

THE ISLAND PROJECT

England & Wales · Charity number 1119034

Details

Status	Registered
Legal form	Charitable company
Company number	05924196
Registered	2007-05-02
Register	View on the Charity Commission register

Contact

Address	Jerrings Hall Farm Tanworth Lane Shirley Solihull West Midlands B90 4DX
Phone	01675442588
Email	admin@ipschool.co.uk
Website	www.theislandproject.co.uk

Activities

Objects: TO PROMOTE, MAINTAIN AND ADVANCE THE EDUCATION AND WELLBEING OF CHILDREN AND YOUNG PEOPLE WITH AUTISM AND RELATED COMMUNICATION AND BEHAVIOURAL DISORDERS IN THE WEST MIDLANDS AND WARWICKSHIRE AREA.

Activities: To provide an education for children with autism through the introduction of effective communications systems enabling them to access any area of the national curriculum; to provide assistance and support for the family and friends of children with autism and enabling them to participate in the wider community. To allow independence through communication for children and adults with autism

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Acts As An Umbrella Or Resource Body, Other Charitable Activities
- **What:** Education/training, Disability
- **Who:** Children/young People, People With Disabilities

Geography

- **Area of benefit:** THE WEST MIDLANDS AND WARWICKSHIRE AREA
- Birmingham City
- Coventry City
- Dudley
- Leicestershire
- Sandwell
- Solihull
- Walsall
- Warwickshire
- Wolverhampton

Finances

Period end	Income	Expenditure	Assets	Employees
2025-05-31	£1,548,345	£1,826,878	£185,772	39
2024-05-31	£1,944,700	£1,660,558	£464,305	35
2023-05-31	£1,741,154	£1,528,530	£180,163	41
2022-05-31	£1,330,496	£1,340,163	£-32,461	42
2021-05-31	£1,207,418	£1,217,395	£-22,794	38

Trustees

Name	Role	Appointed
JACQUI WALTERS-HUTTON	Chair	2017-06-28
Connie Frances Browning		2025-05-19
GORDON BOOTH		2017-02-22
Lucy Firth		2017-11-10

THE ISLAND PROJECT

England & Wales - Charity number 1119034

Accounts

REGISTERED COMPANY NUMBER: 05924196 (England and Wales)
REGISTERED CHARITY NUMBER: 1119034

Report of the Trustees and
Audited Financial Statements for the Year Ended 31 May 2025
for
THE ISLAND PROJECT

Michael Dufty Partnership Limited
Statutory Auditors
59-61 Charlotte Street
St Pauls Square
Birmingham
West Midlands
B3 1PX

THE ISLAND PROJECT

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THE ISLAND PROJECT

Report of the Trustees for the Year Ended 31 May 2025

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 May 2025. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Governing Document

The organisation is a charitable company limited by guarantee ("the Charity"), incorporated on 4 September 2006. The Charity was established under a memorandum of Association which established the objectives and powers of the charitable company and is governed under its Articles of Association. In the event of the Charity being wound up members are required to contribute an amount not exceeding £10.

Recruitment and appointment of Trustees

The directors of the Charity are also charity trustees for the purpose of charity law and under the Charity's Articles are known as Trustees.

OBJECTIVES AND ACTIVITIES

Objectives and aims

To advance the education and well being of children and young people with autism

To advance the acceptance of those diagnosed with autism through a school and through the provision of training, training materials and the dissemination of research results to professionals and carers.

To promote and maintain assistance

To provide guidance, assistance and help to families and carers of children and young people diagnosed with autism and associated disorders.

To raise funds and invite and receive contributions

The Charity will draw, make, accept, endorse, discount, execute and issue bills, cheques and other instruments and to operate bank accounts in the name of the Charity, providing that in raising funds the Charity shall not undertake any substantial permanent trading activities and shall conform to any relevant statutory regulations.

The Charity has power to acquire, alter, improve and (subject to such consents as may be required by law) to charge or otherwise to dispose of property. It also has power to pay out of the funds of the Charity the costs, charges and expenses of and incidental to the formation and registration of the Charity.

To co-operate with other charities

To co-operate with other charities, voluntary bodies and statutory authorities operating in furtherance of the objectives of similar charitable purposes and to exchange information and advice with them.

To establish or support any additional charitable trusts, associations or institutions formed for all or any of the objectives.

THE ISLAND PROJECT

Report of the Trustees for the Year Ended 31 May 2025

OBJECTIVES AND ACTIVITIES

Significant activities

Jerrings Hall Farm and HS2

The School has completed its first year at Jerrings Hall Farm.

As reported previously, the changed, and much smaller environment, has meant that the School has had to make some practical changes to its operation, such as engaging additional behaviour support. The School has not been able to offer places to verbal pupils under the age of 14 which is an area where we have seen an increased need.

The Trustees had hoped that moving into a newly refurbished site would mean that ongoing maintenance would be minimal, at least in the first few years. However, due to the number of years that Jerrings Hall was unoccupied (over 8 years), there have been a number of maintenance repairs which have arisen as a direct result of this. The school has had to undertake extensive repairs to the fabric of the building, such as repointing on the Hall and Cottage.

The final claim to HS2 has been approved by the Trustees and submitted. However, despite hopes that a final resolution with HS2 would be completed by the end of 2024, this has not yet been reached.

STRATEGIC REPORT

Achievements and performance

Charitable activities

Consultations from local authorities increased by 99.10% on the previous year (which itself was up by 108% on the preceding year). Since detailed records were kept for the academic year 2019 to 2020, the number of consultations received has increased by 2,650%. At the time of writing the report, we have already exceeded the number of consultations for the comparable period last year by almost 50%.

The level of need is indicative of a SEND system in crisis, and the Trustees are carefully monitoring any proposed government changes. Due to the level of need that the School is tailored to accept, the Trustees do not feel that any of the mooted changes will have a significant impact on the School.

On a positive note, the School held a Summer Family Day for friends and supporters. The event featured live music, food and activities. It was wonderful to see our families and pupils join us for the day, along with the many people who have supported us on our journey to new premises. The donations of many individuals and organisations meant that we were able to subsidise food and activities for everyone who came along to celebrate. Particular thanks should be extended to the artists who came along to provide music on the day.

The School is starting to build relationships with new organisations and communities in our new local area, and pupils are exploring the local surroundings as part of their community access.

With thanks to the McPhillips family and Digital Office Systems, our Orwell pupils each completed a weeks' work experience at the DOS offices in Leicester. Both DOS and our pupils thoroughly enjoyed the experience and we hope to repeat this in future years.

The School has been successful in achieving the Super Kind Award and Eco Award this year.

The Super Kind Award the Social Impact Schools Award given by SuperKind Education to schools that have students participate in social action activities. We are proud that all of our pupils have taken part in this award which recognises and celebrates active citizenship, character development, and social action, such as volunteering, fundraising, and raising awareness for causes

The "Eco Award" for schools is an international accreditation that recognises schools for their environmental achievements and sustainability efforts. It is implemented by Keep Britain Tidy and uses, the program uses a seven-step framework to guide students in making their schools more eco-friendly. The award celebrates schools that take action on topics like energy, waste, and biodiversity, empowering students with environmental awareness and green skills.

THE ISLAND PROJECT

Report of the Trustees for the Year Ended 31 May 2025

STRATEGIC REPORT

Financial review

Financial position

For the year ended 31 May 2025, The Island Project reported total income of £1,548,345, a decrease from the £1,944,700 reported in the previous year. Total resources expended for the period amounted to £1,826,878, an increase from £1,660,558 in 2024.

Consequently, the charity reports a net expenditure (deficit) for the year of £278,533, compared to a net income (surplus) of £284,142 in the prior year. This deficit has been funded from the reserves brought forward.

The reduction in total income is primarily attributable to a decrease in compensation income from HS2, which fell to £350,000 from £940,252 in the previous year.

Despite the drop in total income, the charity's core operational revenue remains robust. Income from charitable activities (School fees) showed positive growth, increasing to £1,191,827 from £1,003,664 in 2024.

Expenditure increased during the year as the charity invested in its operations. The primary driver for this increase was direct Staff Costs, which rose to £906,653 (2024: £513,080). This reflects an investment in student capacity, with the average monthly number of employees increasing from 35 to 39.

Reserves policy

It is the policy of the charity that should the charity have any unrestricted funds which have not been designated for a specific use, the charity would aim to maintain these at a level equivalent to between three and six month's expenditure. The trustees continue to aim for the charity to be in a position where it can ensure that that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05924196 (England and Wales)

Registered Charity number

1119034

Registered office

Jerrings Hall Farm
Tanworth Lane
Shirley
Solihull
West Midlands
B90 4DX

Trustees

Jacqueline Anne Walters-Hutton
Gordon Booth
Lucy Doble
Connie Browning (appointed 16/5/2025)

Company Secretary

Mrs S D Gallagher

THE ISLAND PROJECT

Report of the Trustees for the Year Ended 31 May 2025

REFERENCE AND ADMINISTRATIVE DETAILS

Auditors

Michael Dufty Partnership Limited
Statutory Auditors
59-61 Charlotte Street
St Pauls Square
Birmingham
West Midlands
B3 1PX

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of The Island Project for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

THE ISLAND PROJECT

Report of the Trustees for the Year Ended 31 May 2025

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Charity and of the profit or loss of the Charity for that year. In preparing these financial statements, the directors are required to:

- Select suitable accounting policies and apply them consistently.
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity 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.

In so far as the Trustees are aware;

- There is no relevant audit information (information needed by the Charity's auditors in connection with preparing their report) of which the Charity's auditors are unaware,
- The Trustees have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

AUDITORS

A resolution proposing that BK Plus Limited (formerly Michael Dufty Partnership Limited) be reappointed as auditors of the Charity will be put to the Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 16 February 2026 and signed on the board's behalf by:

Mrs J A Walters-Hutton - Trustee

Report of the Independent Auditors to the Trustees of The Island Project

Opinion

We have audited the financial statements of The Island Project (the 'charitable company') for the year ended 31 May 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 May 2025 and of its 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the 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 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 trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Report of the Independent Auditors to the Trustees of The Island Project

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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 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 charitable company or to cease operations, or have no realistic alternative but to do so.

Report of the Independent Auditors to the Trustees of The Island Project

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

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

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

- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including the Charities Act 2011 and Companies Act 2006; and
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and considering available audit information.

