENDED 30 JUNE 2022**

STREAMLINED ENERGY AND CARBON REPORTING (continued)

Energy Efficiency Action

The School continues a process of decarbonisation of the estate as follows:

- King's School, Bruton now procures all of its electricity from renewable sources.
- The schools have a rolling maintenance programme in place to renew all boilers and heating systems to ensure they are as efficient as possible within the constraints of available funding and the real estate.
- The schools are investigating the introduction of sub-metering for gas, electricity and water, to provide much greater granularity, identify opportunities, possible waste/savings and provide more insightful data in support of Spend to Save and Net Carbon Road Mapping.
- The schools continue to install LED lighting associated with PIR sensors across both estates as refurbishment takes place in order to reduce electricity consumption.
- The trials to improve the sorting of waste within individual buildings have been successful and have been extended to the whole of King's.
- Old windows continue to be replaced where possible with double glazed thermally efficient units. Improvements of this nature in Grade 2 listed buildings are severely curtailed by local planning and conservation constraints. In particular the introduction of conservation double glazing has not been permitted hampering the schools' ability to improve energy efficiency.
- King's School has formed a Eco-Group which has successfully secured Green Flag recognition.

CORPORATE GOVERNANCE AND RISK MANAGEMENT

King's School, Bruton and its Board of Governors are committed to high standards of corporate governance.

The Governors meet at least 3 times a year and more frequently if required. The Board has a schedule of matters reserved for its decision, and the results of such deliberations are communicated through the management teams at both senior and preparatory schools, or by the Senior Warden on the Board's behalf, to all relevant parties.

The Governors are responsible for the management of the risks faced by the schools. Detailed considerations of risk are delegated to the appropriate sub-committee with the Risk Management Committee, assisted by the Headmasters and Bursar taking a holistic view of the risk register and presenting resultant risks to the full Board for consideration. Risks are identified, assessed and controls established throughout the year. A formal review of the charity's risk management processes is undertaken on an annual basis.

The key controls used by the charity include:

- Formal agendas and detailed minutes for all committee and board activity.
- Specific sub-committee for the review and management of risk.
- Specific sub-committee for governance matters including succession planning.
- Detailed terms of reference for all committees.
- Comprehensive strategic planning, budgeting and management accounting.
- Established organisational structure and lines of reporting.
- Formal written policies.
- Vetting procedures as required by law for the protection of children.

Through the risk management processes established for the School, the Governors have concluded that the major risks continue to be potential changes to the charitable treatment of the sector in the light of the debate on public benefit and a possible downturn in the demand for independent education in line with current economic anxieties. The impact on the pandemic this year has presented a risk to fee income as a result of a fee reduction made by the School. This risk has been managed in the short term through the use of the Coronavirus Job Retention Scheme for some staff, use of reserves and curtailment of operational spending and capital investment in the estate. The Governors are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
GOVERNORS' REPORT (INCORPORATING THE STRATEGIC REPORT)
FOR THE YEAR ENDED 30 JUNE 2022**

GOING CONCERN

Governors have demonstrated strict cost control again this year and a positive outcome has been achieved. An outstanding teaching offer and engagement with the wider King's Bruton and Hazlegrove communities has enhanced the reputation of the schools which has contributed to buoyant recruiting at both schools with consequent confidence for future income generation. The relationship with the charity's bankers remains excellent and informal discussions indicate further facilities would be available if required. Analysis of the financial plan for the next 5 years has assured governors that the School remains financially robust even if pupil numbers were to take a reduction. Stress testing has been undertaken against removal of Charities Business Rates Relief. The School left the Teachers Pension Scheme (TPS) on 1 September 2021 thereby removing any future financial risk in this area. Governors have concluded that it is appropriate to prepare the accounts on a going concern basis.

STATEMENT OF GOVERNORS' RESPONSIBILITIES

The Governors are responsible for preparing the Annual Report and the incorporated Strategic Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Governors to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable law.

Under company law the Governors 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 the group and of its net incoming resources for that period. In preparing these financial statements, the Governors are required to:

- Select suitable accounting policies and then apply them consistently.
- Observe the methods and principles in the charities SORP.
- Make judgements and accounting estimates that are reasonable and prudent.
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue to operate.

The Governors are responsible for keeping proper accounting records that are sufficient to show and explain the charitable company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and the group 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Insofar as each of the Governors of the charity at the date of approval of this report is aware there is no relevant audit information of which the company's auditor is unaware. Each Governor has taken all of the steps that he/she should have taken as a governor in order to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
GOVERNORS' REPORT (INCORPORATING THE STRATEGIC REPORT)
FOR THE YEAR ENDED 30 JUNE 2022**


AUDITOR

RSM UK Audit LLP have expressed their willingness to continue in office as auditor and a resolution proposing their reappointment will be submitted to the forthcoming Annual General Meeting.

The Governors' report, incorporating the Strategic Report, was approved and signed by the Board of Governors on.....20.12.22..... and signed on its behalf:

..........

S R R Edlmann, MA

..........

C R S Birrell, MA, FCA

* These sections of The Governors' Report meet the requirement of the incorporated Strategic Report.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KING'S SCHOOL, BRUTON

Opinion

We have audited the financial statements of King's School, Bruton (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 30 June 2022 which comprise the Consolidated Statement of Financial Activities, the Group and Company Balance Sheets, the Consolidated Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 30 June 2022 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's or parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the Governors' Report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the Governors' Report. 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Governors' Report, which includes the Directors' Report and the Strategic Report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report and the Strategic Report included within the Governors' Report have been prepared in accordance with applicable legal requirements.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KING'S SCHOOL, BRUTON

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report or the Strategic Report included within the Governors' Report.

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

- adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company 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 18, the trustees (who are also the directors of the charitable company for the purposes of company law) 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 group's and parent charitable company'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 group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

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 the audit was considered capable of detecting irregularities, including fraud

Irregularities are instances of non-compliance with laws and regulations. The objectives of our audit are to obtain sufficient appropriate audit evidence regarding compliance with laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements, to perform audit procedures to help identify instances of non-compliance with other laws and regulations that may have a material effect on the financial statements, and to respond appropriately to identified or suspected non-compliance with laws and regulations identified during the audit.

In relation to fraud, the objectives of our audit are to identify and assess the risk of material misstatement of the financial statements due to fraud, to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud through designing and implementing appropriate responses and to respond appropriately to fraud or suspected fraud identified during the audit.

However, it is the primary responsibility of management, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KING'S SCHOOL, BRUTON

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, the group audit engagement team:

- obtained an understanding of the nature of the sector, including the legal and regulatory framework that the group and parent charitable company operate in and how the group and parent charitable company are complying with the legal and regulatory framework;
- inquired of management, and those charged with governance, about their own identification and assessment of the risks of irregularities, including any known actual, suspected or alleged instances of fraud;
- discussed matters about non-compliance with laws and regulations and how fraud might occur including assessment of how and where the financial statements may be susceptible to fraud.

As a result of these procedures we consider the most significant laws and regulations that have a direct impact on the financial statements are FRS 102, Charities SORP (FRS 102), Companies Act 2006, Charities Act 2011, the parent charitable company's governing document, tax legislation and Charities (Protection and Social Investment) Act 2016. We performed audit procedures to detect non-compliances which may have a material impact on the financial statements which included reviewing the financial statements including the Trustees' Report, remaining alert to new or unusual transactions which may not be in accordance with the governing documents, inspecting correspondence with local tax authorities and evaluating advice received from internal/external advisors.

The most significant laws and regulations that have an indirect impact on the financial statements are The Education (Independent School Standards) Regulations 2014, Keeping Children Safe in Education under section 175 of the Education Act 2002, and the UK General Data Protection Regulation (UK GDPR). We performed audit procedures to inquire of management and those charged with governance whether the charitable company is in compliance with these law and regulations and inspected correspondence with regulatory authorities.

The audit engagement team identified the risk of management override of controls and income recognition as the area where the financial statements were most susceptible to material misstatement due to fraud. Audit procedures performed included but were not limited to testing manual journal entries and other adjustments, evaluating the business rationale in relation to significant, unusual transactions and transactions entered into outside the normal course of business, challenging judgments and estimates and performing substantive test of details over a sampling of donations.

