

NORTHLEIGH HOUSE SCHOOL LTD

England & Wales · Charity number 1135483

Details

Other names	NORTHLEIGH HOUSE SCHOOL, RED BALLOON LEARNER CENTRE - WARWICK
Status	Registered
Legal form	Charitable company
Company number	07116724
Registered	2010-04-13
Register	View on the Charity Commission register

Contact

Address	North Leigh Five Ways Road Hatton Warwick CV35 7HZ
Phone	01926484203
Email	viv@northleigh.co.uk
Website	www.northleigh.co.uk

Activities

Objects: TO ADVANCE THE EDUCATION OF STUDENTS AGED 9 TO 18, BEING STUDENTS WHO ARE VICTIMS OF SEVERE BULLYING AND FOR THE TIME BEING ARE UNABLE TO ATTEND MAINSTREAM SCHOOL BY PROVIDING TUITION AND APPROPRIATE SUPPORT FOR THEM IN A SAFE LEARNING ENVIRONMENT UNTIL THEY ARE READY TO RETURN TO MAINSTREAM EDUCATION OR EMPLOYMENT

Activities: Northleigh House School exists to help young people recover confidence and catch up academic work so that they can return to school or employment.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services
- **What:** Education/training
- **Who:** Children/young People

Geography

- **Area of benefit:** THE RED BALLOON LEARNER CENTRE
- Warwickshire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-07-31	£1,965,158	£1,458,030	£2,697,779	33
2024-07-31	£1,752,254	£1,290,422	£2,190,651	33
2023-07-31	£1,531,199	£1,254,339	£1,728,819	31
2022-07-31	£1,292,337	£1,061,248	£1,451,959	26
2021-07-31	£1,274,009	£909,493	£1,220,870	23
2020-07-31	£993,033	£790,816	£856,354	17

Trustees

Name	Role	Appointed
VIVIANNE MURIEL MORGAN	Chair	
Dr Peter Taysum		2021-09-23
Robert Kent		2013-07-09

Accounts

REGISTERED COMPANY NUMBER: 07116724 (England and Wales)

REGISTERED CHARITY NUMBER: 1135483

**REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 JULY 2025
FOR
NORTHLEIGH HOUSE SCHOOL LTD**

NORTHLEIGH HOUSE SCHOOL LTD

**CONTENTS
for the year ended
31 July 2025**

Charity Reference and Administrative Details	1
Report of the Trustees	2 - 5
Statement of Trustees' Responsibilities	6
Report of the Independent Auditors	7 - 9
Statement of Financial Activities	10
Balance Sheet	11
Cash Flow Statement	12
Notes to the Financial Statements	13 - 21

NORTHLEIGH HOUSE SCHOOL LTD
REFERENCE AND ADMINISTRATIVE DETAILS

Company Registered Number: 07116724 (England and Wales)

Registered Charity Number: 1135483

Registered Office Address: Northleigh House School
Five Ways Road
Hatton
Warwickshire
CV35 7HZ

Trustees: Mrs V M Morgan
Mr R Kent
Dr P N Taysum
Mrs J P Whitehouse (resigned 28 April 2025)
Mrs S J Gallagher (appointed 28 April 2025)

Auditors: Dafferns Audit Limited
One Eastwood
Harry Weston Road
Binley Business Park

Coventry
CV3 2UB

Bankers: Co-Operative Bank
P O Box 250
Delf House
Southway
Skelmersdale
WN8 6WT

Solicitors: Shakespeare Martineau
Waterfront House
35 Station Street
Nottingham
NG2 3DQ

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 JULY 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 July 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Northleigh House School is a small school with charitable status which caters for children for whom mainstream schooling has proved difficult or impossible. Our aim is to provide them with a safe place to regain lost self-esteem and then a formal education developing their self-confidence and social skills to enable them to return to mainstream school or further education and employment.

Vulnerable children with learning difficulties, anxiety, emotional issues, those on the autistic spectrum, or those who have been bullied can find a safe and nurturing environment at Northleigh, where they can continue their school education and make friends, as well as rebuild their self-esteem and confidence.

Appropriate help with difficulties such as dyslexia and other therapies are provided where necessary. We promote a culture where every member of the school, whether student or staff, is valued, respected and plays a vital role in the development of Northleigh's community.

At Northleigh House School, we strive to achieve a happy, caring, safe and nurturing environment where children can grow and develop to their full potential whilst following individual education programmes and study in beautiful surroundings, with staff who care very much about their safety, wellbeing and progress.

We take the time to get to know our children well - aided by small group sizes, often 1:1. We endeavour to equip children with the skills they need to be successful in the outside world, whilst making them feel valued.

Northleigh House School aims to produce happy, re-engaged young people who are equipped to confidently move forward with their lives. The progress of our students is closely monitored, and our driving aim is to continue providing a high standard of academic, social and emotional education which will enable our young people to take their place in society as well rounded and successful individuals.

We seek to promote this through a truly personalised, student-led curriculum encompassing both academic and therapeutic support that embeds within it the school's core values.

The Core Values Northleigh House seeks to promote in its students are

- Positive self-esteem
- Confidence in one's own judgement
- Self-reliance
- Ambition and Compassion
- Independence

OBJECTIVES AND ACTIVITIES

Significant Activities

The school passed its 13th anniversary in 2025 and in those years more than 120 young people have moved on into higher education or employment and this year has seen continued healthy progress in the school as more students have successfully moved on.

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2025

In the year under review the school has operated at a similar level as last year with 35 pupils. In the annual exams 12 students sat a variety of papers at different levels (GCSE/Functional Skills). 8 students sat 16 GCSEs with only 3 papers marked below a grade 4. The average GCSE grade was 6, with 9 of the passes graded between 6 and 9.

In addition, 23 students sat a range of Functional Skills qualifications including English, Maths, ICT and other sciences. These qualifications are offered by a variety of exam boards including Pearson, Asdan and Cambridge Technical.

We have 9 leavers this year who are going on to new challenges with 8 students going to various colleges to study a range of subjects and 1 student starting in the world of work.

The school carefully assesses each student before entering them in appropriate exams depending on their ability and temperament.

As well as providing academic teaching the school continues to provide very important extracurricular activities aimed at broadening the students' experience and helping to boost their self-confidence, while adding to their educational learning. Students have attended the RSC Associated School Young Leaders workshop and also enjoyed a production of *The Tempest* as well as other productions at the Belgrade Theatre in Coventry. There were photography and arts trips to The Tate in London, Compton Verney and the Pump Rooms at Leamington Spa. Life skills are the subject of supermarket shopping trips, as well as trips to Hatton Country World and Rytton Pools. An all-school trip to a local water park was a highlight for all.

All these activities are carefully supervised by our staff.

All these pupils joined the school at a time in their lives when such progress would have been hard to predict and many pupils keep in touch and are all doing well on their chosen life path.