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

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

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

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

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

- agreeing financial statement disclosures to underlying supporting documentation;
- enquiring of management as to actual and potential litigation and claims.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any. Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

Report of the Independent Auditors to the Trustees of The Island Project

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Michael Dufty Partnership Limited

Statutory Auditors

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

59-61 Charlotte Street

St Pauls Square

Birmingham

West Midlands

B3 1PX

16 February 2026

THE ISLAND PROJECT

Statement of Financial Activities (Incorporating an Income and Expenditure Account) for the Year Ended 31 May 2025

		2025 Unrestricted fund £	2024 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	3	6,217	285
Charitable activities	5		
Education		1,191,827	1,003,664
Other trading activities	4	301	499
Other income	6	350,000	940,252
Total		<u>1,548,345</u>	<u>1,944,700</u>
 EXPENDITURE ON			
Raising funds	7	-	303
Charitable activities	8		
Education		1,826,878	1,660,255
Total		<u>1,826,878</u>	<u>1,660,558</u>
 NET INCOME/(EXPENDITURE)		(278,533)	284,142
 RECONCILIATION OF FUNDS			
Total funds brought forward		464,305	180,163
 TOTAL FUNDS CARRIED FORWARD		<u><u>185,772</u></u>	<u><u>464,305</u></u>

The notes form part of these financial statements

THE ISLAND PROJECT

Balance Sheet 31 May 2025

		2025 Unrestricted fund £	2024 Total funds £
	Notes		
FIXED ASSETS			
Tangible assets	15	78,608	56,191
CURRENT ASSETS			
Debtors	16	238,265	343,757
Cash at bank		225,074	289,647
		<u>463,339</u>	<u>633,404</u>
CREDITORS			
Amounts falling due within one year	17	(356,175)	(222,248)
		<u>107,164</u>	<u>411,156</u>
NET CURRENT ASSETS			
TOTAL ASSETS LESS CURRENT LIABILITIES		185,772	467,347
CREDITORS			
Amounts falling due after more than one year	18	-	(3,042)
		<u>185,772</u>	<u>464,305</u>
NET ASSETS			
FUNDS	21		
Unrestricted funds		185,772	464,305
TOTAL FUNDS		<u>185,772</u>	<u>464,305</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2025.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The financial statements were approved by the Board of Trustees and authorised for issue on 16 February 2026 and were signed on its behalf by:

The notes form part of these financial statements

THE ISLAND PROJECT

Balance Sheet - continued 31 May 2025

Mrs J A Walters-Hutton - Trustee

The notes form part of these financial statements

THE ISLAND PROJECT

Cash Flow Statement for the Year Ended 31 May 2025

	Notes	2025 £	2024 £
Cash flows from operating activities			
Cash generated from operations	1	(15,045)	236,611
Finance costs paid		-	(900)
Net cash (used in)/provided by operating activities		<u>(15,045)</u>	<u>235,711</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(47,447)	(55,970)
Repayment of loans		-	(5,139)
Net cash used in investing activities		<u>(47,447)</u>	<u>(61,109)</u>
Cash flows from financing activities			
Loan repayments in year		(2,081)	(1,954)
Net cash used in financing activities		<u>(2,081)</u>	<u>(1,954)</u>
Change in cash and cash equivalents in the reporting period		<u>(64,573)</u>	<u>172,648</u>
Cash and cash equivalents at the beginning of the reporting period		<u>289,647</u>	<u>116,999</u>
Cash and cash equivalents at the end of the reporting period		<u><u>225,074</u></u>	<u><u>289,647</u></u>

The notes form part of these financial statements

THE ISLAND PROJECT

Notes to the Cash Flow Statement for the Year Ended 31 May 2025

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025 £	2024 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(278,533)	284,142
Adjustments for:		
Depreciation charges	25,029	4,241
Finance costs	-	900
Decrease in debtors	105,492	1,986
Increase/(decrease) in creditors	132,967	(54,658)
Net cash (used in)/provided by operations	<u>(15,045)</u>	<u>236,611</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.6.24 £	Cash flow £	At 31.5.25 £
Net cash			
Cash at bank	289,647	(64,573)	225,074
	<u>289,647</u>	<u>(64,573)</u>	<u>225,074</u>
Debt			
Debts falling due within 1 year	(2,000)	(961)	(2,961)
Debts falling due after 1 year	(3,042)	3,042	-
	<u>(5,042)</u>	<u>2,081</u>	<u>(2,961)</u>
Total	<u>284,605</u>	<u>(62,492)</u>	<u>222,113</u>

The notes form part of these financial statements

THE ISLAND PROJECT

Notes to the Financial Statements for the Year Ended 31 May 2025

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The principal activity of the charity is the advancement of education for children and young people aged 5-19 with Autism Spectrum Disorder (ASD) and associated complex needs. This is achieved through the operation of The Island Project School in Solihull.

The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

Compensation for the operational disruption and increased running costs arising from the relocation is recognised when entitlement is established, receipt is probable, and the amount can be reliably measured.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Leasehold improvements	- The period of the lease
Fixtures and fittings	- 25% on cost
Computer equipment	- 25% on cost

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

THE ISLAND PROJECT

Notes to the Financial Statements - continued for the Year Ended 31 May 2025

1. ACCOUNTING POLICIES - continued

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Debtors

Debtors include trade debtors, prepayments and certain other financial instruments. Prepayments are payments made for goods or services that will be received in the future. These are initially recorded as assets and amortised over time as the benefit of the prepaid expense is realised. Where payments are in doubt, a bad debt provision is recognised against any balances that have remained unpaid.

Creditors and Provisions

Creditors include trade creditors and certain other short and long-term financial instruments. Provisions are recognised when an event has taken place that gives rise to a legal or constructive obligation, a transfer of economic benefits is probable, and a reliable estimate can be made. Provisions are measured as the best estimate of the amount required to settle the obligation, considering the related risks and uncertainties, and the related increases are generally charged as an expense to profit or loss.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments and original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

THE ISLAND PROJECT

Notes to the Financial Statements - continued for the Year Ended 31 May 2025

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Certain of the amounts included in the financial statements involve the use of judgement and/or estimation. These judgements and estimates are based on management's best knowledge of the relevant facts and circumstances, having regard to prior experience. Information about such judgements and estimation is contained in the accounting policies and/or notes to the financial statements and the key areas are summarised below:

Judgements in applying accounting policies

The Trustees/Directors must judge whether all the conditions required for income and costs to be recognised in the Statement of Financial Activities have been met.

Sources of estimation

Depreciation rates are based on estimates of the useful lives and residual values of the assets involved.

The carrying value of debtors is assessed and the recoverability of debtors concluded on.

Deferred income is calculated based on the term dates of the school.

3. DONATIONS AND LEGACIES

	2025	2024
	£	£
Donations	6,217	285
	<u> </u>	<u> </u>

4. OTHER TRADING ACTIVITIES

	2025	2024
	£	£
Fundraising events	301	499
	<u> </u>	<u> </u>

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2025	2024
		£	£
School fees	Education	1,191,827	1,003,664
		<u> </u>	<u> </u>

6. OTHER INCOME

	2025	2024
	£	£
Compensation payments	350,000	940,252
	<u> </u>	<u> </u>

THE ISLAND PROJECT

Notes to the Financial Statements - continued for the Year Ended 31 May 2025

7. RAISING FUNDS

Raising donations and legacies

	2025	2024
	£	£
Fundraising events	-	303
	<u> </u>	<u> </u>

8. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 9) £	Totals £
Education	1,171,859	655,019	1,826,878
	<u> </u>	<u> </u>	<u> </u>

9. SUPPORT COSTS

	Finance £	Information technology £	Other £	Totals £
Education	245	21,262	633,512	655,019
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Support costs, included in the above, are as follows:

Finance

	2025	2024
	Education	Total activities
	£	£
Bank charges	245	375
Interest payable	-	900
	<u> </u>	<u> </u>
	245	1,275
	<u> </u>	<u> </u>

Information technology

	2025	2024
	Education	Total activities
	£	£
Telephone and computer costs	21,262	18,625
	<u> </u>	<u> </u>

THE ISLAND PROJECT

Notes to the Financial Statements - continued for the Year Ended 31 May 2025

9. SUPPORT COSTS - continued Other

	2025	2024
	Education	Total activities
	£	£
Wages	108,568	112,781
Other operating leases	145,031	187,949
Rates and water	1,648	2,374
Insurance	39,580	32,364
Light and heat	16,028	23,452
Postage and stationery	14,040	14,098
Sundries	1,972	12,141
Staff training	14,011	9,876
Cleaning	46,990	43,589
Repairs and renewals	26,701	32,987
HS2 related expenditure	136,406	213,717
Motor expenses	29,490	28,241
Legal and professional fees	66,327	24,240
Depreciation of tangible fixed assets	25,030	4,241
Exceptional items	(38,310)	-
	<u>633,512</u>	<u>742,050</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2025	2024
	£	£
Depreciation - owned assets	25,030	4,241
Other operating leases	<u>145,031</u>	<u>187,949</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 May 2025 nor for the year ended 31 May 2024.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 May 2025 nor for the year ended 31 May 2024.

THE ISLAND PROJECT

Notes to the Financial Statements - continued for the Year Ended 31 May 2025

12. STAFF COSTS

	2025	2024
	£	£
Wages and salaries	929,734	566,448
Social security costs	70,265	52,258
Other pension costs	15,222	15,222
	<u>1,015,221</u>	<u>633,928</u>

The total amount of employee benefits received by key management personnel is £247,717 (2024 - £237,400).

The average monthly number of employees during the year was as follows:

	2025	2024
Direct	33	29
Indirect	6	6
	<u>39</u>	<u>35</u>

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

	2025	2024
£60,001 - £70,000	3	2

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	285
Charitable activities	
Education	1,003,664
Other trading activities	499
Other income	940,252
Total	<u>1,944,700</u>
EXPENDITURE ON	
Raising funds	303
Charitable activities	
Education	1,660,255
Total	<u>1,660,558</u>
NET INCOME	284,142
RECONCILIATION OF FUNDS	
Total funds brought forward	180,163

THE ISLAND PROJECT

Notes to the Financial Statements - continued for the Year Ended 31 May 2025

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

Unrestricted
fund
£

TOTAL FUNDS CARRIED FORWARD

464,305

14. AUDITORS' REMUNERATION

Fees payable to the charity's auditor was £3,800 (2024: £3,800).