A further description of our responsibilities for the audit of the financial statements is provided on the Financial Reporting Council's website at <http://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 charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Kerry Gallagher

KERRY GALLAGHER (Senior Statutory Auditor)
For and on behalf of RSM UK AUDIT LLP, Statutory Auditor
Chartered Accountants
Davidson House
The Forbury
Reading
RG1 3EU

Date 8 February 2023

KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING THE CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 JUNE 2022

	Notes	Unrestricted Funds £	Restricted Funds £	Endowed Funds £	Total Funds 2022 £	Total Funds 2021 £
Income and endowments from:						
Charitable activities:						
School fees	3	16,207,356	-	-	16,207,356	13,177,493
Ancillary trading income	4	107,794	-	-	107,794	104,222
Donations, grants and legacies:						
Donations	5	348,809	-	-	348,809	343,849
Grant income	5	-	99,275	-	99,275	331,426
Other trading activities:						
Crown and Dolphin Enterprises Limited	7b	94,165	-	-	94,165	10,017
Investment income	6	1,605	10,476	-	12,081	8,676
Arising on acquisition of BSG	28	7,265,068	-	-	7,265,068	-
Total income		24,024,797	109,751	-	24,134,548	13,975,683
Expenditure on:						
Other trading activities	10	(21,149)	-	-	(21,149)	31,258
Raising funds:						
Financing costs under advance fees		94,262	-	-	94,262	2,701
Marketing and fundraising		74,654	-	-	74,654	-
Pension finance costs		1,000	-	-	1,000	3,000
Charitable activities:						
Education	10	17,211,713	119,741	-	17,331,454	13,052,178
Total expenditure	10	17,360,480	119,741	-	17,480,221	13,089,137
Net income/(expenditure) before transfers and investments (losses)/gains		6,664,317	(9,990)	-	6,654,327	886,546
Net (losses)/gains on investments	6	-	(49,301)	(38,501)	(87,802)	42,939
Net income/(expenditure)		6,664,317	(59,291)	(38,501)	6,566,525	929,485
Net movement in funds		6,664,317	(59,291)	(38,501)	6,566,525	929,485
Fund balances brought forward		18,180,844	701,339	643,583	19,525,766	18,596,281
Fund balances carried forward		24,845,161	642,048	605,082	26,092,291	19,525,766

The notes on pages 26 to 55 form part of these financial statements

KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET
AS AT 30 JUNE 2022

Registered Number: 03304693

	Notes	Group 2022 £	School 2022 £	Group 2021 £	School 2021 £
Fixed assets					
Tangible assets	11	26,815,585	21,517,546	20,718,613	20,718,613
Investments	12	2,071,409	400,702	226,071	56,073
		<u>28,886,994</u>	<u>21,918,248</u>	<u>20,944,684</u>	<u>20,774,686</u>
Current assets					
Stocks	13	33,555	24,078	38,415	29,062
Debtors	14	903,355	830,664	316,144	351,617
Cash at bank and in hand		5,054,337	4,850,651	3,817,286	3,799,438
		<u>5,991,247</u>	<u>5,705,393</u>	<u>4,171,845</u>	<u>4,180,117</u>
Creditors: amounts falling due within one year	15	(4,799,941)	(2,953,953)	(2,013,170)	(2,327,947)
Net current assets		<u>1,191,306</u>	<u>2,751,440</u>	<u>2,158,675</u>	<u>1,852,170</u>
Total assets less current liabilities		<u>30,078,300</u>	<u>24,669,688</u>	<u>23,103,359</u>	<u>22,626,856</u>
Creditors: amounts falling due after one year	16	(3,902,537)	(3,893,775)	(3,302,593)	(3,302,593)
Pension provision	27	(83,472)	(59,000)	(275,000)	(275,000)
Net assets		<u>26,092,291</u>	<u>20,716,913</u>	<u>19,525,766</u>	<u>19,049,263</u>
Funds:					
Unrestricted funds	19	24,845,161	19,748,577	18,180,844	18,030,736
Restricted funds	20	642,048	811,917	701,339	862,108
Permanent endowment fund	21	605,082	156,419	643,583	156,419
Total funds		<u>26,092,291</u>	<u>20,716,913</u>	<u>19,525,766</u>	<u>19,049,263</u>

An unconsolidated Statement of Financial Activities for the school has not been produced as the school has taken advantage of the exemption under section 408 of the Companies Act 2006.

The school's net income was £1,667,650 (2021: net income £981,322).

The financial statements were approved and authorized for issue by the board of Governors of King's School, Bruton on 2.12.22 and signed on their behalf by:



S R R Edlmann, MA



C R S Birrell MA, FCA

The notes on pages 26 to 55 form part of these financial statements

KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
CONSOLIDATED STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 30 JUNE 2022

	Notes	2022 £	2022 £	2021 £	2021 £
Cash flow from operating activities:					
Cash provided by operations	25		1,798,349		1,398,439
Cash received on acquisition of BSG	28		950,983		-
Net cash provided by operating activities:			2,749,332		1,398,439
Cash flows from investing activities:					
Interest received		12,081		8,676	
Purchase of investments		(718,614)		(663,431)	
Purchase of tangible fixed assets		(1,334,010)		-	
Proceeds on disposal of tangible fixed assets		10,641		-	
Net cash used in investing activities			(2,029,902)		(654,755)
Cash flows from financing activities:					
Drawdown of new bank loan		830,000		555,000	
Repayment of bank loan		(237,975)		(269,693)	
Interest paid		(74,404)		(51,662)	
Amounts accrued to advance fee contracts		-		2,701	
Net cash provided by financing activities			517,621		236,346
Movement in cash	16		1,237,051		980,030
Cash and equivalents at the beginning of the reporting period	27		3,817,286		2,837,256
Cash and equivalents at the end of the reporting period			5,054,337		3,817,286
Analysis of cash and cash equivalents					
Cash at bank and in hand			5,054,337		3,817,286
Total cash and cash equivalents			5,054,337		3,817,286

The notes on pages 26 to 55 form part of these financial statements

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

1: Accounting policies

a) Charity information

King's School, Bruton is a registered charity and private company limited by guarantee in England and Wales. The registered office is King's School, Bruton, Somerset, BA10 0ED.

King's School, Bruton meets the definition of a public benefit entity under section 34 of FRS 102. The principal objectives of the school are detailed in the Governors' report found on page 4 of these financial statements.

The financial statements are prepared in sterling, which is the functional currency of the school. Monetary amounts in these financial statements are rounded to the nearest £1.

b) Basis of preparation

The financial statements have been prepared in accordance with the Charities: Statement of Recommended Practice (applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102)) (issued in October 2019) - (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Companies Act 2006. The accounting policies as disclosed have been applied consistently throughout the current and preceding year.

c) Reduced disclosures

FRS 102 allows qualifying entities certain disclosure exemptions. The school only, has taken advantage of the exemptions for the following disclosure requirements:

- Section 7 - "Statement of Cash Flows" - Presentation of an entity only Statement of Cash Flow and related notes and disclosures.
- Section 11 - 'Section 11 "Basic Financial Instruments' & Section 12 'Other Financial Instrument Issues' - interest income/expenses and net gains/losses for each category of financial instrument.

d) Group financial statements

These financial statements consolidate the results of the school and its subsidiaries (i.e. entities that the Group controls through its power to govern the financial and operating policies so as to obtain economic benefits) on a line by line basis. All financial statements are made up to 30 June 2021.

The assets and liabilities of the subsidiaries are consolidated in the balance sheet. The gross income and gross expenditure of the subsidiaries, KSB Foundation (Company Limited by Guarantee) and Crown and Dolphin Enterprises Limited are included in the consolidated Statement of Financial Activities.

These financial statements also include the assets, liabilities and results of King's School, Bruton Trust, a registered charity which holds permanently endowed assets on behalf of the school. Under a Charity Commission Direction dated 4 July 2018, the financial statements also include the assets, liabilities and results of The Martin Barber Trust, a registered charity which holds permanently endowed assets for the purpose of income generation for the support of scholarships or bursaries, along with restricted and unrestricted reserves also connected to the support of scholarships or bursaries.