Public Benefit

We are committed to the continued professional development of our staff and the constant expansion of our teaching resources in line with current thinking and research. This is essential in order to support our main aim of raising our students' self-esteem, assisting them to regain confidence and working with them to develop anxiety minimising strategies.

The staff are kind, skilled and dedicated and after just a few weeks at Northleigh, the students begin to regain lost confidence and are given help to enable them to address their high levels of anxiety that are caused by the difficulties they have experienced in mainstream school.

If problems are not addressed at this stage; students may go on to mental health care or even prison. When children are not at school, they become frustrated and bored and problems soon arise. Local authority funding is applied for but can take six to eight months to be put in place. It is during this time that they are most vulnerable and often self-harm or attempt suicide in order to escape what some see as a useless life with no prospects of improvement. The school attempts to get suitable children into the school as soon as possible to ameliorate this problem.

In setting our objectives and planning our activities our Trustees have paid attention to the Charity Commission's public benefit guidance.

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE TRUSTEES (Continued)
FOR THE YEAR ENDED 31 JULY 2025

Volunteers and Fundraising

The school is very grateful for the Volunteers who give freely of their time in providing working parties to help with the fabric of the school or to raise funds. Our thanks go to National Grid who have supported the school for some years now, British Energy Aviva and JaguarLandRover amongst others who have done very valuable work around the school and garden. John Lewis continued to provide help, donating an Easter egg for our raffle and Cotilaty have provided teams of volunteers to carry out invaluable tasks around the school.

On the fundraising front Lorna Perkins continues to generate welcome funding from a variety of corporate sources as well as securing a number of donations from individuals. The Trustees, staff and pupils thank these individuals and businesses for the wonderful work they do which is of such benefit to the school.

Whilst the Charity does receive some donations, as noted above, these are considered to be on a small scale and do not form part of the Charity's principal activities. The Charity neither participates in publicly marketed fundraising events nor in the active soliciting of donations from members of the general public. Accordingly, the Charity is not registered with the Fundraising Regulator, although the Trustees will keep the situation under review.

Investment and Capital Projects

Since securing the freehold of Northleigh House in 2024 a significant amount of work has been carried out in the year under review to acquire an additional property in order to be able to offer more places to children as demand for the services which Northleigh offers has greatly increased.. The successful conclusion of this work in November 2025 will be reflected in the 2026 accounts.

FINANCIAL REVIEW

The principal source of funding has always been the fees charged to local authorities for each child according to their needs and the Trustees will continue to review the fees charged to ensure the financial stability of the Company is maintained and that the fees are appropriate to the education provided.

As noted above the fundraising activities carried out by so many individuals and corporate sponsors continue to make a valuable contribution to the running of the school.

Total income has increased by 12% (£212,904) compared to last year mainly due to increases in the fee level per pupil. Total expenditure has increased by 13% (£167,608) with staff costs increasing by 13% (£115,246).

The increased income and control of costs has allowed the school to increase the Funds carried forward to next year to increase by 23% (£507,128). Cash flow has remained steady, however cash balances have decreased at the year end by 25% (£370,023).

Investment Policy and Objectives

During the prior year the Charities Aid Foundation introduced the school to an organisation called Flagstone who provide a facility to charities who wish to place surplus funds with financial institutions for various periods of time at set interest rates. The advantages to Northleigh are that we can maximise the interest earned while making the funds more secure by investing with different institutions in sums of £85,000 so that each deposit is covered by the Financial Services Compensation Scheme. Monies are deposited in a variety of accounts for periods between one and three months. However, due to the need to place a deposit on new premises our available cash reduced by £1,000,000. Consequently, interest received has reduced from £38,846 in 2024 to £434 in 2025.

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE TRUSTEES (Continued)
FOR THE YEAR ENDED 31 JULY 2025

Reserves Policy

The Trustees have examined the Charity's requirements for reserves in light of the main issues and risks it faces. The board aims to have unrestricted net reserves in hand. These reserves would be used to cover any unforeseen financial difficulties that might otherwise impact adversely on the organisation's charitable activities.

Total funds brought forward from the previous year were already at a healthy level, establishing a strong basis to support the work of the Charity in the ensuing year.

Total reserves at the year end, all of which are unrestricted, amounted to £2,697,779 (2024: £2,190,651).

The Trustees are satisfied that income over the year has been at a steady level sufficient to support the activities of the Charity throughout the year and into the following year. As noted above cash reserves at the bank remain at a healthy level.

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.

Principal Risks and Uncertainties

The Charity faces various risks: including financial, reputational and compliance risks. It has a variety of policies and procedures in place to manage these risks and regular Trustee oversight to ensure the Charity minimises the impact of any risks.

Future Developments

The Charity plans to continue activities outlined above in the forthcoming years, subject to satisfactory funding arrangements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Charity is controlled by its governing document, the Memorandum and Articles of Association, incorporated 5 January 2010 and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

It is a Company limited by guarantee and therefore has no share capital.

Recruitment Appointment and Training of New Trustees

New Trustees are invited to join according to their experience and background in order to strengthen the governance of the Company. New Trustees are required to complete appropriate induction training which covers safeguarding, data privacy and the responsibilities of Trustees as set out by the Charities Commission.

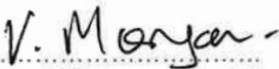
Organisational Structure

The Charity is run by the Trustees, who formally meet at least termly and who are actively involved in the day to day running of the Charity along with a team of teaching and other staff.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE TRUSTEES (Continued)
FOR THE YEAR ENDED 31 JULY 2025

Approved by order of the Board of Trustees and signed on its behalf by:



Mrs V M Morgan – Trustee
29th April 2026

NORTHLEIGH HOUSE SCHOOL LTD
STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 JULY 2025

The Trustees (who are also the directors of Northleigh House School Ltd 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 which 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 Charity SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charitable Company will continue in business.

The Trustees are responsible for keeping 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.

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE INDEPENDENT AUDITORS
FOR THE YEAR ENDED 31 JULY 2025

We have audited the financial statements of Northleigh House School Ltd (the 'Charitable Company') for the year ended 31 July 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 July 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.

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE INDEPENDENT AUDITORS (Continued)
FOR THE YEAR ENDED 31 JULY 2025

Opinion on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charitable Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors Report included with the Trustees Report.

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:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received; or
- 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; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the Directors Report and the requirement to prepare a Strategic Report.

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.

Auditor responsibilities for the audit of the financial statements

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

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE INDEPENDENT AUDITORS (Continued)
FOR THE YEAR ENDED 31 JULY 2025

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:

- enquiry of management around actual and potential litigation and claims;
- reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations; and
- performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business, and reviewing accounting estimates for bias.

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 is removed from the events and transactions reflected in the financial statements, as we will be less likely to become 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 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.

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.