15. TANGIBLE FIXED ASSETS

	Leasehold improvements £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 June 2024	12,955	41,884	8,068	62,907
Additions	-	37,318	10,129	47,447
At 31 May 2025	12,955	79,202	18,197	110,354
DEPRECIATION				
At 1 June 2024	682	1,544	4,490	6,716
Charge for year	682	19,801	4,547	25,030
At 31 May 2025	1,364	21,345	9,037	31,746
NET BOOK VALUE				
At 31 May 2025	11,591	57,857	9,160	78,608
At 31 May 2024	12,273	40,340	3,578	56,191

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Trade debtors	146,762	19,706
Other debtors	80,000	305,139
Prepayments	11,503	18,912
	238,265	343,757

THE ISLAND PROJECT

Notes to the Financial Statements - continued for the Year Ended 31 May 2025

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Bank loans and overdrafts (see note 19)	2,961	2,000
Trade creditors	2,671	276
Social security and other taxes	46,203	13,298
Other creditors	279,311	172,512
Accrued expenses	25,029	34,162
	<u>356,175</u>	<u>222,248</u>

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2025	2024
	£	£
Bank loans (see note 19)	-	3,042
	<u>-</u>	<u>3,042</u>

19. LOANS

An analysis of the maturity of loans is given below:

	2025	2024
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>2,961</u>	<u>2,000</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>-</u>	<u>3,042</u>

20. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2025	2024
	£	£
Within one year	136,232	128,232
Between one and five years	516,116	492,349
In more than five years	373,333	470,000
	<u>1,025,681</u>	<u>1,090,581</u>

THE ISLAND PROJECT

Notes to the Financial Statements - continued for the Year Ended 31 May 2025

21. MOVEMENT IN FUNDS

	At 1.6.24 £	Net movement in funds £	At 31.5.25 £
Unrestricted funds			
General fund	464,305	(278,533)	185,772
TOTAL FUNDS	<u>464,305</u>	<u>(278,533)</u>	<u>185,772</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,548,345	(1,826,878)	(278,533)
TOTAL FUNDS	<u>1,548,345</u>	<u>(1,826,878)</u>	<u>(278,533)</u>

Comparatives for movement in funds

	At 1.6.23 £	Net movement in funds £	At 31.5.24 £
Unrestricted funds			
General fund	180,163	284,142	464,305
TOTAL FUNDS	<u>180,163</u>	<u>284,142</u>	<u>464,305</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,944,700	(1,660,558)	284,142
TOTAL FUNDS	<u>1,944,700</u>	<u>(1,660,558)</u>	<u>284,142</u>

THE ISLAND PROJECT

Notes to the Financial Statements - continued for the Year Ended 31 May 2025

21. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.6.23 £	Net movement in funds £	At 31.5.25 £
Unrestricted funds			
General fund	180,163	5,609	185,772
TOTAL FUNDS	<u>180,163</u>	<u>5,609</u>	<u>185,772</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	3,493,045	(3,487,436)	5,609
TOTAL FUNDS	<u>3,493,045</u>	<u>(3,487,436)</u>	<u>5,609</u>

22. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 May 2025.

23. DEFERRED INCOME

	Under 1 year £	Over 1 year £	Total £
At 1 June 2024	169,655	-	169,655
Additions during the year	277,530	-	277,530
Amounts released to income	169,655	-	169,655
At 31 May 2025	<u>277,530</u>	<u>-</u>	<u>277,530</u>
At 1 June 2023	221,516	-	221,516
Additions during the year	169,655	-	169,655
Amounts released to income	221,516	-	221,516
At 31 May 2024	<u>169,655</u>	<u>-</u>	<u>169,655</u>

Deferred income represents amounts invoiced in advance relating to the Summer 2025 term, covering the period from 23 April 2025 to 8 August 2025.

THE ISLAND PROJECT

Notes to the Financial Statements - continued for the Year Ended 31 May 2025

24. PENSIONS AND OTHER POST-RETIREMENT BENEFITS

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £15,222 (2024 - £15,222).

The defined contribution liability is allocated to unrestricted funds and education.

THE ISLAND PROJECT

England & Wales - Charity number 1119034

Accounts

Charity Registration No. 1119034

Company Registration No. 05924196 (England and Wales)

THE ISLAND PROJECT
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2024

THE ISLAND PROJECT

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	L J Doble G Booth J A Walters-Hutton
Secretary	S D Gallagher
Charity number	1119034
Company number	05924196
Registered office	Jerrings Hall Farm Tanworth Lane Shirley Solihull B90 4DX
Auditor	Sumer Auditco Limited The Beehive Beehive Ring Road London Gatwick Airport Gatwick United Kingdom RH6 0PA

THE ISLAND PROJECT

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THE ISLAND PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MAY 2024

The trustees present their annual report and financial statements for the year ended 31 May 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charities governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

To advance the education and well being of children and young people with autism

To advance the acceptance of those diagnosed with autism through a school and through the provision of training, training materials and the dissemination of research results to professionals and carers.

To promote and maintain assistance

To provide guidance, assistance and help to families and carers of children and young people diagnosed with autism and associated disorders.

To raise funds and invite and receive contributions

The Charity will draw, make, accept, endorse, discount, execute and issue bills, cheques and other instruments and to operate bank accounts in the name of the Charity, providing that in raising funds the Charity shall not undertake any substantial permanent trading activities and shall conform to any relevant statutory regulations.

The Charity has power to acquire, alter, improve and (subject to such consents as may be required by law) to charge or otherwise to dispose of property. It also has power to pay out of the funds of the Charity the costs, charges and expenses of and incidental to the formation and registration of the Charity.

To co-operate with other charities

To co-operate with other charities, voluntary bodies and statutory authorities operating in furtherance of the objectives of similar charitable purposes and to exchange information and advice with them.

To establish or support any additional charitable trusts, associations or institutions formed for all or any of the objectives.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

THE ISLAND PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MAY 2024

Achievements and performance

Consultations from local authorities increased by 108% on the previous year up to 31 August 2024. At the time of writing the report, we have already exceeded the number of consultations for the comparable period last year by 20%

The School is starting to build relationships with new organisations and communities in our new local area, and pupils are exploring the local surroundings as part of their community access.

Following signing up with Talentino, our post 14 pupils are hoping to access work experience with a local garden centre and Digital Office Systems

Following the move to the new site, we now have a dedicated group space called The Enrichment Centre. This is a group space which can be used flexibly by pupils, but also allows us to invite parents and other organisations along. Highlights have been a welcome open day for parents, and Christmas Mince Pie and Coffee for parents and supporters.

Our post 14 pupils in our Orwell Unit held a photography exhibition in the Enrichment Centre which was attended by parents. We were also able to host a Junk Percussion Workshop which was enjoyed by pupils and Staff. We have visits from the Animal Man and workshops run by Warwickshire County Cricket Club.

Importantly, this space allows us to run Communication Cafe every Tuesday attended by younger pupils, allowing them the opportunity to practice various skills and expand communication. Pupils are involved in running the Communication Cafe, shopping for items and preparing food and generalising their skills in a safe space. Some of our older pupils help to set up the Communication Cafe on a weekly basis as part of their internal work experience, which also helps promote inclusion in the wider School Community.

The School has been able to celebrate "whole school" events which brings together all pupils across the site with all school staff, including those who do not work with them directly, such as the administrative team. This has included an offsite Christmas Fayre, a Summer Party and a Halloween event. The new site gives us some limited indoor and outdoor spaces to continue these type of activities and introduce new ones.

Finally, despite the national staffing crisis, the School has managed to retain staff following the move, recruit new staff and maintain safe staffing ratios for the day to day running of the School. Whilst there has been some session cancellations following the move to allow for emergency work to be done (eg, repairs to school sewerage system or maintenance of new door access systems), the School has consistently managed to provide safe staffing levels. This has been challenging, particularly around staff recruitment, but the School has nurtured relationships with two key recruitment agencies to ensure that recruitment and retention is successful.

The Future

Following a prolonged period of uncertainty and upheaval caused by the impending move, now that the School is settled into its new environment, we look forward to rebuilding the School and increasing pupil numbers. We have had 5 new pupils join since we commenced transition to the new site, and we look forward to increasing pupil numbers further over the coming year.

Reserves policy

It is the policy of the charity that should the charity have any unrestricted funds which have not been designated for a specific use, the charity would aim to maintain these at a level equivalent to between three- and six-month's expenditure. The trustees continue to aim for the charity to be in a position where it can ensure that that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

THE ISLAND PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 MAY 2024*

Structure, governance and management

The organisation is a charitable company limited by guarantee ("the Charity"), incorporated on 4 September 2006. The Charity was established under a memorandum of Association which established the objectives and powers of the charitable company and is governed under its Articles of Association. In the event of the Charity being wound up members are required to contribute an amount not exceeding £10.

The trustees who are also the directors for the purpose of company law, who served during the year and up to the date of signature of the financial statements were:

L J Doble

C P Browning

(Resigned 9 August 2024)

G Booth

J A Walters-Hutton

THE ISLAND PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 31 MAY 2024**

Jerrings Hall Farm and HS2

On 28th March 2024, the School were handed keys to Jerrings Hall Farm following refurbishment by HS2 under the terms of our relocation agreement.

Over the following 3 months, additional fit out and works were undertaken, including essential health and safety work such as additional fencing to the grounds to ensure pupil safety. The site was fitted out with furniture and equipment ready to enable transition for pupils.

HS2 first came to speak to the School over 10 years ago, and it was originally anticipated that HS2 would buy the School out of its lease at Diddington Hall, which would have been for a period of approximately 8 years. In reality, the School was required to vacate Diddington Hall within a very short timescale as Building Control Sign Off was not received until 28th June 2024. This did mean that additional unanticipated costs were incurred, and there was a considerable strain on the School, pupils and senior leadership team.

Following sign off by Building Control, pupils started to transition to the new school premises on 6th July, and summer school in the last 3 weeks of term was held at Jerrings Hall Farm.

Due to the protracted delays the School was required to vacate Diddington Hall within a very short timescale as the School's lease had expired. This meant that the agreed 6 month transition was not forthcoming, and the keys to Diddington Hall were handed on 9th August 2024.

Working to such a reduced timetable increased the workload on the senior leadership team leading to a huge amount of stress and pressure at a time when the School is still trying to recover from the devastating impact that HS2 has had on the organisation. It is only due to the tremendous efforts of everyone involved that the move was achieved in such a conflated timeframe and with as little impact on pupils as possible.

The impact to the physical and mental wellbeing of the senior leadership team cannot be underestimated and the Trustees would like to recognise the incredible achievement of the Senior Leadership Team and Senior Admin Team in overcoming the challenges arising from the impact of HS2 whilst maintaining and running the School.

From September 2024, the School has been based exclusively at Jerrings Hall Farm and is currently bedding in to its new site. The changed, and much smaller environment, has meant that the School has had to make some practical changes to its operation, such as engaging additional behaviour support.

It is with great regret that, following the move, we are not in a position to match our previous offer to help pupils where there is the greatest need. The reduced floor space, reduced number of rooms and smaller room size means that space available offers much less flexibility than we enjoyed previously. Previously, the Island Project had always been able to offer places to those pupils most in need, but the changed space means that the School is less able to react to changing needs within the SEND system, leading to a more restricted diversity of pupil cohort. The School is no longer able to offer places to verbal pupils under the age of 14 which is an area where we have seen an increased need.

Whilst the majority of pupils have settled in to the new site, there are a few who are struggling with the changed environment and reduced space, and School is working with parents and local authorities to support the young people who have found the change particularly difficult.

Despite the move being completed, the long term impact of HS2 is still being felt by the School and this pressure will continue until such time as the School has settled in to its new site and rebuilt pupil numbers. The Trustees hope to reach final resolution with HS2 by the end of this financial year. The Senior Leadership Team continue to work tirelessly to help children and young people with autism, support their families and rebuild a business which has been broken by the impact of HS2.