All intra-group transactions, balances and unrealised gains on transactions between group entities are eliminated on consolidation. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

1: Accounting policies (continued)

e) Going concern

The Governors have demonstrated strict cost control again this year and despite some loss of income from discounted fees due to the closure of the schools during the second lock down a positive outcome has been achieved. An outstanding on line teaching offer and engagement with the wider King's Bruton and Hazlegrove communities during lockdown has enhanced the reputation of the schools which has contributed to buoyant recruiting at both schools with consequent confidence for future income generation. The relationship with the charity's bankers remains excellent and informal discussions indicate further facilities would be available if required. Analysis of the financial plan for the next 5 years has assured governors that the School remains financially robust even if pupil numbers were to take a reduction. Stress testing has been undertaken against removal of Charities Business Rates Relief. Governors have completed consultation to leave the Teachers Pension Scheme (TPS) on 1 September 2021 thereby removing any future financial risk in this area. Governors have concluded that it is appropriate to prepare the accounts on a going concern basis.

f) Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the school is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

g) Income

Income is recognised in the year in which the school is entitled to receipt, it is probable it will be received and the amount can be measured reliably.

Fees receivable and charges for services and use of premises are accounted for in the year in which the service is provided. Fees receivable are stated after deducting allowances, scholarships and other remissions granted by the school from its unrestricted fund but include contributions received from restricted funds for scholarships.

Donations for the general purposes of the school are recognised when receivable and are credited to unrestricted funds. Donations subject to specific wishes of the donors are carried to relevant restricted funds. Donations where only the income can be spent are held as part of the endowment funds.

Legacies are included when it is probable that a payment will be made or property transferred that the school is entitled to and the amount of value can be reliably measured.

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

The company received a discretionary cash grant of £nil (2021: £331,426) from the government as part of the Coronavirus Job Retention Scheme (CJRS) which compensates employers for part of the wages, associated national insurance contributions (NICs) and employer pension contributions of employees who have been placed on furlough (i.e. placed on a temporary leave of absence from working for the employer). The grant is conditional upon the employees being employed and on the company PAYE payroll and the employee cannot do any work for their employer that makes money or provides services for their employer or any organisation linked or associated with their employer. There are no unfulfilled conditions or contingencies attached to the grant and the company has received no other forms of government assistance.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the school; this is normally upon notification of the interest paid or payable by the bank.

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

1: Accounting policies (continued)

h) Expenditure

Expenditure is accounted for in the period in which it is incurred. The irrecoverable element of VAT is included within the item of expense to which it relates.

Where an item of expenditure falls directly within one cost category it is attributed to that category only. Where expenditure involves more than one category it is apportioned on a reasonable and justifiable basis. Expenditure is classified under the following activity headings:

- Cost of raising funds comprise the costs of financing under advance fees;
- Expenditure on charitable activities includes costs for the running of the school;
- Other expenditure represents those items not falling into any other heading.

i) Tangible fixed assets

Building improvements and all other fixed asset purchases in excess of £5,000 are capitalised at cost and subsequently measured at cost less accumulated depreciation and impairment.

j) Depreciation

The school does not depreciate its new-build and certain parts of its historic buildings as, in the opinion of the Governors, any depreciation charge would be immaterial due to the very long useful economic lives of such assets. Each year the school invests such significant sums as are necessary in order to maintain the long useful life of these buildings. Land and assets under construction are not depreciated.

An assessment is made at each reporting date of whether there are indications that a fixed asset may be impaired or that an impairment loss previously recognised has fully or partially reversed. If such indications exist, the Charity estimates the recoverable amount of the asset. Shortfalls between the carrying value of fixed assets and their recoverable amounts, being the higher of fair value less costs to sell and value-in-use, are recognised as impairment losses. Impairments of revalued assets are treated as revaluation losses. All other impairment losses are recognised in the Statement of Financial Activities.

Other fixed assets are depreciated to residual value over their estimated useful economic life in equal annual instalments at the following rates:

Freehold property with less than 50 year life	2% - 20%
Furniture, fixtures, fittings and equipment	6% - 20%
Computers	33%
Motor vehicles	25%

k) Investments

Investment property, which is property held to earn rentals and/or capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Investment property gifted to the group is measured at fair value on receipt. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities.

Trade investments are classified as financial instruments and accounted for in accordance with the accounting policy at fair value through profit or loss.

Interest in subsidiaries are initially measured at cost and subsequently measured at cost less accumulated impairment losses.

Interests in subsidiaries are assessed for impairment at each reporting date. Any impairment losses or reversals of impairment losses are recognised immediately in the Statement of Financial Activities.

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

1: Accounting policies (continued)

l) Stocks

Stocks are stated at the lower of cost and net realisable value. They exclude purchases of supplies allocated to the subsequent academic year. Stock is accounted for on a First in first out (FIFO) basis.

m) Leased assets

Rentals applicable to operating leases where substantially all of the risks and rewards of ownership remain with the lessor are charged to the Statement of Financial Activities on the straight line basis over the term of the lease.

n) Taxation

The school 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 school is potentially exempt from taxation in respect of income or capital gains received within categories covered by part 11, chapter 3 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.

o) Pensions

Retirement benefits to employees of King's School, Bruton are provided by the Teachers' Pension Scheme ('TPS') and The TPT Retirement Solutions.

The TPS is an unfunded scheme and contributions are calculated so as to spread the cost of pensions over employees' working lives with King's School, Bruton in such a way that the pension cost is a substantially level percentage of current and future pensionable payroll. The contributions are determined by the Government Actuary on the basis of quinquennial valuations using a prospective unit credit method. As stated in note 27, the TPS is a multi-employer scheme and King's School, Bruton is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis. The TPS is therefore treated as a defined contribution scheme and the contributions recognised as they are paid each year.

The school left the TPS with effect from 1 September 2021.

The TPT Retirement Solutions is a multi-employer funded scheme whose contributions are recognised in the Statement of Financial Activities in the period to which they relate, as there is insufficient information available to use defined benefit accounting; a liability is recognised for contributions arising from an agreement with the multi-employer plan that determines how the school will fund a deficit. Contributions are discounted when they are not expected to be settled wholly within 12 months of the period end.

All other pension arrangements are defined contribution schemes where the assets of the schemes are all held separately from those of the school in an independently administered fund.

In all cases the pension cost charge represents contributions by the school to the fund.

Contributions payable to the school's defined contribution scheme are charged to the Statement of Financial Activities so as to spread the cost of pensions over the service lives of employees in the schemes. They are treated as unrestricted expenditure of the school.

p) Advance fee scheme

The school has previously offered parents the opportunity to pay boarding and tuition fees in advance in accordance with a written contract. Quotations are given based on an annual increase in fees each year. This is treated as deferred income until the pupil joins the school whereupon the fees for each school term are charged against the remaining balance and taken to income. All amounts are included in creditors split between amounts falling due within one year and amounts falling due after more than one year.

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

1: Accounting policies (continued)

q) Acceptance deposits

Acceptance deposits are paid to the school to secure a place for the child at the school. Deposits held form part of the general funds of the school until the child leaves the school at which point they are credited without interest to the final payment of the fees or other sums due to the school.

Deposits are held as creditors on the balance sheet and are classified as owing within one year and over one year based on when they are expected to be credited against income.

r) Recognition of liabilities

Liabilities are recognised once there is a legal or constructive obligation that commits the school to the obligation.

s) Restricted funds

Income comprises gifts, legacies and grants where there is no capital retention obligation or power but only trust law restriction to some specific purpose intended by the donor.

t) Permanent endowment funds

The capital of the fund must remain intact and only the income distributed for the purpose of the fund.

u) Unrestricted funds

These are funds which can be used in accordance with the charitable objects at the discretion of the Governors.

v) Financial instruments

The group has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the school becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial liabilities, including trade and other payables and bank loans, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Classification of financial liabilities and equity instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the school after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other payables and bank loans, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

w) Cash and cash equivalents

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

2: Critical accounting judgements and estimates

In the application of the school's accounting policies, the Governors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates is revised where the revision affects only that period, or in the period of revision and future periods where the revision affects both current and future periods.

Critical accounting estimates:

Non-depreciation of historical buildings

In the opinion of the Governors, the residual value of historical buildings and new builds is such that the resulting depreciation charge would be immaterial due to the very long useful economic lives of such assets. Each year the school invests such significant sums as are necessary in order to maintain the long useful life of these buildings. An annual impairment review is carried out on these assets as detailed in the Fixed assets accounting policy.

3: School fees income

	2022 £	2021 £
Gross fees	18,967,761	16,655,279
Less: total scholarship, bursaries and other fee assistance	(2,760,405)	(3,477,786)
	<hr/>	<hr/>
Total school fees	16,207,356	13,177,493
	<hr/>	<hr/>

All school fees income in the current and prior year is unrestricted.