.....
Lucy Hatton FCCA (Senior Statutory Auditor)

For and on behalf of Dafferns Audit Limited, Statutory Auditor

One Eastwood
Binley Business Park
Coventry
CV3 2UB

29th April 2026

NORTHLEIGH HOUSE SCHOOL LTD
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JULY 2025

	Notes	2025 Unrestricted Fund £	2025 Total Funds £	2024 Total Funds £
INCOME AND ENDOWMENTS FROM				
Donations and grants	2	22,023	22,023	60,354
Charitable activities				
Education services	5	1,912,385	1,912,385	1,651,772
Fund generating activities	3	7,112	7,112	1,282
Investment income	4	434	434	38,846
Other income		23,204	23,204	
Total Income		<u>1,965,158</u>	<u>1,965,158</u>	<u>1,752,254</u>
EXPENDITURE ON				
Charitable activities				
Education services	6	1,458,030	1,458,030	1,290,422
Total expenditure		<u>1,458,030</u>	<u>1,458,030</u>	<u>1,290,422</u>
NET MOVEMENT IN FUNDS		<u>507,128</u>	<u>507,128</u>	<u>461,832</u>
RECONCILIATION OF FUNDS				
Total funds brought forward	16	2,190,651	2,190,651	1,728,819
TOTAL FUNDS CARRIED FORWARD		<u>2,697,779</u>	<u>2,697,779</u>	<u>2,190,651</u>

All income and expenditure derive from continuing activities.

The Statement of Financial Activities included all gains and losses recognised in the year.

The notes on pages 13 to 21 form part of these financial statements.

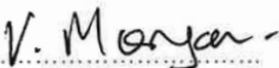
NORTHLEIGH HOUSE SCHOOL LTD
BALANCE SHEET
FOR THE YEAR ENDED 31 JULY 2025

	Notes	2025 Total Funds £	2024 Total Funds £
FIXED ASSETS			
Tangible assets	13	1,093,185	1,168,069
CURRENT ASSETS			
Debtors	14	1,178,712	23,062
Cash at bank	18	1,137,578	1,507,601
		2,316,290	1,530,663
CREDITORS			
Amounts falling due within one year	15	(711,696)	(508,081)
NET CURRENT ASSETS		1,604,594	1,022,582
TOTAL ASSETS LESS CURRENT LIABILITIES		2,697,779	2,190,651
NET ASSETS		2,697,779	2,190,651
FUNDS			
Unrestricted funds	16	2,697,779	2,190,651
TOTAL FUNDS		2,697,779	2,190,651

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

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

The financial statements were approved on 29th April 2026 by the Board of Trustees and authorised for issue and were signed on its behalf by:


Mrs V M Morgan – Trustee
 29th April 2026

NORTHLEIGH HOUSE SCHOOL LTD
CASHFLOW STATEMENT
FOR THE YEAR ENDED 31 JULY 2025

	Notes	2025 £	2024 £
Cash flows from operating activities			
Cash generated from operations	17	636,670	581,063
Interest paid	7	(287)	(295)
Net cash provided by operating activities		<u>636,383</u>	<u>580,768</u>
Cash flows from investing activities			
Purchase of tangible fixed assets	13	(6,840)	(1,028,972)
Interest received	4	434	38,846
Deposit on property		(1,000,000)	-
Net cash used in investing activities		<u>(1,006,406)</u>	<u>(990,126)</u>
Change in cash and cash equivalents in the reporting period	18	(370,023)	(409,358)
Cash and cash equivalents at the beginning of the reporting period	18	<u>1,507,601</u>	<u>1,916,959</u>
Cash and cash equivalents at the end of the reporting period	18	<u>1,137,578</u>	<u>1,507,601</u>

The notes on pages 13 to 21 form part of these financial statements.

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2025

1. ACCOUNTING POLICIES

General information

Northleigh House School Limited is a private company (limited by guarantee) incorporated in England and Wales, registration 07116724, and also a registered Charity in England and Wales, registration 1135483. The registered office is Northleigh House School, Five Ways Road, Hatton, Warwickshire, CV35 7HZ.

The principal activities of the Charitable Company are that of a private school supporting pupils who are not suited to mainstream educational settings.

Basis of preparing 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 accounts have been prepared in accordance with applicable accounting standards. The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year.

The financial statements are prepared in British Pound Sterling (£), which is the functional and presentational currency of the Charity. These financial statements have been rounded to the nearest £.

Company status

The Charity is a limited by guarantee, with no share capital. The members of the Company are the Trustees named on page 1.

Going Concern

The financial statements have been prepared on a going concern basis. The Trustees have considered the budgets and cashflows and the Trustees are satisfied that the Charity has sufficient available reserves and resources that there is no material uncertainty. The Trustees confirm the going concern basis of preparing the financial statements continues to be appropriate.

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.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably, and the Charity has control over the item. Fair value is determined on the basis of the value of the gift to the Charity, for example the amount the Charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2025

No amount is included in the financial statements for volunteer time in line with the SORP. Further detail is given in the Trustees' Annual Report.

Interest income is recognised using the effective interest rate method and is recognised when the Charity's right to receive payment is established. This is normally upon notification of the interest paid or payable by the bank.

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.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Taxation

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a Charitable Company for UK corporation tax purposes. As such, it does not have liability to corporation tax in the course of its normal charitable activities.

Tangible fixed assets

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

Land	-	Not depreciated
Buildings	-	2% on cost
Improvements to property	-	20% on cost
Fixtures and fittings	-	25% on reducing balance
Computer equipment	-	40% on reducing balance

Tangible fixed assets are capitalised where expenditure exceeds £1,000 and are stated at cost (or deemed cost) less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Debtors and creditors

Debtors and creditors are recognised at transaction price, less any impairment, which is recognised the Statement of Financial Activities.

Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Operating leases

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

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2025

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.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Critical accounting judgements and key sources of estimation uncertainty

To be able to prepare financial statements in accordance with FRS 102, the Charity must make certain estimates and judgements that have an impact on the policies and the amount reported in the annual accounts. The estimates and judgements are based on historical experiences and other factors including expectations of future events that are believed to be reasonable at the time such estimates and judgements are made.

The Trustees do not consider there are any critical judgements or sources of estimation uncertainty requiring disclosure beyond the accounting policies listed above.