The School is grateful to a number of organisations who have helped support the transition, including ongoing support from Sanderson Weatherall. Volunteer parties from IMP Properties PLC, Balfour Beatty Vinci, HS2 engagement teams, Knight Frank and Digital Office Systems have been invaluable in setting up the new environment for pupils.

THE ISLAND PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MAY 2024

Auditor

In accordance with the company's articles, a resolution proposing that Sumer Auditco Limited be reappointed as auditor of the company will be put at a General Meeting.

The Trustees' report was approved by the Board of Trustees.



J A Walters-Hutton

19 February 2025

THE ISLAND PROJECT

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MAY 2024

The Trustees, who are also the directors of The Island Project for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity 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.

In so far as the Trustees are aware;

- There is no relevant audit information (information needed by the Charity's auditors in connection with preparing their report) of which the Charity's auditors are unaware,
- The Trustees have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity 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.

THE ISLAND PROJECT

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE ISLAND PROJECT

Opinion

We have audited the financial statements of The Island Project (the 'charity') for the year ended 31 May 2024 which comprise the statement of financial activities, the balance sheet, the 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 Financial Reporting Standard 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 charitable company's affairs as at 31 May 2024 and of its incoming resources and application of resources, 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 charity 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 the provisions available for small entities, in the circumstances set out in note 20 to the financial statements, 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 charity'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 annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

THE ISLAND PROJECT

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF THE ISLAND PROJECT

Responsibilities of trustees

As explained more fully in the statement of Trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose 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 charity'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 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

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

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

- Identifying and testing journal entries and the overall accounting records, in particular those that were significant and unusual.
- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Testing key income lines, in particular cut-off, for evidence of management bias.
- Reviewing completeness of related party balances and transactions.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation from the events and transactions reflected in the financial statements, as we will be less likely to be aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://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 charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

THE ISLAND PROJECT

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF THE ISLAND PROJECT

Richard Horton.

Mr Richard Horton FCCA (Senior Statutory Auditor)

For and on behalf of Sumer Auditco Limited, Statutory Auditor

Chartered Accountants

The Beehive

Beehive Ring Road

London Gatwick Airport

Gatwick

RH6 0PA

United Kingdom

Date:

27 February 2025.

Sumer Auditco Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE ISLAND PROJECT

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MAY 2024

	Notes	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income and endowments from:			
Donations and legacies	2	285	1,454
Charitable activities	3	1,003,664	1,083,348
Other trading activities	4	499	-
Other income	5	940,252	656,352
Total income		<u>1,944,700</u>	<u>1,741,154</u>
Expenditure on:			
Raising funds	6	303	-
Charitable activities	7	1,660,255	1,528,530
Total expenditure		<u>1,660,558</u>	<u>1,528,530</u>
Net income and movement in funds		284,142	212,624
Reconciliation of funds:			
Fund balances at 1 June 2023		180,163	(32,461)
Fund balances at 31 May 2024		<u>464,305</u>	<u>180,163</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE ISLAND PROJECT

BALANCE SHEET

AS AT 31 MAY 2024

	Notes	2024 £	£	2023 £	£
Fixed assets					
Tangible assets	12		56,191		4,462
Current assets					
Debtors	13	343,757		340,604	
Cash at bank and in hand		289,647		116,999	
		633,404		457,603	
Creditors: amounts falling due within one year	15	(222,248)		(276,867)	
Net current assets			411,156		180,736
Total assets less current liabilities			467,347		185,198
Creditors: amounts falling due after more than one year	16		(3,042)		(5,035)
Net assets			464,305		180,163
The funds of the charity					
Unrestricted funds	18		464,305		180,163
			464,305		180,163

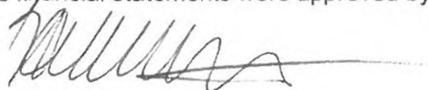
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 May 2024, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the trustees on 19 February 2025



J A Walters-Hutton

Company registration number 05924196 (England and Wales)

THE ISLAND PROJECT

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MAY 2024

	Notes	2024 £	£	2023 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	21		235,711		(36,970)
Investing activities					
Purchase of tangible fixed assets		(55,970)		(3,991)	
Repayment of loans		(5,139)		-	
Net cash used in investing activities			(61,109)		(3,991)
Financing activities					
Repayment of bank loans		(1,954)		(1,907)	
Net cash used in financing activities			(1,954)		(1,907)
Net increase/(decrease) in cash and cash equivalents			172,648		(42,868)
Cash and cash equivalents at beginning of year			116,999		159,867
Cash and cash equivalents at end of year			289,647		116,999

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2024

1 Accounting policies

Charity information

The Island Project is a private company limited by guarantee incorporated in England and Wales. The registered office is Jerrings Hall Farm, Tanworth Lane, Shirley, Solihull, B90 4DX.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charities governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2024

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold improvements	Over the term of the lease
Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2024

2 Income from donations and legacies

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Donations and gifts	285	1,454

3 Charitable activities

	Charitable income 2024 £	Charitable income 2023 £
Income from charitable activities	1,003,664	1,083,348

4 Income from other trading activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Fundraising events	499	-

5 Other income

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Discretionary compensation payments	940,252	656,352

6 Expenditure on raising funds

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Fundraising and publicity		
Other fundraising costs	303	-

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2024

7 Charitable activities

	Direct Charitable Expenditure 2024 £	Indirect Charitable Expenditure 2024 £	Total 2024 £	Direct Charitable Expenditure 2023 £	Indirect Charitable Expenditure 2023 £	Total 2023 £
Staff costs	773,743	122,657	896,400	826,582	80,458	907,040
Depreciation	-	4,241	4,241	-	1,732	1,732
Therapy	40,211	-	40,211	45,097	-	45,097
Educational resources	37,878	-	37,878	29,022	-	29,022
Sub-contract support	45,793	-	45,793	40,559	-	40,559
CRB checks	680	-	680	1,665	-	1,665
Rent	-	187,949	187,949	-	173,894	173,894
Rates and water	-	2,374	2,374	-	1,715	1,715
Insurance	-	32,364	32,364	-	34,343	34,343
Light and heat	-	23,452	23,452	-	20,368	20,368
Cleaning	-	43,589	43,589	-	41,877	41,877
Property repairs and maintenance	-	32,987	32,987	-	20,948	20,948
Printing, postage and stationery	-	14,098	14,098	-	16,362	16,362
Telephone	-	18,625	18,625	-	11,804	11,804
HS2 related expenditure	-	213,717	213,717	-	110,923	110,923
Motor and travel expenses	-	28,241	28,241	-	30,147	30,147
Legal and professional fees	-	24,240	24,240	-	19,724	19,724
Other charitable expenditure	-	13,416	13,416	-	21,310	21,310
	<u>898,305</u>	<u>761,950</u>	<u>1,660,255</u>	<u>942,925</u>	<u>585,605</u>	<u>1,528,530</u>
	<u>898,305</u>	<u>761,950</u>	<u>1,660,255</u>	<u>942,925</u>	<u>585,605</u>	<u>1,528,530</u>

8 Net movement in funds

2024
£

2023
£

The net movement in funds is stated after charging/(crediting):

Fees payable for the audit of the charity's financial statements
Depreciation of owned tangible fixed assets

3,800
4,241

3,690
1,732

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2024

10 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
	35	41

Employment costs

	2024 £	2023 £
Wages and salaries	558,381	593,866
Social security costs	52,258	43,941
Other pension costs	33,165	25,170
	896,400	907,040

There were no employees whose annual remuneration was more than £60,000.

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

12 Tangible fixed assets

	Leasehold improvements £	Fixtures and fittings £	Computers £	Total £
Cost				
At 1 June 2023	-	2,134	12,713	14,847
Additions	12,955	41,884	1,131	55,970
Disposals	-	(2,134)	(5,776)	(7,910)
At 31 May 2024	12,955	41,884	8,068	62,907
Depreciation and impairment				
At 1 June 2023	-	2,134	8,251	10,385
Depreciation charged in the year	682	1,544	2,015	4,241
Eliminated in respect of disposals	-	(2,134)	(5,776)	(7,910)
At 31 May 2024	682	1,544	4,490	6,716
Carrying amount				
At 31 May 2024	12,273	40,340	3,578	56,191
At 31 May 2023	-	-	4,462	4,462

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2024

13 Debtors

	2024 £	2023 £
Amounts falling due within one year:		
Trade debtors	19,706	60,296
Other debtors	305,139	278,800
Prepayments and accrued income	18,912	1,508
	<u>343,757</u>	<u>340,604</u>

14 Loans and overdrafts

	2024 £	2023 £
Bank loans	5,042	6,996
	<u>5,042</u>	<u>6,996</u>
Payable within one year	2,000	1,961
Payable after one year	3,042	5,035
	<u>5,042</u>	<u>5,035</u>

15 Creditors: amounts falling due within one year

	Notes	2024 £	2023 £
Bank loans	14	2,000	1,961
Other taxation and social security		13,298	35,292
Trade creditors		276	-
Other creditors		172,512	224,323
Accruals and deferred income		34,162	15,291
		<u>222,248</u>	<u>276,867</u>

16 Creditors: amounts falling due after more than one year

	Notes	2024 £	2023 £
Bank loans	14	3,042	5,035
		<u>3,042</u>	<u>5,035</u>

17 Retirement benefit schemes

	2024 £	2023 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	15,222	15,301
	<u>15,222</u>	<u>15,301</u>

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2024

18 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 June 2023 £	Incoming resources £	Resources expended £	At 31 May 2024 £
General funds	180,163	1,944,700	(1,660,558)	464,305
Previous year:	At 1 June 2022 £	Incoming resources £	Resources expended £	At 31 May 2023 £
General funds	(32,461)	1,741,154	(1,528,530)	180,163

19 Related party transactions

There were no disclosable related party transactions during the year (2023 - none).

20 Non-audit services provided by auditor

In common with many businesses of our size and nature we use our auditor to assist with the preparation of the financial statements.

21 Cash generated from/(absorbed by) operations	2024 £	2023 £
Surplus for the year	284,142	212,624
Adjustments for:		
Depreciation and impairment of tangible fixed assets	4,241	1,732
Movements in working capital:		
Decrease/(increase) in debtors	1,986	(190,220)
(Decrease) in creditors	(54,658)	(61,106)
Cash generated from/(absorbed by) operations	235,711	(36,970)

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2024

22 Analysis of changes in net funds

	At 1 June 2023 £	Cash flows £	At 31 May 2024 £
Cash at bank and in hand	116,999	172,648	289,647
Loans falling due within one year	(1,961)	(39)	(2,000)
Loans falling due after more than one year	(5,035)	1,993	(3,042)
	<u>110,003</u>	<u>174,602</u>	<u>284,605</u>

THE ISLAND PROJECT

England & Wales - Charity number 1119034

Accounts

Charity Registration No. 1119034

Company Registration No. 05924196 (England and Wales)

THE ISLAND PROJECT
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2023

THE ISLAND PROJECT

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	L J Doble C P Browning G Booth J A Walters-Hutton
Secretary	S D Gallagher
Charity number	1119034
Company number	05924196
Registered office	Diddington Hall Diddington Lane Meriden Coventry CV7 7HQ
Auditor	Sumer Auditco Limited The Beehive Beehive Ring Road London Gatwick Airport Gatwick United Kingdom RH6 0PA

THE ISLAND PROJECT

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Statement of cash flows	10
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THE ISLAND PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MAY 2023

The trustees present their annual report and financial statements for the year ended 31 May 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charities governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

To advance the education and well being of children and young people with autism

To advance the acceptance of those diagnosed with autism through a school and through the provision of training, training materials and the dissemination of research results to professionals and carers.