4: Trading income

	2022 £	2021 £
Sundry receipts	3,197	26,523
School transportation receipts	37,697	30,652
Insurance commission	7,430	4,069
Lettings income	59,470	42,978
	<hr/>	<hr/>
	107,794	104,222
	<hr/>	<hr/>

All ancillary trading income in the current and prior year is unrestricted.

KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

5: Donations and grant income

	2022	2021
	£	£
Donations:		
External donations received by KSB Foundation	122	122
Legacy income received	381,347	1,577
Donations for Sports pavilion	8,940	86,360
Donations for 2019 commemoration Fund	2,965	2,845
Donations for Arnold Hayward Stevenson Bursary	2,576	43,931
Sundry donations	(25,843)	10,964
Donations for COVID impact fund	-	70,550
Donations for Hazlegrove Science block	-	127,500
Grant income:		
Turing scheme	77,977	-
Furlough grants received	-	331,426
	<hr/>	<hr/>
	448,084	675,275
	<hr/>	<hr/>

Donation income of £348,809 (2021: £10,964) is unrestricted and £21,298 (2021: £332,885) is restricted. Grant income of £nil (2021: £331,426) is unrestricted and £77,977 (2021: £nil) is restricted.

6: Investment income and gains

	2022	2021
	£	£
Bank and other interest received	12,081	8,676
Investment (losses)/gains	(87,802)	7,401
Gain on revaluation of investment property	-	35,538
	<hr/>	<hr/>
	(75,721)	51,615
	<hr/>	<hr/>

£1,605 (2021: £8,340) of investment income is unrestricted and £10,476 (2021: £336) is restricted. Investment losses of £49,301 (2021: £7,401) are restricted and £38,501 are relating to endowed funds (2021: £nil).

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

7: Subsidiary undertakings' financial results

a) KSB Foundation (Company Limited by Guarantee)

KSB Foundation was set up to promote the charitable purposes of King's School, Bruton and the Preparatory School, Hazlegrove. KSB Foundation was incorporated in the UK on 1 November 2001 (Company Number 04314697 and with a registered office of King's School, Bruton, Somerset, BA10 0ED). It was registered with the Charity Commission on 22 March 2002 (Charity Number 1091337). KSB Foundation is a subsidiary charity of King's School, Bruton because a majority of its members are Directors of King's School, Bruton and therefore have effective control. The results of KSB Foundation have been consolidated with the school and are shown below:

	2022	2021
	£	£
Income		
Donations and legacies	4,087	8,441
	<hr/>	<hr/>
Total income	4,087	8,441
	<hr/>	<hr/>
Expenditure		
Charitable activities: Donations to King's School and governance costs	(3,915)	(8,381)
	<hr/>	<hr/>
Total expenditure	(3,915)	(8,381)
	<hr/>	<hr/>
Net income and movement in funds	172	60
	<hr/>	<hr/>
Fund balances b/fwd	7,080	7,020
	<hr/>	<hr/>
Fund balances c/fwd	7,252	7,080
	<hr/> <hr/>	<hr/> <hr/>

Also included in donations and legacies is £2,850 (2021: £2,575) received from King's School, Bruton towards audit fees. The donations paid of £nil (2021: £4,806) were paid to King's School, Bruton. These amounts are eliminated on consolidation.

Assets of the subsidiary were:

	2022	2021
	£	£
Current assets	7,252	7,080
	<hr/>	<hr/>
Total net assets	7,252	7,080
	<hr/> <hr/>	<hr/> <hr/>

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

7: Subsidiary undertakings' financial results (continued)

b) Crown and Dolphin Enterprises Limited

Crown and Dolphin Enterprises Limited was set up to undertake the commercial activities of the school. It was incorporated in the UK on 25 September 2006 (Company Number 05945177 and with a registered office of King's School, Bruton, Somerset, BA10 0ED). King's School, Bruton holds 100% of the issued share capital of Crown and Dolphin Enterprises Limited. The results of Crown and Dolphin Enterprises Limited have been consolidated with the school.

A summary of the results of Crown and Dolphin Enterprises Limited are shown below:

	2022	2021
	£	£
Turnover	51,109	10,017
Cost of sales	(5,671)	(183)
	<hr/>	<hr/>
Gross profit	45,438	9,834
Administrative expenses	5,860	(35,636)
	<hr/>	<hr/>
Profit/(loss) before interest	51,298	(25,802)
	<hr/>	<hr/>
Interest payable	-	(12)
	<hr/>	<hr/>
Profit/(loss) before taxation	51,298	(25,814)
	<hr/> <hr/>	<hr/> <hr/>

The assets/(liabilities) of the subsidiary were:

	2022	2021
	£	£
Current assets	43,079	20,195
Creditors: amounts falling due within one year	(43,078)	(46,008)
	<hr/>	<hr/>
Net current assets/(liabilities)	1	(25,813)
	<hr/>	<hr/>
Net assets/(liabilities)	1	(25,813)
	<hr/>	<hr/>
Capital and reserves:		
Called up equity share capital	1	1
Profit and loss account	-	(25,814)
	<hr/>	<hr/>
	1	(25,813)
	<hr/> <hr/>	<hr/> <hr/>

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

7. Subsidiary undertakings' financial results (continued)

c) The Martin Barber Trust (charitable incorporated organization)

The Martin Barber Trust (charitable incorporated organisation) was set up to promote the charitable purposes of King's School, Bruton and the Preparatory School, Hazlegrove. The Martin Barber Trust is a linked charity (linked charity registration number 1071997) and with a registered office of King's School, Bruton, Somerset, BA10 0ED). It was registered with the Charity Commission on 24 April 2018 (Charity Number 1178069).

	2022	2021
	£	£
Income		
Donations	990	1,000
Rental income	10,476	8,340
	<hr/>	<hr/>
Total income	11,466	9,340
	<hr/>	<hr/>
Expenditure		
Charitable activities: Donations to King's School and governance costs	(1,632)	(1,672)
	<hr/>	<hr/>
Total expenditure	(1,632)	(1,672)
	<hr/>	<hr/>
Net income and movement in funds	9,834	7,668
Net gain on revaluation of investment property	-	35,538
Net loss on revaluation of investments	(38,501)	-
	<hr/>	<hr/>
Fund balances b/fwd	495,524	452,318
	<hr/>	<hr/>
Fund balances c/fwd	466,857	495,524
	<hr/> <hr/>	<hr/> <hr/>
The assets of the subsidiary were:		
	2022	2021
	£	£
Fixed assets	458,125	170,000
Current assets	8,732	325,524
	<hr/>	<hr/>
Total net assets	466,857	495,524
	<hr/> <hr/>	<hr/> <hr/>

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

7. Subsidiary undertakings' financial results (continued)

d) Bruton School for Girls

Bruton School for Girls (charitable company limited by guarantee) (Company Number 4094352) was acquired by way of control agreement on 28 February 2022. The registered office is Bruton School for Girls, Sunny Hill, Bruton, Somerset, BA10 0NT.

	10 months to 30 June 2022 £
Income	
Charitable activities	2,819,899
Other trading activities	1,048,609
Investment income	17
	<hr/>
Total income	3,868,525
	<hr/>
Expenditure	
Raising funds	229,272
School operating costs	5,482,780
	<hr/>
Total expenditure	5,712,052
	<hr/>
Net income and movement in funds	(1,843,527)
Net losses on investments	(188,060)
	<hr/>
Net movement in funds	(2,031,587)
Fund balances b/fwd	5,252,361
	<hr/>
Fund balances c/fwd	3,220,774
	<hr/> <hr/>
The assets of the subsidiary were:	
	2022 £
Fixed assets	4,880,745
Current assets	233,415
Current liabilities	(1,860,182)
Long term creditors	(33,234)
	<hr/>
Total net assets	3,220,774
	<hr/> <hr/>

**KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

7. Subsidiary undertakings' financial results (continued)

e) The Bruton Girls' School Company Limited

The Bruton Girls' School Company Limited, a subsidiary of Bruton School for Girls (Company Number 03107892). The registered office is Bruton School for Girls, Sunny Hill, Bruton, Somerset, BA10 0NT.