2. VOLUNTARY INCOME

	2025 £	2024 £
Donations and grants	19,701	60,222
Gift aid	2,322	132
	<u>22,023</u>	<u>60,354</u>

3. FUND GENERATING ACTIVITIES

	2025 £	2024 £
Fundraising events	<u>7,112</u>	<u>1,282</u>

4. INVESTMENT INCOME

	2025 £	2024 £
Deposit account interest	<u>434</u>	<u>38,846</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2025 £	2024 £
Fee income – Activity Education services	1,912,385	1,651,772
Other income – VAT refunded on pre-registration expenditure	23,204	-
	<u>1,935,589</u>	<u>1,651,772</u>

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2025

6. CHARITABLE ACTIVITIES COSTS

	Direct costs £	Support costs £	Totals £	2024 £
Education services	<u>1,332,845</u>	<u>125,185</u>	<u>1,458,030</u>	<u>1,290,422</u>

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2025 £	2024 £
Staff costs	1,041,092	919,650
Rates, water and utilities	21,134	23,979
Insurance	19,310	13,118
Office costs	99,560	67,429
External social activities	924	3,766
Sundries	5,084	6,084
Maintenance	39,231	39,657
Motor and travel costs	5,626	7,398
Food	15,538	12,359
Garden	12,206	12,409
Therapy	28,691	5,757
Training and recruitment	5,419	3,236
Tuition fees	26,754	19,444
Lesson supplies	10,445	16,305
Rent	-	25,000
Subscriptions and memberships	9,344	10,265
Interest payable and similar charges	287	295
	<u>1,340,645</u>	<u>1,186,151</u>

8. SUPPORT COSTS

	Finance £	Governance costs £	Total 2025 £	Total 2024 £
Education services	<u>81,724</u>	<u>35,661</u>	<u>117,385</u>	<u>104,271</u>

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

	2025 Education Services £	2024 Education Services £
Depreciation of tangible fixed assets	81,724	65,274
Auditors' remuneration	7,000	7,800
Accountancy fees	10,167	18,039
Legal fees	18,494	13,158
	<u>117,385</u>	<u>104,271</u>

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2025

9. NET INCOME/(EXPENDITURE)

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

	2025	2024
	£	£
Depreciation – owned assets	81,724	65,274
Payments under operating leases	30,275	18,085

10. AUDITORS REMUNERATION

The auditor's remuneration amounts to £6,900 (2024: £7,800), and non-audit services of £4,654 (2024: £900).

11. TRUSTEES' REMUNERATION AND BENEFITS

Mrs V M Morgan received remuneration including employer's NI of £21,129 (2024:£4,500) for the year ended 31 July 2025. This remuneration was paid on terms that were not fully compliant with the Articles of Association in force at the time. The trustees have reviewed the matter and confirmed that the payments were made in good faith for services provided. Steps have been taken subsequent to the year end to regularise the position, including proposing amended Articles for approval by the members. No repayment of amounts paid is considered necessary.

Trustees' expenses

During the year two (2024: two) Trustees, Mrs V M Morgan and Dr P Taysum respectively, were reimbursed expenses relating to charitable activities totalling £41,142 and £586 (2024: £52,602 and £390).

Amounts owed to Mrs V M Morgan at the year-end totalled £2,563 (2024: £5,093).

12. STAFF COSTS

	2025	2024
	£	£
Wages and salaries	930,205	835,842
Social security costs	83,365	71,388
Other pension costs	27,522	12,420
	1,041,093	919,650

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

	2025	2024
Teaching and administration staff	33	33

No employees received emoluments in excess of £60,000 in either year.

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2025

13. TANGIBLE FIXED ASSETS

	Freehold Property	Improvements to property	Fixtures and fittings	Computer equipment	Totals
	£	£	£	£	£
COST					
At 1 August 2024	1,000,000	300,438	6,619	29,637	1,336,694
Additions	-	-	-	6,840	6,840
At 31 July 2025	<u>1,000,000</u>	<u>300,438</u>	<u>6,619</u>	<u>36,477</u>	<u>1,343,534</u>
DEPRECIATION					
At 1 August 2024	-	144,848	4,382	19,395	168,625
Charge for the year	18,000	57,700	559	5,465	81,724
At 31 July 2025	<u>18,000</u>	<u>202,548</u>	<u>4,941</u>	<u>24,860</u>	<u>250,349</u>
NET BOOK VALUE					
At 31 July 2025	<u>982,000</u>	<u>97,890</u>	<u>1,678</u>	<u>11,617</u>	<u>1,093,185</u>
At 31 July 2024	<u>1,000,000</u>	<u>155,590</u>	<u>2,237</u>	<u>10,242</u>	<u>1,168,069</u>

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Trade debtors	154,600	-
Other debtors	1,000,000	-
Prepayments and accrued income	24,112	23,062
	<u>1,178,712</u>	<u>23,062</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Trade creditors	10,545	13,070
Social security and other taxes	130,842	16,515
Other creditors	8,140	13
Accruals and deferred income	562,169	478,483
	<u>711,696</u>	<u>508,081</u>

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2025

Deferred income comprises fee income that have been received in advance of the forthcoming academic year.

	2025	2024
	£	£
Balance as at 1 August 2024	469,783	347,916
Amount released to income earned from charitable activities	(469,783)	(347,916)
Amount deferred in year	554,369	469,783
Balance as at 31 July 2025	<u>554,369</u>	<u>469,783</u>

16. MOVEMENT IN FUNDS

	At 1 August	Net	At 31 July
	2024	movement in	2025
	£	funds	£
Unrestricted funds		£	
General fund	2,190,651	507,128	2,697,779
TOTAL FUNDS	<u>2,190,651</u>	<u>507,128</u>	<u>2,697,779</u>

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

	Incoming	Resources	Movement in
	resources	expended	funds
	£	£	£
Unrestricted funds			
General fund	1,965,158	1,458,030	507,128
TOTAL FUNDS	<u>1,965,158</u>	<u>1,458,030</u>	<u>507,128</u>

Comparatives for movement in funds:

	At 1 August	Net	At 31 July
	2023	movement in	2024
	£	funds	£
Unrestricted funds		£	
General fund	1,728,819	461,832	2,190,651
TOTAL FUNDS	<u>1,728,819</u>	<u>461,832</u>	<u>2,190,651</u>

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

	Incoming	Resources	Movement in
	resources	expended	funds
	£	£	£
Unrestricted funds			
General fund	1,752,254	1,290,422	461,832
TOTAL FUNDS	<u>1,752,254</u>	<u>1,290,422</u>	<u>461,832</u>

Of the General Fund, free funds amounted to £604,594 (2024: £1,529,710).