To promote and maintain assistance

To provide guidance, assistance and help to families and carers of children and young people diagnosed with autism and associated disorders.

To raise funds and invite and receive contributions

The Charity will draw, make, accept, endorse, discount, execute and issue bills, cheques and other instruments and to operate bank accounts in the name of the Charity, providing that in raising funds the Charity shall not undertake any substantial permanent trading activities and shall conform to any relevant statutory regulations.

The Charity has power to acquire, alter, improve and (subject to such consents as may be required by law) to charge or otherwise to dispose of property. It also has power to pay out of the funds of the Charity the costs, charges and expenses of and incidental to the formation and registration of the Charity.

To co-operate with other charities

To co-operate with other charities, voluntary bodies and statutory authorities operating in furtherance of the objectives of similar charitable purposes and to exchange information and advice with them.

To establish or support any additional charitable trusts, associations or institutions formed for all or any of the objectives.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

THE ISLAND PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MAY 2023

Achievements and performance

In the past year, the School has continued to offer additional curriculum opportunities to pupils including access to a Level 1 BTEC course at Creative Bridges at The Herbert Museum and, Cookery Courses at the Orange Kitchen at Becketts Farm. Continued community and learning opportunities have been afforded to pupils including access to Meriden Adventure Playground Park, swimming, gym membership and various other activities.

Consultations from local authorities increased by 148% on the previous year up to 31 May 2023 and have risen by 525% in two years. Consultations have been received from new authorities including Walsall CC and Nottingham CC.

The School has recently signed up to Talentino which supports careers guidance to our pupils and other young people with special educational needs. School has invested in HI Rasmus, which is an application which allows the taking and recording of ABA data to support teaching across the day. We continue to use Evidence for Learning to share learning with parents, and we hope to increase the breadth of information shared in the future.

Our investment in IT and infrastructure continues with the introduction of Smoothwall Monitoring and Filtering system, provision of tablets to staff for taking data, and new IT equipment for pupils

Senior members of the team continue to meet the charitable objectives of the Charity by providing additional support to families of pupils and other parents who need support and advice. Because the School is an independent school, pupils are not entitled to free school meals. The Charity has continued to support families by providing a bursary towards food within School as well as vouchers for holidays. Our continued thanks to supporters for donating to the Charity to allow us to provide this valuable support.

Reserves policy

It is the policy of the charity that should the charity have any unrestricted funds which have not been designated for a specific use, the charity would aim to maintain these at a level equivalent to between three- and six-month's expenditure. The trustees continue to aim for the charity to be in a position where it can ensure that that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Structure, governance and management

The organisation is a charitable company limited by guarantee ("the Charity"), Incorporated on 4 September 2006. The Charity was established under a memorandum of Association which established the objectives and powers of the charitable company and is governed under its Articles of Association. In the event of the Charity being wound up members are required to contribute an amount not exceeding £10.

The trustees who are also the directors for the purpose of company law, who served during the year and up to the date of signature of the financial statements were:

L J Doble

C P Browning

G Booth

J A Walters-Hutton

THE ISLAND PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MAY 2023

HS2

The cancellation of the Birmingham to Manchester line of HS2 has not had any impact on the planned move to new premises as the School sits on the route of the London to Birmingham line. The Trustees note that their report for 2019 contained a statement that "the move will take place in the next 12 to 18 months provided there are no catastrophic events during construction".

Despite the best endeavours of our agents, Sanderson Weatherall, the move to Jerrings Hall still has not taken place. In our last accounts, we reported that we hoped the move will have been completed by December 2023.

At the time of writing, work has now commenced at Jerrings Hall Farm, and expected completion of works is March 2024. Subject to Ofsted approval for a material change, the School hopes to begin transition from Diddington Hall to Jerrings Hall as soon as possible after practical completion and handover of Jerrings Hall, with the hope that transition will be completed by the end of Summer 2024 term.

The School continues to meet every request and demand placed upon it by HS2, and once again, the fact that the move has not happened in the timescale is entirely beyond the control of the School.

As a result of the further delays, further funding has been sourced to enable more offsite access for noisy periods in recognition of the potential impact on pupils. The impact is expected to increase prior to commencement of transition to the new site as the

As stated previously, the lack of certainty around a move date continues to provide operational challenges for the School, particularly in relation to the admission of new pupils, planning on where they will fit in the existing school environment and how (and when) that will translate to the new school environment.

Auditor

In accordance with the company's articles, a resolution proposing that Sumer Auditco Limited be reappointed as auditor of the company will be put at a General Meeting.

The Trustees' report was approved by the Board of Trustees.



J A Walters-Hutton

22 January 2024

THE ISLAND PROJECT

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MAY 2023

The Trustees, who are also the directors of The Island Project for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity 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.

In so far as the Trustees are aware;

- There is no relevant audit information (information needed by the Charity's auditors in connection with preparing their report) of which the Charity's auditors are unaware,
- The Trustees have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

THE ISLAND PROJECT

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE ISLAND PROJECT

Opinion

We have audited the financial statements of The Island Project (the 'charity') for the year ended 31 May 2023 which comprise the statement of financial activities, the balance sheet, the 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 Financial Reporting Standard 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 charitable company's affairs as at 31 May 2023 and of its incoming resources and application of resources, 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 charity 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 charity'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 annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

THE ISLAND PROJECT

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF THE ISLAND PROJECT

Responsibilities of trustees

As explained more fully in the statement of Trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose 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 charity'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 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

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

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

Identifying and testing journal entries and the overall accounting records, in particular those that were significant and unusual.

- Identifying and testing journal entries and the overall accounting records, in particular those that were significant and unusual.
- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Reviewing and challenging the assumptions and judgements used by management in their significant accounting estimates.
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Testing key income lines, in particular cut-off, for evidence of management bias.
- Documenting and verifying all significant related party balances and transactions.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation from the events and transactions reflected in the financial statements, as we will be less likely to be aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://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 company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

THE ISLAND PROJECT

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE ISLAND PROJECT

Sumer Audit Co.
Sumer Auditco Limited

**Chartered Certified Accountants
Statutory Auditor**

20 February 2024

The Beehive
Beehive Ring Road
London Gatwick Airport
Gatwick
United Kingdom
RH6 0PA

Sumer Auditco Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE ISLAND PROJECT

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MAY 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
<u>Income and endowments from:</u>			
Donations and legacies	3	1,454	549
Charitable activities	4	1,083,348	1,061,989
Other income	5	656,352	267,958
Total income		1,741,154	1,330,496
<u>Expenditure on:</u>			
Charitable activities	6	1,528,530	1,340,163
Net income/(expenditure) for the year/ Net movement in funds		212,624	(9,667)
Fund balances at 1 June 2022		(32,461)	(22,794)
Fund balances at 31 May 2023		180,163	(32,461)

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE ISLAND PROJECT

BALANCE SHEET

AS AT 31 MAY 2023

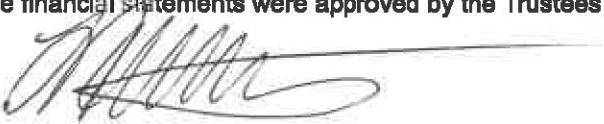
	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	11		4,462		2,203
Current assets					
Debtors	12	340,604		150,384	
Cash at bank and in hand		116,999		159,867	
		457,603		310,251	
Creditors: amounts falling due within one year	14	(276,867)		(337,919)	
Net current assets/(liabilities)			180,736		(27,668)
Total assets less current liabilities			185,198		(25,465)
Creditors: amounts falling due after more than one year	15		(5,035)		(6,996)
Net assets/(liabilities)			180,163		(32,461)
Income funds					
Unrestricted funds			180,163		(32,461)
			180,163		(32,461)

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 May 2023, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 22 January 2024


J A Walters-Hutton
Trustee

Company registration number 05924196

THE ISLAND PROJECT

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MAY 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations			(36,970)		38,208
Investing activities					
Purchase of tangible fixed assets		(3,991)		(2,937)	
Net cash used in investing activities			(3,991)		(2,937)
Financing activities					
Repayment of bank loans		(1,907)		(1,097)	
Net cash used in financing activities			(1,907)		(1,097)
Net (decrease)/increase in cash and cash equivalents			(42,868)		34,174
Cash and cash equivalents at beginning of year			159,867		125,693
Cash and cash equivalents at end of year			116,999		159,867

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2023

1 Accounting policies

Charity Information

The Island Project is a private company limited by guarantee incorporated in England and Wales. The registered office is Diddington Hall, Diddington Lane, Meriden, Coventry, CV7 7HQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charities governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The directors of the company have prepared these financial statements on the going concern basis as despite the balance sheet showing a deficit b/f of £32,461, they have made a surplus this year resulting in a positive fund balance as at 31 May 2023 of £180,163. The company has reported a deficit in previous years as a result of the disruption caused to the company by the implementation of the HS2 Rail Project. Given the prolonged political uncertainty which this project has attracted, local authorities had been reticent to commit to using the facilities provided by the school. Pupil numbers declined, reducing the income stream and inevitably overheads were slow to mirror the downturn. However after much negotiation, agreement was reached with High Speed Rail regarding financial compensation for the disruption caused. Further compensation was received in June 2023.