	10 months to 30 June 2022 £
Turnover	43,144
Cost of sales	-
	<hr/>
Gross profit	43,144
Administrative expenses	(2,039)
	<hr/>
Profit before taxation	41,105
	<hr/>
The assets of the subsidiary were:	
	2022 £
Current assets	50,766
Current liabilities	(50,283)
	<hr/>
Total net assets	3,220,774
	<hr/>

KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

8: Net income

The net income for the year is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation of assets		
- owned assets	556,397	530,831
Hire of plant and machinery	-	90,489
Interest payable on bank loans	74,404	51,662
Pension finance costs	1,000	3,000
Pension provision movement	(217,000)	(72,000)
Auditors remuneration:		
Fees payable to the Group's auditors for the audit of King's School, Bruton	20,000	14,550
Fees payable to the Group's auditors in respect of:		
- The auditing of the financial statements of the subsidiaries	26,150	5,150
- All other services	26,850	8,475

No Governors or persons connected with them received any remuneration in the year (2021: nil).

No Governor received reimbursement for travel and other expenses during the year totalling £nil (2021: nil).

9: Staff costs

	2022	2021
	£	£
Wages and salaries	8,764,356	7,523,727
Social security costs	754,573	665,473
Pension contributions	892,037	1,147,756
Termination and redundancy payments	1,339,427	21,621
	<u>11,750,393</u>	<u>9,358,577</u>

In the prior year, severance staff costs of £nil (2021: £21,621) were paid in order to achieve appropriate staffing for the schools. Staff costs includes the cost of peripatetic staff of £253,689 (2021: £292,805). These staff are excluded from the employee numbers below.

As a result of the closure of Bruton School for Girls, redundancy payments were accrued in respect of 91 members of staff.

The number of employees in the year, including part time staff and excluding Governors, is broken down into the following categories:-

	Average Number of Employees	
	2022	2021
	Number	Number
Trading company	3	2
Teaching	189	157
Welfare	112	113
Premises	35	30
Support	58	45
	<u>397</u>	<u>347</u>

KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

9: Staff costs (continued)

The number of employees whose total annual emoluments (excluding pension contributions) fell within the following bands were:-

	2022 Number	2021 Number
£60,000 - £70,000	5	3
£70,001 - £80,000	1	1
£90,001 - £100,000	1	1
£100,001 - £110,000	1	-
£120,000 - £130,000	1	1

The total employee benefits paid to key management personnel of the school is disclosed in note 26 to these financial statements.

10: Analysis of expenditure

	Staff costs £	Other costs £	Depreciation £	Total 2022 £	Total 2021 £
Raising funds:					
Financing costs under advance fees	-	94,262	-	94,262	2,701
Pension scheme finance costs	1,000	-	-	1,000	3,000
Marketing and publicity	34,055	40,599	-	74,654	-
Trading subsidiaries	(28,908)	7,759	-	(21,149)	31,258
	6,147	142,620	-	148,767	36,959
Charitable activities:					
Teaching	7,175,375	790,256	171,358	8,136,989	6,727,629
Welfare	1,624,250	1,417,124	7,500	3,048,874	2,518,185
Premises	546,452	1,516,671	377,539	2,440,662	1,885,795
Support	2,398,169	1,306,760	-	3,704,929	1,920,569
	11,744,246	5,030,811	556,397	17,331,454	13,052,178
Total for the Group	11,750,393	5,173,431	556,397	17,480,221	13,089,137

Expenditure of £119,741 (2021: £55,673) relates to restricted expenditure with the remainder being unrestricted.

KING'S SCHOOL, BRUTON
(COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

10: Analysis of expenditure (continued)

Analysis of support costs

	Educational £	Marketing £	Governance £	Total 2022 £	Total 2021 £
Staff costs	2,248,784	149,385	-	2,398,169	1,008,010
Finance and administration	773,990	113,509	-	887,499	486,410
ICT infrastructure	255,148	-	-	255,148	222,713
Travel costs	121,190	-	-	121,190	114,813
Restricted expenditure	21,718	-	-	21,718	55,673
Governor costs	-	-	1,783	1,783	2,772
Audit and accountancy	-	-	19,422	19,422	30,178
	<u>3,420,830</u>	<u>262,894</u>	<u>21,205</u>	<u>3,704,929</u>	<u>1,920,569</u>

11: Tangible fixed assets

Group

	Freehold Land and Buildings £	Assets under Construction £	Furniture, fittings, computers & equipment £	Motor Vehicles £	Total £
Costs:					
At 1 July 2021	24,156,111	-	4,573,674	204,417	28,934,202
Additions	1,196,736	-	137,274	-	1,334,010
Acquisitions through business combinations	5,330,000	-	-	-	5,330,000
Transfer	-	-	-	-	-
Disposals	(10,641)	-	-	-	(10,641)
	<u>30,672,206</u>	<u>-</u>	<u>4,710,948</u>	<u>204,417</u>	<u>35,587,571</u>
Depreciation:					
At 1 July 2021	4,134,313	-	3,894,768	186,508	8,215,589
Charged in the year	322,706	-	222,826	10,865	556,397
	<u>4,457,019</u>	<u>-</u>	<u>4,117,594</u>	<u>197,373</u>	<u>8,771,986</u>
Net Book Value:					
At 30 June 2022	<u>26,215,187</u>	<u>-</u>	<u>593,354</u>	<u>7,044</u>	<u>26,815,585</u>
At 30 June 2021	<u>20,021,798</u>	<u>-</u>	<u>678,906</u>	<u>17,909</u>	<u>20,718,613</u>

All tangible fixed assets are used in the direct furtherance of the school's objectives.

The legal title of freehold land and buildings with a net book value of £801,790 (2021: £801,790) is held in the name of the incorporated School, King's School, Bruton (Charity No. 1071997). The legal title to the remainder of the freehold land and buildings is held by the unincorporated charity, King's School, Bruton Trust (Charity No. 1071997 - 1).

KING'S SCHOOL, BRUTON
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FOR THE YEAR ENDED 30 JUNE 2022

11: Tangible fixed assets (continued)

School	Freehold Land and Buildings £	Assets under Construction £	Furniture, fittings, computers & equipment £	Motor Vehicles £	Total £
Costs:					
At 1 July 2021	24,156,111	-	4,573,674	204,417	28,934,202
Additions	1,196,736	-	137,274	-	1,334,010
Transfer	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 2022	25,352,847	-	4,710,948	204,417	30,268,212
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation:					
At 1 July 2021	4,134,313	-	3,894,768	186,508	8,215,589
Charged in the year	305,496	-	221,627	7,954	535,077
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 2022	4,439,809	-	4,116,395	194,462	8,750,666
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net Book Value:					
At 30 June 2022	20,913,038	-	594,553	9,955	21,517,546
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 2021	20,021,798	-	678,906	17,909	20,718,613
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

12: Fixed asset investments

	Group 2022 £	School 2022 £	Group 2021 £	School 2021 £
Listed investments	731,409	400,700	56,071	56,071
Shares in subsidiary companies	-	2	-	2
Investment properties	1,340,000	-	170,000	-
	<hr/>	<hr/>	<hr/>	<hr/>
	2,071,409	400,702	226,071	56,073
	<hr/>	<hr/>	<hr/>	<hr/>

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12: Fixed asset investments (continued)

a) Listed investments

	Group 2022 £	School 2022 £	Group 2021 £	School 2021 £
Market value brought forward	56,071	56,071	48,670	48,670
Acquisitions through business combinations	42,586	-	-	-
Purchased during year	718,614	393,930	-	-
Net (losses)/gains	(85,862)	(49,301)	7,401	7,401
	<hr/>	<hr/>	<hr/>	<hr/>
Market value carried forward	731,409	400,700	56,071	56,071
	<hr/>	<hr/>	<hr/>	<hr/>
Book cost carried forward	766,275	399,005	5,075	5,075
	<hr/>	<hr/>	<hr/>	<hr/>

All investments held are listed in the UK.

b) Shares in subsidiary company

	2022 £	2021 £
Shares in Crown and Dolphin Enterprises Limited	1	1
Shares in King's School Bruton International Limited	1	1
	<hr/>	<hr/>

The registered office of both subsidiaries above is King's School, Bruton, Somerset, BA10 0ED. King's School Bruton International Limited is dormant.

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12: Fixed asset investments (continued)

c) Investment properties

	Total £
Fair value:	
At 1 July 2021	170,000
Acquisitions through business combination	1,170,000
Revaluations	-
	<hr/>
At 30 June 2022	1,340,000
	<hr/>
Impairment:	
At 1 July 2021	-
	<hr/>
At 30 June 2022	-
	<hr/> <hr/>
Net Book Value:	
At 30 June 2022	1,340,000
	<hr/>
At 30 June 2021	-
	<hr/> <hr/>

The fair value has been based on market valuation provided to the Governors from Savills who are not connected to the group. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties. The Governors consider this valuation to be representation of the market value of the properties at the year end.