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2025

17. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025 £	2024 £
Net income for the reporting period (as per the Statement of Financial Activities)	507,128	461,832
Adjustments for:		
Depreciation charges	81,724	65,274
Loss on disposal of fixed assets	-	-
Interest received	(434)	(38,846)
Interest paid	287	295
(Increase)/decrease in debtors	(155,650)	(10,540)
Increase in creditors	203,615	103,048
Net cash provided by operations	636,670	581,063

18. ANALYSIS OF CHANGES IN NET DEBT

	At 1 August 2024 £	Cash flow £	At 31 July 2025 £
Net cash			
Cash at bank	1,507,601	(370,023)	1,137,578

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

CURRENT YEAR

	Unrestricted Funds 2025 £	Total Funds 2025 £
Tangible fixed assets	1,093,185	1,093,185
Current assets	2,316,290	2,316,290
Current liabilities	(711,696)	(1,604,594)
Total 2025	2,697,779	2,697,779

PRIOR YEAR

	Unrestricted Funds 2024 £	Total Funds 2024 £
Tangible fixed assets	1,168,069	1,168,069
Current assets	1,530,663	1,530,663
Current liabilities	(508,081)	(508,081)
Total 2024	2,190,651	2,190,651

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2025

20. LEASING AGREEMENTS

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

	2025	2024
	£	£
Within one year	32,476	33,122
Between one and five years	49,780	71,355
After five years	1,754	6,959
	<u>84,010</u>	<u>111,436</u>

21. RELATED PARTY DISCLOSURES

The Charitable Company paid remuneration of £21,129 to Mrs V Morgan for services to the school in the year ended 31 July 2025 (2024 - £4,500).

22. CONTROLLING PARTY

The Charity is ultimately controlled by the Board of Trustees.

23. PRIOR YEAR STATEMENT OF FINANCIAL ACTIVITIES

	2024 Unrestricted Fund £
INCOME AND ENDOWMENTS FROM	
Voluntary income	60,354
Charitable activities	
Education services	1,651,772
Fund generating activities	1,282
Investment income	38,846
Total Income	<u>1,752,254</u>
EXPENDITURE ON	
Charitable activities	
Education services	1,290,422
Total expenditure	<u>1,290,422</u>
NET MOVEMENT IN FUNDS	<u>461,832</u>
RECONCILIATION OF FUNDS	
Total funds brought forward	1,728,819
TOTAL FUNDS CARRIED FORWARD	<u>2,190,651</u>

24. POST BALANCE SHEET EVENTS

On 28 November 2025, the Charity purchased a property, The Old Mill House, for £2,166,255. A deposit of £1,000,000 had been paid in the year ended 31 July 2025 with a mortgage of £995,000 entered into in November 2025, with the remainder paid in cash.

Accounts

REGISTERED COMPANY NUMBER: 07116724 (England and Wales)

REGISTERED CHARITY NUMBER: 1135483

**REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 JULY 2024
FOR
NORTHLEIGH HOUSE SCHOOL LTD**

NORTHLEIGH HOUSE SCHOOL LTD

CONTENTS for the year ended 31 July 2024

Charity Reference and Administrative Details	1
Report of the Trustees	2 - 5
Statement of Trustees' Responsibilities	6
Report of the Independent Auditors	7 - 9
Statement of Financial Activities	10
Balance Sheet	11 - 12
Cash Flow Statement	13
Notes to the Financial Statements	14 - 22

NORTHLEIGH HOUSE SCHOOL LTD
REFERENCE AND ADMINISTRATIVE DETAILS

Company Registered Number: 07116724 (England and Wales)

Registered Charity Number: 1135483

Registered Office Address: Northleigh House School
Five Ways Road
Hatton
Warwickshire
CV35 7HZ

Trustees: Mrs V M Morgan
Mr R Kent
Mr A R Edwards (resigned 15 October 2023)
Dr P N Taysum
Mrs J P Whitehouse
Mr I Burton (resigned 6 November 2023)

Auditors: Dafferns LLP
One Eastwood
Harry Weston Road
Binley Business Park
Coventry
CV3 2UB

Bankers: Co-Operative Bank
P O Box 250
Delf House
Southway
Skelmersdale
WN8 6WT

Solicitors: Shakespeare Martineau
Waterfront House
35 Station Street
Nottingham
NG2 3DQ

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JULY 2024

OBJECTIVES AND ACTIVITIES

Significant Activities

The school passed its 11th anniversary in 2023 and in those years more than 100 young people have moved on into higher education or employment and this year has seen continued healthy progress in the school as more students have successfully moved on.

In the year under review the school has operated at the same level as last year with 34 pupils. In the annual exams 27 students sat a variety of papers at different levels (GCSE/Functional Skills). 9 students sat 21 GCSEs with only 3 papers marked below a grade 4. The average GCSE grade was 5, with 9 of the passes graded at 6 or 8. 1 student sat an AS level with a pass mark of B.

In addition, 21 students sat a range of qualifications including Functional Skills in English, Maths and ICT, Technical Performing Arts and Animal Care courses. These qualifications are offered by Pearson, OCR, Asdan or Cambridge Technical exam boards with just 3 fails from 81 papers taken.

We have 9 leavers this year who are going on to new challenges with six students going to various colleges to study a range of subjects and 3 students starting in the world of work.

The school carefully assesses each student before entering them in appropriate exams depending on their ability and temperament.

As well as providing academic teaching the school continues to provide very important extracurricular activities aimed at broadening the students' experience and helping to boost their self-confidence, while adding to their educational learning. 1 student attended the RSC Associated School Young Leaders workshop and enjoyed a theatre tour. 4 pupils attended a staging of Romeo and Juliet at the Belgrade Theatre. There were photography and arts trips to The V&A museum, Compton Verney and the Pump Rooms at Leamington Spa. Life skills are the subject of supermarket shopping trips, weekly work experience at a local National Trust property and trips to Hatton Country World as well as all-school trips to a local water park.

All these pupils joined the school at a time in their lives when such progress would have been hard to predict. Many pupils keep in touch and are all doing well on their chosen life path.

Public Benefit

We are committed to the continued professional development of our staff and the constant expansion of our teaching resources in line with current thinking and research. This is essential in order to support our main aim of raising our students' self-esteem, assisting them to regain confidence and working with them to develop anxiety minimising strategies.

The staff are kind, skilled and dedicated and after just a few weeks at Northleigh, the students begin to show improvement and are given help to enable them to address their high levels of anxiety that are caused by the difficulties they have experienced in mainstream school.

If problems are not addressed at this stage, students may go on to mental health care or even prison. When children are not at school, they become frustrated and bored and problems soon arise. Local authority funding is applied for but can take six to eight months to be put in place. It is during this time that they are most vulnerable and often self-harm or attempt suicide in order to escape what some see as a useless life with no prospects of improvement. The school attempts to get suitable children into the school as soon as possible to ameliorate this problem.

In setting our objectives and planning our activities our Trustees have paid attention to the Charity Commission's public benefit guidance.

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE TRUSTEES (Continued)
FOR THE YEAR ENDED 31 JULY 2024

Volunteers and Fundraising

The school is very grateful to the Volunteers who give freely of their time in providing working parties to help with the fabric of the school or to raise funds. Our thanks go to National Grid who have supported the school for some years now, British Energy Aviva and JaguarLandRover amongst others who have done very valuable work around the school and garden. John Lewis continued to provide help, donating an Easter egg for our raffle and furniture for the Wellbeing Centre was donated by Claude Hooper. Corelogic Claude embarked on a major project by sending teams of volunteers with all the materials in the summer holidays to paint the outside of the school and they did an excellent job.