The directors are confident that the funding received will enable the company to continue to meet its financial liabilities and therefore believe the going concern basis to be appropriate.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2023

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2023

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees 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 estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Donations and gifts	1,454	549

4 Charitable activities

	Charitable Income	Charitable Income
	2023	2022
	£	£
Income from charitable activities	1,083,348	1,058,481
Summer school net income	-	3,508
	1,083,348	1,061,989

5 Other income

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Discretionary compensation payments	656,352	267,958

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2023

6 Charitable activities

	Direct Charitable Expenditure 2023 £	Indirect Charitable Expenditure 2023 £	Total 2023 £	Direct Charitable Expenditure 2022 £	Indirect Charitable Expenditure 2022 £	Total 2022 £
Staff costs	826,582	80,458	907,040	768,603	89,315	857,918
Depreciation	365	1,732	2,097	-	1,296	1,296
Therapy	45,097	-	45,097	34,069	-	34,069
Educational resources	28,657	-	28,657	28,118	-	28,118
Sub-contract support	40,559	-	40,559	41,261	-	41,261
CRB checks	1,665	-	1,665	1,600	-	1,600
Rent	-	173,894	173,894	-	171,863	171,863
Rates and water	-	1,715	1,715	-	142	142
Insurance	-	34,343	34,343	-	26,676	26,676
Light and heat	-	20,368	20,368	-	16,541	16,541
Cleaning	-	41,877	41,877	-	41,793	41,793
Property repairs and maintenance	-	20,948	20,948	-	40,155	40,155
Printing, postage and stationery	-	16,362	16,362	-	16,168	16,168
Telephone	-	11,804	11,804	-	17,736	17,736
HS2 related expenditure	-	110,923	110,923	-	-	-
Motor and travel expenses	-	30,147	30,147	-	12,896	12,896
Legal and professional fees	-	19,724	19,724	-	18,037	18,037
Other charitable expenditure	-	21,310	21,310	-	13,894	13,894
	942,925	585,605	1,528,530	873,651	466,512	1,340,163
	942,925	585,605	1,528,530	873,651	466,512	1,340,163

7 Auditor's remuneration

Fees payable to the charity's auditor and associates:	2023 £	2022 £
Audit of the charity's annual accounts	3,690	3,450

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2023

9 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	41	42
Employment costs	2023 £	2022 £
Wages and salaries	593,866	526,715
Social security costs	43,941	53,422
Other pension costs	25,170	27,958
	907,040	857,918

There were no employees whose annual remuneration was more than £60,000.

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

11 Tangible fixed assets

	Fixtures and fittings £	Computers £	Total £
Cost			
At 1 June 2022	2,134	8,722	10,856
Additions	-	3,991	3,991
At 31 May 2023	2,134	12,713	14,847
Depreciation and Impairment			
At 1 June 2022	2,134	6,519	8,653
Depreciation charged in the year	-	1,732	1,732
At 31 May 2023	2,134	8,251	10,385
Carrying amount			
At 31 May 2023	-	4,462	4,462
At 31 May 2022	-	2,203	2,203

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2023

12 Debtors		2023	2022
		£	£
Amounts falling due within one year:			
Trade debtors		60,296	24,025
Other debtors		278,800	68,800
Prepayments and accrued income		1,508	57,559
		<u>340,604</u>	<u>150,384</u>
13 Loans and overdrafts		2023	2022
		£	£
Bank loans		6,996	8,903
		<u>6,996</u>	<u>8,903</u>
Payable within one year		1,961	1,907
Payable after one year		5,035	6,996
		<u>5,035</u>	<u>6,996</u>
14 Creditors: amounts falling due within one year		2023	2022
	Notes	£	£
Bank loans	13	1,961	1,907
Other taxation and social security		35,292	82,186
Other creditors		224,323	240,853
Accruals and deferred income		15,291	12,973
		<u>276,867</u>	<u>337,919</u>
15 Creditors: amounts falling due after more than one year		2023	2022
	Notes	£	£
Bank loans	13	5,035	6,996
		<u>5,035</u>	<u>6,996</u>
16 Related party transactions			

There were no disclosable related party transactions during the year (2022 - none).

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2023

17 Analysis of changes in net funds

	At 1 June 2022 £	Cash flows £	At 31 May 2023 £
Cash at bank and in hand	159,867	(42,868)	116,999
Loans falling due within one year	(1,907)	(54)	(1,961)
Loans falling due after more than one year	(6,996)	1,961	(5,035)
	<u>150,964</u>	<u>(40,961)</u>	<u>110,003</u>

THE ISLAND PROJECT

England & Wales - Charity number 1119034

Accounts

Charity Registration No. 1119034

Company Registration No. 05924196 (England and Wales)

THE ISLAND PROJECT
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2022

THE ISLAND PROJECT

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	L J Doble C P Browning G Booth J A Walters-Hutton
Secretary	S D Gallagher
Charity number	1119034
Company number	05924196
Registered office	Diddington Hall Diddington Lane Meriden Coventry CV7 7HQ
Auditor	Jerroms Business Solutions Limited Lumaneri House Blythe Gate Blythe Valley Park Solihull West Midlands B90 8AH

THE ISLAND PROJECT

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Statement of cash flows	10
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THE ISLAND PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MAY 2022

The trustees present their annual report and financial statements for the year ended 31 May 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charities governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

To advance the education and well being of children and young people with autism

To advance the acceptance of those diagnosed with autism through a school and through the provision of training, training materials and the dissemination of research results to professionals and carers.

To promote and maintain assistance

To provide guidance, assistance and help to families and carers of children and young people diagnosed with autism and associated disorders.

To raise funds and invite and receive contributions

The Charity will draw, make, accept, endorse, discount, execute and issue bills, cheques and other instruments and to operate bank accounts in the name of the Charity, providing that in raising funds the Charity shall not undertake any substantial permanent trading activities and shall conform to any relevant statutory regulations.

The Charity has power to acquire, alter, improve and (subject to such consents as may be required by law) to charge or otherwise to dispose of property. It also has power to pay out of the funds of the Charity the costs, charges and expenses of and incidental to the formation and registration of the Charity.

To co-operate with other charities

To co-operate with other charities, voluntary bodies and statutory authorities operating in furtherance of the objectives of similar charitable purposes and to exchange information and advice with them.

To establish or support any additional charitable trusts, associations or institutions formed for all or any of the objectives.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

THE ISLAND PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

Achievements and performance

Post covid , the Senior Leadership have worked with pupils and parents to reintroduce pupils to their community and wider world. Concerns around the impact on pupils of noise and disruption in the area by HS2 have led to granting of additional funding which has allowed us to give pupils some additional opportunities for offsite access. This includes access to a Level 1 BTEch course at Creative Bridges at The Herbert Museum, Cookery Courses at the Orange Kitchen at Becketts Farm, a Level 1 BTEch at Seeding Productions, and Forest School at Seeding Productions. For those pupils not able to access these courses, alternatives have been provided such as music lessons, swimming, and other onsite and offsite opportunities.

Consultations from local authorities increased by 60% on the previous year up to 31 May 2022. At the time of writing the report, we have already exceeded the number of consultations on last year by 58%, with another 6 months remaining. Consultations from new authorities include Worcestershire County Council, Coventry City Council, Lincolnshire County Council and Wolverhampton City Council.

The Senior Leadership Team have put in place additional support for staff to help maintain staffing levels, and provide specialist teaching staff with support and a clear progression pathway. The School has introduced a second employee assistance programme for staff which includes access to virtual GP appointments, face to face counselling and physiotherapy sessions. Post Covid, staff changes have settled and the School has welcomed some new staff to the team who are thriving.

Senior members of the team continue to meet the charitable objectives of the Charity by providing additional support to families of pupils and other parents who need support and advice. Because the School is an independent school, pupils are not entitled to free school meals. The Charity has supported families by providing a bursary towards food within School as well as vouchers for holidays. Our continued thanks to supporters for donating to the Charity to allow us to provide this valuable support.

Adding to the School infrastructure by introducing an IT & Facilities post has allowed the Welfare, Safeguarding & Safety Director to attend more support meetings for pupils and has also freed on up senior leaders to allow the building of relationships with other providers to enhance our exit packages for leavers.

The Senior Leadership Team continue to build on the foundations of the last Ofsted inspection and ensure that there are detailed and robust plans in place to support the move to the new school site, whenever this may be. This has included expanding on IT infrastructure investment such as increasing our e-safety security for pupils, allowing electronic capture of data in relation to pupils (both onsite and offsite) as well as continuation of individualised planning for each pupil at the School

Reserves policy

It is the policy of the charity that should the charity have any unrestricted funds which have not been designated for a specific use, the charity would aim to maintain these at a level equivalent to between three- and six-month's expenditure. The trustees continue to aim for the charity to be in a position where it can ensure that that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Structure, governance and management

The organisation is a charitable company limited by guarantee ("the Charity"), incorporated on 4 September 2006. The Charity was established under a memorandum of Association which established the objectives and powers of the charitable company and is governed under its Articles of Association. In the event of the Charity being wound up members are required to contribute an amount not exceeding £10.

The trustees who are also the directors for the purpose of company law, who served during the year and up to the date of signature of the financial statements were:

L J Doble

C P Browning

G Booth

J A Walters-Hutton

THE ISLAND PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

HS2

The Trustees note that their report for 2019 contained a statement that "the move will take place in the next 12 to 18 months provided there are no catastrophic events during construction".

Despite the best endeavours of our agents, Sanderson Weatherall, the move to Jerrings Hall still has not taken place. At the time of writing, it is hoped that the move to the new site will have taken place by December 2023.

The School continues to meet every request and demand placed upon it by HS2, and once again, the fact that the move has not happened in the timescale is entirely beyond the control of the School.

Whilst the School is committed to the move, the impact of the continuing delays and constant change in potential move date cannot be underestimated, especially as enabling work for the train in the area is now starting to increase. Funding has been sourced to enable more offsite access for noisy periods in recognition of the potential impact on pupils

As stated previously, the lack of certainty around a move date continues to provide operational challenges for the School, particularly in relation to the admission of new pupils, planning on where they will fit in the existing school environment and how (and when) that will translate to the new school environment.

Auditor

In accordance with the company's articles, a resolution proposing that Jerroms Business Solutions Limited be reappointed as auditor of the company will be put at a General Meeting.

The Trustees' report was approved by the Board of Trustees.



J A Walters-Hutton

14 February 2023

THE ISLAND PROJECT

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MAY 2022

The Trustees, who are also the directors of The Island Project for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity 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.

In so far as the Trustees are aware;

- There is no relevant audit information (information needed by the Charity's auditors in connection with preparing their report) of which the Charity's auditors are unaware,
- The Trustees have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

THE ISLAND PROJECT

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE ISLAND PROJECT

Opinion

We have audited the financial statements of The Island Project (the 'charity') for the year ended 31 May 2022 which comprise the statement of financial activities, the balance sheet, the 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 Financial Reporting Standard 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 charitable company's affairs as at 31 May 2022 and of its incoming resources and application of resources, 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 charity 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 charity'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 annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

THE ISLAND PROJECT

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF THE ISLAND PROJECT

Responsibilities of trustees

As explained more fully in the statement of Trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose 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 charity'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 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

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

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

Identifying and testing journal entries and the overall accounting records, in particular those that were significant and unusual.

- Identifying and testing journal entries and the overall accounting records, in particular those that were significant and unusual.
- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Reviewing and challenging the assumptions and judgements used by management in their significant accounting estimates.
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Testing key income lines, in particular cut-off, for evidence of management bias.
- Documenting and verifying all significant related party balances and transactions.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation from the events and transactions reflected in the financial statements, as we will be less likely to be aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

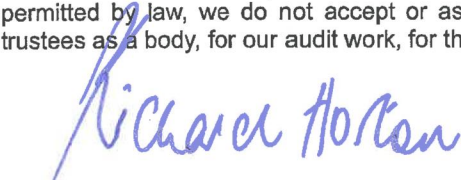
A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

THE ISLAND PROJECT

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF THE ISLAND PROJECT

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.