The investment property is held within the group. The school holds no investment property.

13: Stocks

	Group 2022 £	School 2022 £	Group 2021 £	School 2021 £
Finished goods and goods for sale	33,555	24,078	38,415	29,062
	<hr/>	<hr/>	<hr/>	<hr/>

14: Debtors: falling due within one year

	Group 2022 £	School 2022 £	Group 2021 £	School 2021 £
Fees	177,095	175,445	142,274	142,274
Other debtors	51,607	16,612	986	936
Prepayments and accrued income	674,653	633,653	172,884	172,859
Other amounts due from group undertakings	-	4,954	-	35,548
	<hr/>	<hr/>	<hr/>	<hr/>
	903,355	830,664	316,144	351,617
	<hr/>	<hr/>	<hr/>	<hr/>

KING'S SCHOOL, BRUTON
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15: Creditors: amounts falling due within one year

	Group 2022 £	School 2022 £	Group 2021 £	School 2021 £
Bank loans and overdrafts	260,502	260,502	236,596	236,596
Trade creditors	895,693	765,223	529,347	527,905
Taxation and social security	199,987	199,213	178,941	178,941
Amounts due to pension schemes	124,443	124,443	142,095	142,095
Other creditors	545,923	456,622	235,281	235,281
Accruals and deferred income	2,773,393	1,109,136	690,910	681,604
Other amounts due to group undertakings	-	38,814	-	325,525
	<u>4,799,941</u>	<u>2,953,953</u>	<u>2,013,170</u>	<u>2,327,947</u>

Included within the group's accruals and deferred income is £48,476 (2021: £70,448) in relation to school fees paid in advance and £10,000 (2021: £5,500) in relation to deposits for future events.

16: Creditors: amounts falling due after more than one year (Group and School)

	Group 2022 £	School 2022 £	Group 2021 £	School 2021 £
Bank loans	3,295,537	3,295,537	2,727,418	2,727,418
Parents' deposits	598,238	598,238	575,175	575,175
Contractual obligation	8,762	-	-	-
	<u>3,902,537</u>	<u>3,893,775</u>	<u>3,302,593</u>	<u>3,302,593</u>

A secured bank loan was taken out in December 2013 to part finance the new Teaching and Learning Centre at Hazlegrove, the Fitzjames. It is repayable in equal termly instalments over 10 years from draw down. Interest on the loan is payable at bank base rate plus 2%. Changed to 1.15% over base rate.

A secured bank loan was taken out in February 2018 to part finance The Rectory/Glebe. It is repayable in equal termly instalments over 25 years from draw down.

A secured bank loan was taken out in February 2018 to part finance The Music School. It is repayable in equal termly instalments over 20 years from draw down. Interest on the loan is payable at 2.5%.

A secured loan was taken out in December 2020 to purchase 1 Wellesley Green for living accommodation for the House Mistress. It is repayable in instalments over 25 years from draw down. Interest on the loan is payable at 1.66%.

A secured loan was taken out in April 2022 to purchase Walford House, which is currently rented to staff members. The loan is repayable in equal instalments for 25 years from drawdown. Interest on the loan is payable at 1.90% over base rate.

All loans are secured by way of a debenture comprising a fixed and floating charge over the school's assets and undertakings.

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17: Borrowings (Group and School)

	2022 £	2021 £
Bank loans	3,556,039	2,964,014
	<u>3,556,039</u>	<u>2,964,014</u>
Payable within one year	260,502	236,596
Payable after one year	3,295,537	2,727,418
	<u>3,556,039</u>	<u>2,964,014</u>
Greater than five years payable by instalments	<u>2,240,616</u>	<u>2,485,993</u>

See note 16 for details of bank loans.

18: Advance fees scheme (Group and School)

	2022 £	2021 £
Shown as:		
Amounts due within one year (note 15)	-	-
	<u>-</u>	<u>-</u>

The balance represents the accrued liability under the contracts. The capital movements during the year were:

	2022 £	2021 £
Balance brought forward	-	231,540
Amounts accrued to contracts as debt-financing costs	-	2,701
	<u>-</u>	<u>234,241</u>
Amount utilised in payment of fees	-	(234,241)
	<u>-</u>	<u>-</u>
Balance carried forward	<u>-</u>	<u>-</u>

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19. Unrestricted funds: movement in the year

Group

2022

	Balance at 30 June 2021 £	Income £	Expenditure £	Gains/ (losses) Transfers £	Balance at 30 June 2022 £
School – general fund	18,030,736	15,903,804	(14,024,950)	25,485	19,935,075
Acquisition of new subsidiaries treated as donated income	-	7,265,068	-	-	7,265,068
KSB Foundation – general fund	-	3,965	(3,915)	-	50
Martin Barber Trust – general fund	(11,944)	990	(990)	-	(11,944)
Group charity fund	18,018,792	23,173,827	(14,029,855)	25,485	27,188,249
Non-charitable trading funds	(25,813)	51,021	277	(25,485)	-
	17,992,979	23,224,848	(14,029,578)	-	27,188,249
Eliminated on consolidation	187,865	(23,954)	23,890	-	187,801
Bruton School for Girls	-	780,759	(3,352,753)	-	(2,571,994)
Bruton Girls' School Company Ltd	-	43,144	(2,039)	-	41,105
Group	18,180,844	24,024,797	(17,360,480)	-	24,845,161

2021

	Balance at 30 June 2020 £	Income £	Expenditure £	Gains/ (losses) Transfers £	Balance at 30 June 2021 £
School – general fund	17,403,578	13,624,503	(12,997,345)	-	18,030,736
KSB Foundation – general fund	62	8,319	(8,381)	-	-
Martin Barber Trust – general fund	(11,944)	1,000	(1,000)	-	(11,944)
Group charity fund	17,391,696	13,633,822	(13,006,726)	-	18,018,792
Non-charitable trading funds	1	10,017	(35,831)	-	(25,813)
	17,391,697	13,643,839	(13,042,557)	-	17,992,979
Eliminated on consolidation	188,153	(9,381)	9,093	-	187,865
Group	17,579,850	13,634,458	(13,033,464)	-	18,180,844

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20: Restricted funds: movement in the year

2022

	Balance brought forward £	Income £	Expenditure £	Investment gains/ (losses) & transfers £	Balance Carried forward £
The Scholarship and Prize Fund	55,071	6,347	46,434	(49,301)	58,551
Courtyard works – Fitzjames	16,000	-	-	-	16,000
Fitzjames Theatre	5,238	-	-	-	5,238
2019 Commemoration Fund	24,936	2,965	-	-	27,901
Arnold Hayward Stevenson Bursary	393,931	2,576	(46,434)	-	350,073
John Davie Room Refurbishment	3,029	-	-	-	3,029
Old Brutonian Golf Society	697	-	-	-	697
Art Gallery	14,508	-	-	-	14,508
Sports Pavilion	203,616	8,940	-	-	212,556
The 2021 Covid Impact Fund	15,550	-	(21,718)	-	(6,168)
HZG Science Block Donation	127,500	-	-	-	127,500
All other funds less than £1,000	2,032	348	(348)	-	2,032
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
School	862,108	21,176	(22,066)	(49,301)	811,917
KBS Foundation funds for:					
John Davie Room Refurbishment	890	-	-	-	890
Fitzjames Extension	6,190	122	-	-	6,312
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	7,080	122	-	-	7,202
Martin Barber Trust	20,304	10,476	(642)	-	30,138
Bruton School for Girls Turing Scheme	-	77,977	(77,977)	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	20,304	88,453	(78,619)	-	30,138
Eliminated on consolidation	(188,153)	-	(19,056)	-	(207,209)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Group	701,339	109,751	(119,741)	(49,301)	642,048
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

KING'S SCHOOL, BRUTON
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NOTES TO THE FINANCIAL STATEMENTS
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20: Restricted funds: movement in the year (continued)

2021

	Balance brought forward £	Income £	Expenditure £	Investment gains/ (losses) & transfers £	Balance Carried forward £
The Scholarship and Prize Fund	46,093	1,577	-	7,401	55,071
Courtyard works – Fitzjames	16,000	-	-	-	16,000
Fitzjames Theatre	5,238	-	-	-	5,238
2019 Commemoration Fund	22,092	2,845	(1)	-	24,936
Arnold Hayward Stevenson Bursary	350,000	43,931	-	-	393,931
John Davie Room Refurbishment	3,029	-	-	-	3,029
Old Brutonian Golf Society	697	-	-	-	697
Art Gallery	14,508	-	-	-	14,508
Sports Pavilion	117,256	86,360	-	-	203,616
The 2021 Covid Impact Fund	-	70,550	(55,000)	-	15,550
HZG Science Block Donation	-	127,500	-	-	127,500
All other funds less than £1,000	2,032	-	-	-	2,032
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School	576,945	332,763	(55,001)	7,401	862,108
KBS Foundation funds for:					
John Davie Room Refurbishment	890	-	-	-	890
Fitzjames Extension	6,068	122	-	-	6,190
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	6,958	122	-	-	7,080
Martin Barber Trust	12,636	8,340	(672)	-	20,304
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	12,636	8,340	(672)	-	20,304
Eliminated on consolidation	(188,153)	-	-	-	(188,153)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Group	408,386	341,225	(55,673)	7,401	701,339
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

The Scholarship and Prize Fund was set up from donations received to provide income for pupil scholarships and prizes.