Lorna Perkins continues to generate welcome funding from a variety of sources including Tesco, Waitrose, Honily Church, Kings High School, who put on a Charity concert for the school, as well as a number of donations from individuals. The Trustees, staff and pupils thank these individuals and businesses for the wonderful work they do which is of such benefit to the school.

Whilst the Charity does receive some donations, as noted above, these are considered to be on a small scale and do not form part of the Charity's principal activities. The Charity neither participates in publicly marketed fundraising events nor in the active soliciting of donations from members of the general public. Accordingly, the Charity is not registered with the Fundraising Regulator, although the Trustees will keep the situation under review.

Investment and Capital Projects

The previously installed ground source heat pump has proven efficient and cost effective. Work was completed on the development and furnishing of the Wellness Centre.

FINANCIAL REVIEW

The principal source of funding has always been the fees charged to local authorities for each child according to their needs and the Trustees will continue to review the fees charged to ensure the financial stability of the Charitable Company is maintained and that the fees are appropriate to the education provided.

As noted above the fundraising activities carried out by so many individuals and corporate sponsors continue to make a valuable contribution to the running of the school.

Total income has increased by 14% (£221,055) compared to last year mainly due to increases in the fee level per pupil. Total expenditure has increased by 3% (£36,083) with staff costs decreasing by 1% (£9,628).

The increased income and control of costs has allowed the school to increase the Funds carried forward to next year to increase by 27% (£461,832). Cash flow has remained steady, however cash balances have decreased at the year end by 21% (£409,358).

Investment Policy and Objectives

During the year the Charities Aid Foundation introduced the school to an organisation called Flagstone who provide a facility to charities who wish to place surplus funds with financial institutions for various periods of time at set interest rates. The advantages to Northleigh are that we can maximise the interest earned while making the funds more secure by investing with different institutions in sums of £85,000 so that each deposit is covered by the Financial Services Compensation Scheme. Monies are deposited in a variety of accounts for periods between one and three months. This has enabled us to increase interest received from £4,264 last year to £38,846 this year.

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE TRUSTEES (Continued)
FOR THE YEAR ENDED 31 JULY 2024

Reserves Policy

The Trustees have examined the Charity's requirements for reserves in light of the main issues and risks it faces. The board aims to have unrestricted net reserves in hand. These reserves would be used to cover any unforeseen financial difficulties that might otherwise impact adversely on the organisation's charitable activities.

Total funds brought forward from the previous year were already at a healthy level, establishing a strong basis to support the work of the Charity in the ensuing year.

Total reserves at the year end, all of which are unrestricted, amounted to £2,190,650 (2023: £1,7,28,819).

The Trustees are satisfied that income over the year has been at a steady level sufficient to support the activities of the Charity throughout the year and into the following year. As noted above cash reserves at the bank remain at a healthy level.

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.

Principal Risks and Uncertainties

The Charity faces various risks: including financial, reputational and compliance risks. It has a variety of policies and procedures in place to manage these risks and regular Trustee oversight to ensure the Charity minimises the impact of any risks.

Future Developments

The Charity plans to continue activities outlined above in the forthcoming years, subject to satisfactory funding arrangements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Charity is controlled by its governing document, the Memorandum and Articles of Association, incorporated 5 January 2010 and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

It is a Company limited by guarantee and therefore has no share capital.

Recruitment Appointment and Training of New Trustees

New Trustees are invited to join according to their experience and background in order to strengthen the governance of the Charitable Company. New Trustees are required to complete appropriate induction training which covers safeguarding, data privacy and the responsibilities of Trustees as set out by the Charities Commission.

Organisational Structure

The Charity is run by the Trustees, who formally meet at least termly and who are actively involved in the day to day running of the Charity along with a team of teaching and other staff.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE TRUSTEES (Continued)
FOR THE YEAR ENDED 31 JULY 2024

Approved by order of the Board of Trustees and signed on its behalf by:


.....
Mrs V M Morgan – Trustee
Date: 1.1.25

NORTHLEIGH HOUSE SCHOOL LTD
STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 JULY 2024

The Trustees (who are also the directors of Northleigh House School Ltd 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 which 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 Charity SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charitable Company will continue in business.

The Trustees are responsible for keeping 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.

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE INDEPENDENT AUDITORS
FOR THE YEAR ENDED 31 JULY 2024

We have audited the financial statements of Northleigh House School Ltd (the 'Charitable Company') for the year ended 31 July 2024 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 July 2024 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.

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE INDEPENDENT AUDITORS (Continued)
FOR THE YEAR ENDED 31 JULY 2024

Opinion on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charitable Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors Report included with the Trustees Report.

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:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received; or
- 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; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the Directors Report and the requirement to prepare a Strategic Report.

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.

Auditor responsibilities for the audit of the financial statements

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

NORTHLEIGH HOUSE SCHOOL LTD
REPORT OF THE INDEPENDENT AUDITORS (Continued)
FOR THE YEAR ENDED 31 JULY 2024

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:

- enquiry of management around actual and potential litigation and claims;
- reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations; and
- performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business, and reviewing accounting estimates for bias.

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 is removed from the events and transactions reflected in the financial statements, as we will be less likely to become 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 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.

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.



Lucy Hatton FCCA (Senior Statutory Auditor)

For and on behalf of Dafferns LLP, Statutory Auditor

One Eastwood
Binley Business Park
Coventry
CV3 2UB

14 January 2025

NORTHLEIGH HOUSE SCHOOL LTD
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JULY 2024

	Notes	2024 Unrestricted Fund £	2024 Total Funds £	2023 Total Funds £
INCOME AND ENDOWMENTS FROM				
Voluntary income	2	60,354	60,354	22,597
Charitable activities				
Education services	5	1,651,772	1,651,772	1,497,505
Fund generating activities	3	1,282	1,282	6,833
Investment income	4	38,846	38,846	4,264
Total Income		<u>1,752,254</u>	<u>1,752,254</u>	<u>1,531,199</u>
EXPENDITURE ON				
Charitable activities				
Education services	6	1,290,422	1,290,422	1,254,339
Total expenditure		<u>1,290,422</u>	<u>1,290,422</u>	<u>1,254,339</u>
NET MOVEMENT IN FUNDS		<u>461,832</u>	<u>461,832</u>	<u>276,860</u>
RECONCILIATION OF FUNDS				
Total funds brought forward	16	1,728,819	1,728,819	1,451,959
TOTAL FUNDS CARRIED FORWARD		<u>2,190,651</u>	<u>2,190,651</u>	<u>1,728,819</u>

The Statement of Financial Activities included all gains and losses recognised in the year.

The notes on pages 14 to 22 form part of these financial statements.