Mr Richard Alan Horton FCCA (Senior Statutory Auditor)
for and on behalf of Jerroms Business Solutions Limited

Chartered Certified Accountants
Statutory Auditor


.....

Lumaneri House
Blythe Gate
Blythe Valley Park
Solihull
West Midlands
B90 8AH

Jerroms Business Solutions Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE ISLAND PROJECT

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MAY 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income and endowments from:</u>			
Donations and legacies	3	549	81
Charitable activities	4	1,061,989	1,003,997
Other income	5	267,958	203,340
Total income		<u>1,330,496</u>	<u>1,207,418</u>
<u>Expenditure on:</u>			
Charitable activities	6	<u>1,340,163</u>	<u>1,217,395</u>
Net expenditure for the year/ Net movement in funds		(9,667)	(9,977)
Fund balances at 1 June 2021		<u>(22,794)</u>	<u>(12,817)</u>
Fund balances at 31 May 2022		<u><u>(32,461)</u></u>	<u><u>(22,794)</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE ISLAND PROJECT

BALANCE SHEET

AS AT 31 MAY 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	10		2,203		562
Current assets					
Debtors	11	150,384		113,800	
Cash at bank and in hand		159,867		125,693	
		310,251		239,493	
Creditors: amounts falling due within one year	13	(337,919)		(253,949)	
Net current liabilities			(27,668)		(14,456)
Total assets less current liabilities			(25,465)		(13,894)
Creditors: amounts falling due after more than one year	14		(6,996)		(8,900)
Net liabilities			(32,461)		(22,794)
Income funds					
Unrestricted funds			(32,461)		(22,794)
			(32,461)		(22,794)

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 May 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 14 February 2023



J A Walters-Hutton
Trustee

Company registration number 05924196

THE ISLAND PROJECT

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MAY 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations			38,208		(78,427)
Investing activities					
Purchase of tangible fixed assets		(2,937)		-	
Net cash used in investing activities			(2,937)		-
Financing activities					
Repayment of bank loans		(1,097)		10,000	
Net cash (used in)/generated from financing activities			(1,097)		10,000
Net increase/(decrease) in cash and cash equivalents			34,174		(68,427)
Cash and cash equivalents at beginning of year			125,693		194,120
Cash and cash equivalents at end of year			159,867		125,693

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2022

1 Accounting policies

Charity information

The Island Project is a private company limited by guarantee incorporated in England and Wales. The registered office is Diddington Hall, Diddington Lane, Meriden, Coventry, CV7 7HQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charities governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The directors of the company have prepared these financial statements on the going concern basis, despite the balance sheet showing a deficit at 31 May 2022 of £32,461. The company has reported a deficit during the year of £9,667, this outcome was as a result of the disruption caused to the company by the implementation of the HS2 Rail Project. Given the prolonged political uncertainty which this project has attracted, local authorities had been reticent to commit to using the facilities provided by the school. Pupil numbers declined, reducing the income stream and inevitably overheads were slow to mirror the downturn. However after much negotiation, agreement was reached with High Speed Rail regarding financial compensation for the disruption caused. Further compensation was received in October 2022. The continued costs of additional procedures implemented as a result of the Covid-19 pandemic has also contributed to the deficit.

The directors are confident that the funding received will enable the company to continue to meet its financial liabilities and therefore believe the going concern basis to be appropriate.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees 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 estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	549	81

4 Charitable activities

	Charitable income	Charitable income
	2022	2021
	£	£
Income from charitable activities	1,058,481	1,003,997
Summer school net income	3,508	-
	1,061,989	1,003,997

5 Other income

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Discretionary compensation payments	267,958	203,340

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

6 Charitable activities

	Direct Charitable Expenditure 2022 £	Indirect Charitable Expenditure 2022 £	Total 2022 £	Direct Charitable Expenditure 2021 £	Indirect Charitable Expenditure 2021 £	Total 2021 £
Staff costs	768,603	89,315	857,918	719,737	67,925	787,662
Depreciation	-	1,296	1,296	-	563	563
Therapy	34,069	-	34,069	21,927	-	21,927
Educational resources	28,118	-	28,118	16,520	-	16,520
Sub-contract support	41,261	-	41,261	45,688	-	45,688
CRB checks	1,600	-	1,600	313	-	313
Rent	-	171,863	171,863	-	185,905	185,905
Rates and water	-	142	142	-	1,840	1,840
Insurance	-	26,676	26,676	-	17,214	17,214
Light and heat	-	16,541	16,541	-	16,719	16,719
Cleaning	-	41,793	41,793	-	32,896	32,896
Property repairs and maintenance	-	40,155	40,155	-	34,387	34,387
Printing, postage and stationery	-	16,168	16,168	-	11,715	11,715
Telephone	-	8,992	8,992	-	3,529	3,529
Computer costs	-	8,744	8,744	-	4,803	4,803
Motor and travel expenses	-	12,896	12,896	-	14,260	14,260
Legal and professional fees	-	18,037	18,037	-	17,039	17,039
Other charitable expenditure	-	13,894	13,894	-	4,415	4,415
	873,651	466,512	1,340,163	804,185	413,210	1,217,395
	873,651	466,512	1,340,163	804,185	413,210	1,217,395

7 Auditor's remuneration

Fees payable to the charity's auditor and associates:	2022 £	2021 £
Audit of the charity's annual accounts	3,450	3,270

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2022

9 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
	42	38
	<u>42</u>	<u>38</u>
Employment costs	2022	2021
	£	£
Wages and salaries	526,715	472,224
Social security costs	53,422	46,447
Other pension costs	27,958	23,215
	<u>857,918</u>	<u>787,662</u>

There were no employees whose annual remuneration was more than £60,000.

10 Tangible fixed assets

	Fixtures and fittings £	Computers £	Total £
Cost			
At 1 June 2021	2,134	5,785	7,919
Additions	-	2,937	2,937
	<u>2,134</u>	<u>8,722</u>	<u>10,856</u>
At 31 May 2022	2,134	8,722	10,856
Depreciation and impairment			
At 1 June 2021	2,134	5,223	7,357
Depreciation charged in the year	-	1,296	1,296
	<u>2,134</u>	<u>6,519</u>	<u>8,653</u>
At 31 May 2022	2,134	6,519	8,653
Carrying amount			
At 31 May 2022	-	2,203	2,203
	<u>-</u>	<u>2,203</u>	<u>2,203</u>
At 31 May 2021	-	562	562
	<u>-</u>	<u>562</u>	<u>562</u>

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

11 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	24,025	-
Other debtors	68,800	113,800
Prepayments and accrued income	57,559	-
	<u>150,384</u>	<u>113,800</u>

12 Loans and overdrafts

	2022 £	2021 £
Bank loans	8,903	10,000
Payable within one year	1,907	1,100
Payable after one year	6,996	8,900

13 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Bank loans	12	1,907	1,100
Other taxation and social security		82,186	64,413
Other creditors		240,853	175,538
Accruals and deferred income		12,973	12,898
		<u>337,919</u>	<u>253,949</u>

14 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Bank loans	12	6,996	8,900

15 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

16 Analysis of changes in net funds

	At 1 June 2021 £	Cash flows £	At 31 May 2022 £
Cash at bank and in hand	125,693	34,174	159,867
Loans falling due within one year	(1,100)	(807)	(1,907)
Loans falling due after more than one year	(8,900)	1,904	(6,996)
	<u>115,693</u>	<u>35,271</u>	<u>150,964</u>

17 Auditor's liability limitation agreement

The company has, by resolution, waived the need for approval of the auditors' limitation liability, which has been set at £2,000,000 within the letter of engagement dated 8 February 2023. This approval has been confirmed in the letter of representation dated 8 February 2023.

THE ISLAND PROJECT

England & Wales - Charity number 1119034

Accounts

Charity Registration No. 1119034

Company Registration No. 05924196 (England and Wales)

THE ISLAND PROJECT
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2021

THE ISLAND PROJECT

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	L J Doble C P Browning Mr G Booth J A Walters-Hutton
Secretary	S D Gallagher
Charity number	1119034
Company number	05924196
Registered office	Diddington Hall Diddington Lane Meriden Coventry CV7 7HQ
Auditor	Jerroms Suite 1 The Gardens Coleshill Manor Office Campus South Drive Coleshill B46 1DL

THE ISLAND PROJECT

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THE ISLAND PROJECT

REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MAY 2021

The trustees present their annual report and financial statements for the year ended 31 May 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charities governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

To advance the education and well being of children and young people with autism

To advance the acceptance of those diagnosed with autism through a school and through the provision of training, training materials and the dissemination of research results to professionals and carers.

To promote and maintain assistance

To provide guidance, assistance and help to families and carers of children and young people diagnosed with autism and associated disorders.

To raise funds and invite and receive contributions

The Charity will draw, make, accept, endorse, discount, execute and issue bills, cheques and other instruments and to operate bank accounts in the name of the Charity, providing that in raising funds the Charity shall not undertake any substantial permanent trading activities and shall conform to any relevant statutory regulations.

The Charity has power to acquire, alter, improve and (subject to such consents as may be required by law) to charge or otherwise to dispose of property. It also has power to pay out of the funds of the Charity the costs, charges and expenses of and incidental to the formation and registration of the Charity.

To co-operate with other charities

To co-operate with other charities, voluntary bodies and statutory authorities operating in furtherance of the objectives of similar charitable purposes and to exchange information and advice with them.

To establish or support any additional charitable trusts, associations or institutions formed for all or any of the objectives.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

The outcome of the recent Ofsted inspection was a success, and a follow up Quality Assurance Visit with Leicestershire County Council was also successful.

Over the past 12 months, we have received consultations from a number of new authorities, including Torbay, Telford & Wrekin, Northampton and Lincolnshire. Due to the transition issues for pupils from these areas, the School was unable to accommodate the pupils, but the increased profile of the School is very positive.

Structure, governance and management

The organisation is a charitable company limited by guarantee ("the Charity"), incorporated on 4 September 2006. The Charity was established under a memorandum of Association which established the objectives and powers of the charitable company and is governed under its Articles of Association. In the event of the Charity being wound up members are required to contribute an amount not exceeding £10.

THE ISLAND PROJECT

REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2021

The trustees who are also the directors for the purpose of company law, who served during the year and up to the date of signature of the financial statements were:

L J Doble

C P Browning

Mr G Booth

J A Walters-Hutton

Hs2

The Trustees note that their report for 2019 contained a statement that “the move will take place in the next 12 to 18 months provided there are no catastrophic events during construction”. The School has met every request and demand placed upon it by Hs2 to provide information in respect of the move, and the fact that the move has not happened in the timescale is entirely beyond the control of the School.