The Fitzjames Theatre Fund comprises gifts restricted by donors to the Foundation for making improvements to the stage and auditorium of the theatre at King's School, Bruton.

The 2019 Commemoration Fund was established for fund raising for the school's Five Hundredth Anniversary celebrations.

The Arnold Hayward Stevenson Bursary Fund was set up from donations received to enable a gifted pupil with potential to further education in art or architecture or the history of art or architecture, to attend the school as an Art or Art History Scholar, who might otherwise not be able to afford to do so.

The John Davie Room Refurbishment Fund was established to raise monies towards the costs of refurbishment of the John Davie Room, the next stage in the Memorial Hall Refurbishment Project.

The Old Brutonian Golf Society Fund is set up to contribute to the cost of golf tuition for King's School pupils.

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20: Restricted funds: movement in the year (continued)

The Art Gallery fund comprises gifts to the Foundation restricted by donors to build a gallery in the school Design Centre (King's Bruton) for exhibitions of students' art and the work of artists in the local community.

The 2021 Covid Impact Fund was set up through donations from Old Brutonians in order to support families specifically affected by the pandemic who otherwise would not have been able to continue to afford to send their children to the school.

The Hazlegrove Science Block fund is a donation specifically for the refurbishment and purchase of equipment for the Science facilities at Hazlegrove.

The Fitzjames Extension fund comprises gifts to the Foundation restricted by donors to provide a purpose-built fitness suite and gymnasium and separate these activities from the school theatre (King's Bruton) which is housed in the same building.

The Martin Barber Trust was set up in the prior year to fund scholarships or bursaries for children living within the boundaries of the parish of Bruton, Somerset, or a child of a former pupil of King's School, Bruton, to enable them to be educated at King's School, Bruton.

The Turing Scheme was established by the Department for Education in 2021 as a student exchange scheme, and to provide funding for international opportunities.

21: Endowment funds: movement in the year (Group and School)

2022

	Balance brought forward £	Income £	Expenditure £	Investment losses £	Balance Carried forward £
Permanent endowment – endowment properties	156,419	-	-	-	156,419
Martin Barber Trust	487,164	-	-	(38,501)	448,663
	<u>643,583</u>	<u>-</u>	<u>-</u>	<u>(38,501)</u>	<u>605,082</u>

2021

	Balance brought forward £	Income £	Expenditure £	Investment gains/ (losses) & transfers £	Balance Carried forward £
Permanent endowment – endowment properties	156,419	-	-	-	156,419
Martin Barber Trust	451,626	-	-	35,538	487,164
	<u>608,045</u>	<u>-</u>	<u>-</u>	<u>35,538</u>	<u>643,583</u>

Certain School properties have been identified as permanent endowment assets and are shown separately as a permanent endowment fund.

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22: Analysis of net assets between funds

Group

<u>2022</u>	Unrestricted Funds £	Restricted funds £	Endowment funds £	Total funds £
Tangible fixed assets	26,659,166	-	156,419	26,815,585
Investments	1,340,000	561,409	170,000	2,071,409
Current assets	5,631,945	80,639	278,663	5,991,247
Liabilities	(8,785,950)	-	-	(8,785,950)
	<u>24,845,161</u>	<u>642,048</u>	<u>605,082</u>	<u>26,092,291</u>
<u>2021</u>	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Tangible fixed assets	20,562,194	-	156,419	20,718,613
Investments	-	56,071	170,000	226,071
Current assets	3,209,413	645,268	317,164	4,171,845
Liabilities	(5,590,763)	-	-	(5,590,763)
	<u>18,180,844</u>	<u>701,339</u>	<u>643,583</u>	<u>19,525,766</u>

School

<u>2022</u>	Unrestricted Funds £	Restricted funds £	Endowment funds £	Total funds £
Tangible fixed assets	21,361,127	-	156,419	21,517,546
Investments	-	400,702	-	400,702
Current assets	5,294,178	411,215	-	5,705,393
Liabilities	(6,906,728)	-	-	(6,906,728)
	<u>19,748,577</u>	<u>811,917</u>	<u>156,419</u>	<u>20,716,913</u>
<u>2021</u>	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Tangible fixed assets	20,562,194	-	156,419	20,718,613
Investments	-	56,071	170,000	226,071
Current assets	3,209,413	645,268	317,164	4,171,845
Liabilities	(5,590,763)	-	-	(5,590,763)
	<u>18,180,844</u>	<u>701,339</u>	<u>643,583</u>	<u>19,525,766</u>

KING'S SCHOOL, BRUTON
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23: Operating lease commitments

At 30 June 2021 the total of the group's future minimum lease payments under non-cancellable operating leases was:

	2022 £	2021 £
Amounts due in one year	127,825	86,169
Amounts due between one and five years	152,076	87,007
	<u> </u>	<u> </u>

24: Capital commitments

There were no capital commitments at 30 June 2022 (2021: £77,634 in relation to the deposit on a science refurbishment that started in July 2021).

25: Reconciliation of net income to net cash inflow from operating activities

	2022 £	2021 £
Net income	6,566,525	929,485
Non-operating cashflows eliminated:		
Interest received	(12,081)	(8,676)
Income arising on acquisition of BSG	(7,265,068)	-
Interest payable	74,404	51,662
Gain on investments	85,862	(7,401)
Depreciation	556,397	530,831
Gain on revaluation of investment property	-	(35,538)
Finance cost pension provision	1,000	3,000
Pension provision movement	(216,800)	(72,000)
Decrease in stocks	4,860	5,547
(Increase)/decrease in debtors	(587,211)	335,021
Increase/(decrease) in creditors	2,590,461	(333,492)
	<u> </u>	<u> </u>
	1,798,349	1,398,439
	<u> </u>	<u> </u>

Analysis of changes in Net Debt

	1 July 2021	Cashflows	30 June 2022
Cash at bank and in hand	3,817,286	1,237,051	5,054,337
Borrowings excluding overdrafts	(2,964,014)	(592,025)	(3,556,039)
	<u> </u>	<u> </u>	<u> </u>
	853,272	645,026	1,498,298
	<u> </u>	<u> </u>	<u> </u>

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26: Related party transactions

The key management personnel of the school and Group are detailed in the Governors' Report. The total remuneration for these personnel in the year was £980,501 (2021: £753,243).

Transactions with group undertakings (School)

During the year the school gave a £2,850 (2021: £2,575) donation to its subsidiary KSB Foundation which was used against the audit fees. During the year the school received a donation of £nil from KSB Foundation (2021: £4,806). At the year end there were no outstanding balances (2021: £nil).

During the year the school recharged £34,904 (2021: £35,787) to its subsidiary Crown & Dolphin Enterprises Limited for payroll costs. At the year end the school was due £25,841 (2021: £35,260).

During the year the school received £10,476 (2021: £8,340) on behalf of its subsidiary The Martin Barber Trust in respect to donations made to them and paid £642 (2021: £672) of legal and maintenance fees on their behalf. At the 30 June 2021 King's School, Bruton was holding £326,626 on behalf of the Martin Barber Trust in relation to The Martin Barber Legacy. During the year ended 30 June 2022 King's School, Bruton invested this sum under the instruction of The Martin Barber Trust. At the year end £8,732 (2021: £325,524) is due to the subsidiary.