NORTHLEIGH HOUSE SCHOOL LTD
BALANCE SHEET
FOR THE YEAR ENDED 31 JULY 2024

	Notes	2024 Total Funds £	2023 Total Funds £
FIXED ASSETS			
Tangible assets	13	1,168,069	204,371
CURRENT ASSETS			
Debtors	14	23,062	12,522
Cash at bank	18	1,507,601	1,916,959
		<u>1,530,663</u>	<u>1,929,481</u>
CREDITORS			
Amounts falling due within one year	15	(508,081)	(405,033)
NET CURRENT ASSETS		<u>1,022,582</u>	<u>1,524,448</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,190,651</u>	<u>1,728,819</u>
NET ASSETS		<u>2,190,651</u>	<u>1,728,819</u>
FUNDS			
Unrestricted funds	16	2,190,651	1,728,819
TOTAL FUNDS		<u>2,190,651</u>	<u>1,728,819</u>

NORTHLEIGH HOUSE SCHOOL LTD
BALANCE SHEET(Continued)
FOR THE YEAR ENDED 31 JULY 2024

The Charitable Company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2024.

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.

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

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


Mrs V M Morgan - Trustee

Date: 1.1.25

NORTHLEIGH HOUSE SCHOOL LTD
CASHFLOW STATEMENT
FOR THE YEAR ENDED 31 JULY 2024

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	17	581,063	374,554
Interest paid	7	(295)	(370)
Net cash provided by operating activities		580,768	374,184
Cash flows from investing activities			
Purchase of tangible fixed assets	13	(1,028,972)	(66,720)
Interest received	4	38,846	4,264
Net cash used in investing activities		(990,126)	(62,456)
Change in cash and cash equivalents in the reporting period	18	(409,358)	311,728
Cash and cash equivalents at the beginning of the reporting period	18	1,916,959	1,605,231
Cash and cash equivalents at the end of the reporting period	18	1,507,601	1,916,959

The notes on pages 14 to 22 form part of these financial statements.

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2024

1. ACCOUNTING POLICIES

General information

Northleigh House School Limited is a private company (limited by guarantee) incorporated in England and Wales, registration 07116724, and also a registered Charity in England and Wales, registration 1135483. The registered office is Northleigh House School, Five Ways Road, Hatton, Warwickshire, CV35 7HZ.

The principal activities of the Charitable Company are that of a private school supporting pupils who are not suited to mainstream educational settings.

Basis of preparing 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 accounts have been prepared in accordance with applicable accounting standards. The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year.

The financial statements are prepared in British Pound Sterling (£), which is the functional and presentational currency of the Charity. These financial statements have been rounded to the nearest £.

Company status

The Charity is a limited by guarantee, with no share capital. The members of the Company are the Trustees named on page 1.

Going Concern

The financial statements have been prepared on a going concern basis. The Trustees have considered the budgets and cashflows and the Trustees are satisfied that the Charity has sufficient available reserves and resources that there is no material uncertainty. The Trustees confirm the going concern basis of preparing the financial statements continues to be appropriate.

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.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably, and the Charity has control over the item. Fair value is determined on the basis of the value of the gift to the Charity, for example the amount the Charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2024

No amount is included in the financial statements for volunteer time in line with the SORP. Further detail is given in the Trustees' Annual Report.

Interest income is recognised using the effective interest rate method and is recognised when the Charity's right to receive payment is established. This is normally upon notification of the interest paid or payable by the bank.

Government grants arising from the impact of Coronavirus (COVID-19) are recognised in the period in which they become receivable.

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.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Taxation

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a Charitable Company for UK corporation tax purposes. As such, it does not have liability to corporation tax in the course of its normal charitable activities.

Tangible fixed assets

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

Land and buildings	-	2% on cost
Improvements to property	-	20% on cost
Fixtures and fittings	-	25% on reducing balance
Computer equipment	-	40% on reducing balance

Tangible fixed assets are capitalised where expenditure exceeds £1,000 and are stated at cost (or deemed cost) less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Debtors and creditors

Debtors and creditors are recognised at transaction price, less any impairment, which is recognised the Statement of Financial Activities.

Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Operating leases

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

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2024

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.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Critical accounting judgements and key sources of estimation uncertainty

To be able to prepare financial statements in accordance with FRS 102, the Charity must make certain estimates and judgements that have an impact on the policies and the amount reported in the annual accounts. The estimates and judgements are based on historical experiences and other factors including expectations of future events that are believed to be reasonable at the time such estimates and judgements are made.

2. VOLUNTARY INCOME

	2024 £	2023 £
Donations and grants	60,222	18,139
Gift aid	132	1,458
Government grants	-	3,000
	<u>60,354</u>	<u>22,597</u>

Grants received, included in the above, are as follows:

	2024 £	2023 £
Other grants	<u>-</u>	<u>3,000</u>

3. FUND GENERATING ACTIVITIES

	2024 £	2023 £
Fundraising events	<u>1,282</u>	<u>6,833</u>

4. INVESTMENT INCOME

	2024 £	2023 £
Deposit account interest	<u>38,846</u>	<u>4,264</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2024 £	2023 £
Fee income – Activity Education services	<u>1,651,772</u>	<u>1,497,505</u>

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2024

6. CHARITABLE ACTIVITIES COSTS

	Direct costs £	Support costs £	Totals £	2023 £
Education services	<u>1,186,151</u>	<u>104,271</u>	<u>1,290,422</u>	<u>1,254,339</u>

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2024 £	2023 £
Staff costs	919,650	929,278
Rates, water and utilities	23,979	2,661
Insurance	13,118	25,176
Office costs	67,429	45,581
Advertising	3,766	768
Sundries	6,084	9,890
Maintenance	39,657	38,134
Motor and travel costs	7,398	4,672
Food	12,359	14,325
Garden	12,409	3,305
Therapy	5,757	30,392
Training and recruitment	3,236	2,147
Tuition fees	19,444	19,173
Lesson supplies	16,305	10,249
Rent	25,000	26,500
Subscriptions and memberships	10,265	11,725
Interest payable and similar charges	295	370
	<u>1,186,151</u>	<u>1,174,346</u>

8. SUPPORT COSTS

	Finance £	Governance costs £	Total 2024 £	Total 2023 £
Education services	<u>65,274</u>	<u>38,997</u>	<u>104,271</u>	<u>79,993</u>

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

	2024 Education Services £	2023 Education Services £
Depreciation of tangible fixed assets	65,274	57,074
Loss on sale of tangible fixed assets	-	9,066
Auditors' remuneration	7,800	6,250
Accountancy fees	18,039	3,902
Legal fees	13,158	3,701
	<u>104,271</u>	<u>79,993</u>

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2024

9. NET INCOME/(EXPENDITURE)

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

	2024	2023
	£	£
Depreciation – owned assets	65,274	57,074
Deficit on disposal of fixed assets	-	9,066
Payments under operating leases	18,085	1,004
Government grants - Covid	<u>-</u>	<u>(3,000)</u>

10. AUDITORS REMUNERATION

The auditor's remuneration amounts to £7,800 (2023: £6,250), and non-audit services of £900 (2023: £3,902).