The School continues to work with Hs2 towards the move, including working with Deloitte around reduction of operating costs and overheads. The School welcomes the coming changes but as stated previously, the ongoing delay in moving to new premises continues to put undue pressure on the School infrastructure.

The School was informed by our agents that Planning Permission and consent from British Heritage were received in November 2021, and HS2 have indicated that they are working towards a commencement of transition to the new site for December 2022. At the time of writing the report, however, our agents are awaiting consent on starting procurement for works.

Whilst the School is committed to the move, the impact of the continuing delays and constant change in potential move date cannot be underestimated. These delays and lack of certainty around a move date continue to provide operational challenges for the School: whilst all local authorities continue to consult with the School regularly, uncertainty around transition means that it is difficult to accept some pupils knowing the potential impact that a further transition within potentially a short period would have.

Covid-19

Covid-19 continues to effect the School in terms of management and staffing issues. However, throughout the pandemic period, school closures have been minimal, and the pupils returned in September 2021 to a full timetable.

The financial impact of Covid-19 continues in terms of additional reporting (including daily reporting to the Department for Education), increased costs (cleaning and material costs), provision of online learning for those pupils able to access, provision and postage of physical resources for pupils who are self-isolating/undertaking remote learning

As an independent school, we are not entitled to the vast majority of the support that the government and local authorities provide for their own schools. However, we did receive a small grant towards the initial setup costs for lateral flow testing in school and the government has provided free PPE from summer 2020. We have not received any additional funding and requests for fee increases have not been granted by either East or West Midlands Consortia.

A number of local authorities, particularly Warwickshire CC, Solihull MBC and Leicestershire CC have offered other support for which the School is grateful.

Our thanks is extended to all of our staff for putting the needs of the pupils first, to the Senior Leadership Team for their hard work and particularly to the Education Director and Welfare, Safeguarding & Safety Director for their exemplary support of staff and families.

THE ISLAND PROJECT

REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 MAY 2021*

Ofsted

Ofsted inspected the School in June/July 2021 and the School received a “good” judgment. The Inspectors found that

- at the School, pupils come first and that parents value the support they and their child get from staff, saying that staff “go the extra mile”;
- they found that pupils are happy and enjoy coming to school;
- The Senior Leadership have high expectations of what pupils can achieve, and building pupils’ self-esteem and confidence is a key priority in the curriculum.

Auditor

In accordance with the company’s articles, a resolution proposing that Jerroms be reappointed as auditor of the company will be put at a General Meeting.

The report was approved by the Board of Trustees.

J A Walters-Hutton

17 January 2022

THE ISLAND PROJECT

STATEMENT OF RESPONSIBILITIES

FOR THE YEAR ENDED 31 MAY 2021

The trustees, who are also the directors of The Island Project for the purpose of company law, are responsible for preparing the Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the will continue in operation.

The are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the 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 and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE ISLAND PROJECT

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE ISLAND PROJECT

Opinion

We have audited the financial statements of The Island Project (the 'charity') for the year ended 31 May 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the 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 charitable company's affairs as at 31 May 2021 and of its incoming resources and application of resources, 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 charity 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 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 charity'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 annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

THE ISLAND PROJECT

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF THE ISLAND PROJECT

Responsibilities of trustees

As explained more fully in the statement of responsibilities, the trustees, who are also the directors of the charity for the purpose 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 charity'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 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

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the 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 company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Mr Richard Alan Horton FCCA (Senior Statutory Auditor)
for and on behalf of Jerroms

17 January 2022

Chartered Certified Accountants
Statutory Auditor

Suite 1 The Gardens
Coleshill Manor Office Campus
South Drive
Coleshill
B46 1DL

Jerroms is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE ISLAND PROJECT

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MAY 2021

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
<u>Income and endowments from:</u>			
Donations and legacies	3	81	6,585
Charitable activities	4	1,003,997	1,093,099
Other income	5	203,340	209,000
Total income		<u>1,207,418</u>	<u>1,308,684</u>
<u>Expenditure on:</u>			
Charitable activities	6	<u>1,217,395</u>	<u>1,200,282</u>
Net (expenditure)/income for the year/ Net movement in funds		(9,977)	108,402
Fund balances at 1 June 2020		(12,817)	(121,220)
Fund balances at 31 May 2021		<u>(22,794)</u>	<u>(12,818)</u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE ISLAND PROJECT

BALANCE SHEET

AS AT 31 MAY 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	9		562		1,125
Current assets					
Debtors	10	113,800		13,800	
Cash at bank and in hand		125,693		194,120	
		<u>239,493</u>		<u>207,920</u>	
Creditors: amounts falling due within one year	12	<u>(253,949)</u>		<u>(221,863)</u>	
Net current liabilities			(14,456)		(13,943)
Total assets less current liabilities			<u>(13,894)</u>		<u>(12,818)</u>
Creditors: amounts falling due after more than one year	13		(8,900)		-
Net liabilities			<u>(22,794)</u>		<u>(12,818)</u>
Income funds					
Unrestricted funds			(22,794)		(12,818)
			<u>(22,794)</u>		<u>(12,818)</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 May 2021, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 17 January 2022

J A Walters-Hutton
Trustee

Company Registration No. 05924196

THE ISLAND PROJECT

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MAY 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations			(78,427)		75,665
Net cash used in investing activities			-		-
Financing activities					
Repayment of bank loans		10,000		-	
Net cash generated from/(used in) financing activities			10,000		-
Net (decrease)/increase in cash and cash equivalents			(68,427)		75,665
Cash and cash equivalents at beginning of year			194,120		118,455
Cash and cash equivalents at end of year			125,693		194,120

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2021

1 Accounting policies

Charity information

The Island Project is a private company limited by guarantee incorporated in England and Wales. The registered office is Diddington Hall, Diddington Lane, Meriden, Coventry, CV7 7HQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charities governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

The directors of the company have prepared these financial statements on the going concern basis, despite the balance sheet showing a deficit at 31 May 2021 of £22,794. The company made a loss during the year of £9,977, this outcome was as a result of the disruption caused to the company by the implementation of the HS2 Rail Project. Given the prolonged political uncertainty which this project has attracted, local authorities had been reticent to commit to using the facilities provided by the school. Pupil numbers declined, reducing the income stream and inevitably overheads were slow to mirror the downturn. However after much negotiation, agreement was reached with High Speed Rail regarding financial compensation for the disruption caused. Further compensation was received in November 2021. The continued costs of additional procedures implemented as a result of the Covid-19 pandemic has also contributed to the deficit.

The directors are confident that the funding received will enable the company to continue to meet its financial liabilities and therefore believe the going concern basis to be appropriate.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2021

1 Accounting policies

(Continued)

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	25% straight line
Computers	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2021

1 Accounting policies

(Continued)

1.9 Financial instruments

The charity 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 in the charity's balance sheet when the charity 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 assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors 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. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2021

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees 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 estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	81	6,585

4 Charitable activities

	Charitable Income Heading 1	Charitable Income Heading 1
	2021	2020
	£	£
Sales within charitable activities	1,003,997	1,093,099

5 Other income

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Discretionary compensation payments	203,340	209,000

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2021

6 Charitable activities

	Charitable Expenditure Heading 1 2021 £	Charitable Expenditure Heading 2 2021 £	Total 2021 £	Charitable Expenditure Heading 1 2020 £	Charitable Expenditure Heading 2 2020 £	Total 2020 £
Staff costs	719,737	67,925	787,662	718,303	55,082	773,385
Depreciation and impairment	-	563	563	-	611	611
Therapy	21,927	-	21,927	22,461	-	22,461
Educational resources	16,520	-	16,520	17,496	-	17,496
Sub-contract support	45,688	-	45,688	35,465	-	35,465
CRB checks	313	-	313	1,386	-	1,386
Rent	-	185,905	185,905	-	197,035	197,035
Rates and water	-	1,840	1,840	-	2,897	2,897
Insurance	-	17,214	17,214	-	21,211	21,211
Light and heat	-	16,719	16,719	-	16,831	16,831
Cleaning	-	32,896	32,896	-	25,305	25,305
Property repairs and maintenance	-	34,387	34,387	-	26,569	26,569
Printing, postage and stationery	-	11,715	11,715	-	11,329	11,329
Telephone	-	3,529	3,529	-	7,099	7,099
Computer costs	-	4,803	4,803	-	4,028	4,028
Motor and travel expenses	-	14,260	14,260	-	14,964	14,964
Legal and professional fees	-	17,039	17,039	-	17,428	17,428
Other charitable expenditure	-	4,415	4,415	-	4,782	4,782
	<u>804,185</u>	<u>413,210</u>	<u>1,217,395</u>	<u>795,111</u>	<u>405,171</u>	<u>1,200,282</u>
	<u>804,185</u>	<u>413,210</u>	<u>1,217,395</u>	<u>795,111</u>	<u>405,171</u>	<u>1,200,282</u>

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

8 Employees

The average monthly number of employees during the year was:

2021 Number	2020 Number
<u>38</u>	<u>39</u>

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2021

8 Employees (Continued)

Employment costs	2021 £	2020 £
Wages and salaries	472,224	457,556
Social security costs	46,447	48,092
Other pension costs	23,215	24,137
	<u>787,662</u>	<u>773,385</u>

There were no employees whose annual remuneration was more than £60,000.

9 Tangible fixed assets

	Fixtures and fittings £	Computers £	Total £
Cost			
At 1 June 2020	2,134	5,785	7,919
At 31 May 2021	<u>2,134</u>	<u>5,785</u>	<u>7,919</u>
Depreciation and impairment			
At 1 June 2020	2,134	4,660	6,794
Depreciation charged in the year	-	563	563
At 31 May 2021	<u>2,134</u>	<u>5,223</u>	<u>7,357</u>
Carrying amount			
At 31 May 2021	<u>-</u>	<u>562</u>	<u>562</u>
At 31 May 2020	<u>-</u>	<u>1,125</u>	<u>1,125</u>

10 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	<u>113,800</u>	<u>13,800</u>

THE ISLAND PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2021

11 Loans and overdrafts

	2021 £	2020 £
Bank loans	10,000	-
Payable within one year	1,100	-
Payable after one year	8,900	-

12 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Bank loans	11	1,100	-
Other taxation and social security		64,413	11,685
Other creditors		175,538	200,574
Accruals and deferred income		12,898	9,604
		253,949	221,863

13 Creditors: amounts falling due after more than one year

	Notes	2021 £	2020 £
Bank loans	11	8,900	-

14 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).

15 Analysis of changes in net funds

	At 1 June 2020 £	Cash flows £	At 31 May 2021 £
Cash at bank and in hand	194,120	(68,427)	125,693
Loans falling due within one year	-	(1,100)	(1,100)
Loans falling due after more than one year	-	(8,900)	(8,900)
	194,120	(78,427)	115,693