On 28 February 2022, King's School, Bruton acquired control of Bruton School for Girls Limited and its subsidiary Bruton Girls School Trading Company Limited. The cost of the acquisition comprised cash consideration of £nil. Refer to note 28 for further detail.

During the year the school paid £7,755 (2021: £nil) to its subsidiary Bruton School for Girls Limited, in relation to the usage of the subsidiary's minibus facilities. At the year end there were no outstanding balances (2021: £nil).

27: Pension schemes

The school operates a defined contribution scheme operated by Legal and General. Up until 31 August 2021 the school participated in the Teachers' Pension Scheme (England and Wales) ("the TPS") for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £237,197 (2021: £954,334) and at the year-end £28,497 (2021: £112,695) was accrued in respect of contributions to this scheme.

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pensions 2014. Membership is automatic for teachers. All teachers have the option to opt-out of the TPS following enrolment. The TPS is an unfunded scheme and members contribute on a 'pay as you go' basis – these contributions along with those made by employers are credited to the Exchequer. The school has accounted for its contributions to the scheme as if it were a defined contribution scheme. The school has set out below the information available on the scheme.

Valuation of the Teachers' Pensions 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 2016. The valuation report was published by the Department for Education on 5 March 2019. The key elements of the valuation and subsequent consultation are:

- Total scheme liabilities for service (pensions currently payable and the estimated cost of future benefits) of £218 billion
- Value of notional assets (estimated future contributions together with the proceeds from the notional investments held at the valuation date) of £196 billion
- Notional past service deficit of £22 billion
- Discount rate is 2.4% in excess of CPI

As a result of the valuation, new employer contribution rates were set at 23.68% (including a 0.08% administration levy) of pensionable pay from September 2019 onwards (compared to 16.48% during 2018/19). The next valuation result is due to be implemented from 1 April 2023.

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27: Pension schemes (continued)

Valuation of the Teachers' Pensions Scheme (continued)

Under the definitions set out in FRS 102, the TPS is a multi-employer pension scheme. King's School, Bruton has accounted for its contributions to the scheme as if it were a defined contribution scheme. King's School, Bruton has set out above the information available on the scheme.

With effect from 1 September 2021 the school left the TPS.

The TPT Retirement Solutions

Non-academic staff are entitled to contribute to a pension scheme known as The TPT Retirement Solutions. This is a multi-employer pension plan and in most respects is a money purchase arrangement, although it has in the past included certain guarantee elements as described below. The same scheme has been used for Auto Enrolment (staging date February 2014) although at lower contribution levels (as below).

Contributions paid into the Plan up to and including September 2001 were converted to defined amounts of pension payable from Normal Retirement Date. From October 2001 contributions were invested in personal funds which have a capital guarantee and which are converted to pension on retirement, either within the Plan or by the purchase of an annuity.

The rules of the Plan allow for the declaration of bonuses and/or investment credits if this is within the financial capacity of the Plan assessed on a prudent basis. Bonuses/investment credits are not guaranteed and are declared at the discretion of the Plan's Trustee.

The Trustee commissions an actuarial valuation of the Plan every three years. The purpose of the actuarial valuation is to determine the funding position of the Plan by comparing the assets with the past service liabilities as at the valuation date. Asset values are calculated by reference to market levels. Accrued past service liabilities are valued by discounting expected future benefit payments using a discount rate calculated by reference to the expected future investment returns.

The rules of the Plan give the Trustee the power to require employers to pay additional contributions in order to ensure that the statutory funding objective under the Pensions Act 2004 is met. The statutory funding objective is that a pension scheme should have sufficient assets to meet its past service liabilities, known as Technical Provisions.

If the actuarial valuation reveals a deficit, the Trustee will agree a recovery plan to eliminate the deficit over a specified period of time either by way of additional contributions from employers, investment returns or a combination of these.

The rules of the Plan state that the proportion of obligatory contributions to be borne by the member and the member's employer shall be determined by agreement between them. Such agreement shall require the employer to pay part of such contributions and may provide that the employer shall pay the whole of them.

The school paid contributions at a rate of 8.75% (2% for Auto Enrolment) of member salaries during the year. The cost for the year was £184,404 (2021: £263,735) and the outstanding contributions at the balance sheet date were £22,757 (2021 £29,100.)

As at the balance sheet date there were 139 (2021: 158) active members of the Plan employed by the school, of whom 50 (2021: 50) were in the Auto Enrolment scheme. The school continues to offer membership of the Plan to its employees.

It is not possible in the normal course of events to identify on a reasonable and consistent basis the share of underlying assets and liabilities belonging to individual participating employers. The Plan is a multi-employer scheme, where the assets are co-mingled for investment purposes, and benefits are paid out of the Plan's total assets. In accordance with FRS 102 the plan is accounted for as defined contribution scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2017. This valuation showed assets of £794.9m, liabilities of £926.4m and a deficit of £131.5m. To eliminate this funding shortfall, the Trustee has asked the participating employers to pay additional contributions to the scheme.

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the Series 1 and Series 2 scheme liabilities.

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27: Pension schemes (continued)

The TPT Retirement Solutions (continued)

Where the scheme is in deficit and where the school has agreed to a deficit funding arrangement the school recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed below. The unwinding of the discount rate is recognised as a finance cost and any periodic re-estimation of the deficit funding is recognised directly in income and expenditure:

	Group 2022 £	School 2022 £	Group 2021 £	School 2021 £
Pension provision	83,472	59,000	275,000	275,000
	<u>83,472</u>	<u>59,000</u>	<u>275,000</u>	<u>275,000</u>

Reconciliation of pension provision

	Group 2022 £	School 2022 £	Group 2021 £	School 2021 £
Provision at the start of the period	275,000	275,000	344,000	344,000
Acquisition through business combinations	24,472	-	-	-
Unwinding of discount factor	1,000	1,000	3,000	3,000
Utilised in year	(63,000)	(63,000)	(72,000)	(72,000)
Decrease due to change in discount rate	(154,000)	(154,000)	-	-
	<u>83,472</u>	<u>59,000</u>	<u>275,000</u>	<u>275,000</u>

The Pensions Regulator has the power under Part 3 of the Pensions Act 2004 to issue scheme funding directions where it believes that the actuarial valuation assumptions and/or recovery plan are inappropriate. For example, the Regulator could require that the Trustee strengthens the actuarial assumptions (which would increase the Plan liabilities and hence impact on the recovery plan) or impose a schedule of contributions on the Plan (which would effectively amend the terms of the recovery plan). A copy of the recovery plan in respect of the September 2011 valuation was forwarded to The Pensions Regulator on 2 October 2012, as is required by legislation.

The scheme is classified as a 'last-man standing arrangement'. Therefore the school is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. The participating employers are therefore, jointly and severally liable for the deficit in respect of TPT Retirement Solutions.

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28: Acquisitions

On 28 February 2022, King's School, Bruton acquired control of Bruton School for Girls Limited and its subsidiary Bruton Girls School Trading Company Limited. The cost of the acquisition comprised cash consideration of £nil. The substance of the acquisition is that of a gift and it has been accounted for under the purchase method in the consolidated financial statements of the group. The assets and liabilities were valued at their fair value and recognised in the balance sheet under the appropriate headings with a corresponding net amount recognised as a net gain in the Statement of Financial Activities.

The following table sets out the fair values of the identifiable assets and liabilities acquired and an analysis of their recognition in the Statement of Financial Activities:

	Net book value £	Fair value adjustments £	Fair value at the date of acquisition £
Tangible fixed assets	3,731,930	1,598,070	5,330,000
Investment properties	1,475,000	(305,000)	1,170,000
Listed investments	42,586	-	42,586
Cash	950,983	-	950,983
Total assets	<u>6,200,499</u>	<u>1,293,070</u>	<u>7,493,569</u>
Pension liability	(109,840)	-	(109,840)
Other net liabilities	(118,661)	-	(118,661)
Total liabilities	<u>(228,501)</u>	<u>-</u>	<u>(228,501)</u>
Consideration	<u>-</u>	<u>-</u>	<u>-</u>
Gain on acquisition	<u>5,971,998</u>	<u>1,293,070</u>	<u>7,265,068</u>

Consolidated income and consolidated profit after tax comprise income of £730,972 and loss after tax of £2,414,415 contributed by Bruton School for Girls and Bruton Girls School Trading Company Limited between the date of its acquisition and 30 June 2022.