11. TRUSTEES' REMUNERATION AND BENEFITS

Mrs V M Morgan received remuneration of £4,500 for the year ended 31 July 2024. No Trustee received remuneration for the year ended 31 July 2023.

Trustees' expenses

During the year two (2023: one) Trustees, Mrs V M Morgan and Dr P Taysum respectively, were reimbursed expenses relating to charitable activities totalling £52,602 and £390 (2023: £50,070 and £nil.).

Amounts owed to Mrs V M Morgan at the year end totalled £5,093 (2023: £6,993).

12. STAFF COSTS

	2024	2023
	£	£
Wages and salaries	835,842	838,861
Social security costs	71,388	73,964
Other pension costs	12,420	16,453
	<u>919,650</u>	<u>929,278</u>

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

	2024	2023
Teaching and administration staff	<u>33</u>	<u>31</u>

No employees received emoluments in excess of £60,000 in either year.

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2024

13. TANGIBLE FIXED ASSETS

	Freehold Property	Improvements to property	Fixtures and fittings	Computer equipment	Totals
	£	£	£	£	£
COST					
At 1 August 2023	-	271,466	6,619	29,637	307,722
Additions	1,000,000	28,972	-	-	1,028,972
At 31 July 2024	1,000,000	300,438	6,619	29,637	1,336,694
DEPRECIATION					
At 1 August 2023	-	87,148	3,636	12,567	103,351
Charge for the year	-	57,700	746	6,828	65,274
At 31 July 2024	-	144,848	4,382	19,395	168,625
NET BOOK VALUE					
At 31 July 2024	1,000,000	155,590	2,237	10,242	1,168,069
At 31 July 2023	-	184,318	2,983	17,070	204,371

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Prepayments and accrued income	23,062	12,522
	23,062	12,522

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Trade creditors	13,070	24,988
Social security and other taxes	16,515	17,351
Other creditors	13	7,102
Accruals and deferred income	478,483	355,592
	508,081	405,033

Deferred income comprises fee income that have been received in advance of the forthcoming academic year.

	2024 £	2023 £
Balance as at 1 August 2023	347,916	331,620
Amount released to income earned from charitable activities	(347,916)	(331,620)
Amount deferred in year	469,783	347,916
Balance as at 31 July 2024	469,783	347,916

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2024

16. MOVEMENT IN FUNDS

	At 1 August 2023	Net movement in funds	At 31 July 2024
	£	£	£
Unrestricted funds			
General fund	1,728,819	461,832	2,190,651
TOTAL FUNDS	<u>1,728,819</u>	<u>461,832</u>	<u>2,190,651</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	1,752,254	(1,290,422)	461,832
TOTAL FUNDS	<u>1,752,254</u>	<u>(1,290,422)</u>	<u>461,832</u>

Comparatives for movement in funds:

	At 1 August 2022	Net movement in funds	At 31 July 2023
	£	£	£
Unrestricted funds			
General fund	1,451,959	276,860	1,728,819
TOTAL FUNDS	<u>1,451,959</u>	<u>276,860</u>	<u>1,728,819</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	1,531,199	(1,254,339)	276,860
TOTAL FUNDS	<u>1,531,199</u>	<u>(1,254,339)</u>	<u>276,860</u>

The general fund represents the free funds which is not designated for particular purpose.

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2024

17. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net income for the reporting period (as per the Statement of Financial Activities)	461,832	276,860
Adjustments for:		
Depreciation charges	65,274	57,074
Loss on disposal of fixed assets	-	9,066
Interest received	(38,846)	(4,264)
Interest paid	295	370
(Increase)/decrease in debtors	(10,540)	8,618
Increase in creditors	103,048	26,830
Net cash provided by operations	581,063	374,554

18. ANALYSIS OF CHANGES IN NET DEBT

	At 1 August 2023 £	Cash flow £	At 31 July 2024 £
Net cash			
Cash at bank	1,916,959	(409,358)	1,507,601

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

CURRENT YEAR

	Unrestricted Funds 2024 £	Total Funds 2024 £
Tangible fixed assets	1,168,069	1,168,069
Current assets	1,530,663	1,530,663
Current liabilities	(508,081)	(508,081)
Total 2024	2,190,651	2,190,651

PRIOR YEAR

	Unrestricted Funds 2023 £	Total Funds 2023 £
Tangible fixed assets	204,371	204,371
Current assets	1,929,481	1,929,481
Current liabilities	(405,033)	(408,033)
Total 2023	1,728,819	1,728,819

NORTHLEIGH HOUSE SCHOOL LTD
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 JULY 2024

20. LEASING AGREEMENTS

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

	2024 £	2023 £
Within one year	33,122	1,004
Between one and five years	71,355	1,005
After five years	6,959	-
	<u>111,436</u>	<u>2,009</u>

21. RELATED PARTY DISCLOSURES

The Charitable Company paid rent to Mrs V M Morgan and her family during the period amounting to £25,000 (2023 - £26,500).

On 3 April 2024, the property of Northleigh House was acquired by the Charity from Mrs V Morgan for a consideration of £1,000,000.

22. CONTROLLING PARTY

The Charity is ultimately controlled by the Board of Trustees.

23. PRIOR YEAR STATEMENT OF FINANCIAL ACTIVITIES

	2023 Unrestricted Fund £
INCOME AND ENDOWMENTS FROM	
Voluntary income	22,597
Charitable activities	
Education services	1,497,505
Fund generating activities	6,833
Investment income	4,264
Total Income	<u>1,531,199</u>
EXPENDITURE ON	
Charitable activities	
Education services	1,254,339
Total expenditure	<u>1,254,339</u>
NET MOVEMENT IN FUNDS	<u>276,860</u>
RECONCILIATION OF FUNDS	
Total funds brought forward	1,451,959
TOTAL FUNDS CARRIED FORWARD	<u>1,728,819</u>

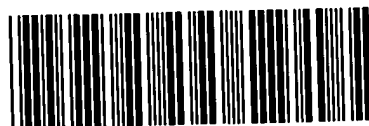
Accounts

REGISTERED COMPANY NUMBER: 07116724 (England and Wales)
REGISTERED CHARITY NUMBER: 1135483

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2023
FOR
NORTHLEIGH HOUSE SCHOOL LTD**

Harrison Beale & Owen Limited
Highdown House
11 Highdown Road
Sydenham
Leamington Spa
Warwickshire
CV31 1XT

TUESDAY



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07/11/2023

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COMPANIES HOUSE

NORTHLEIGH HOUSE SCHOOL LTD

**CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 31 July 2023**

	Page
Report of the Trustees	1 to 6
Statement of Trustees' Responsibilities	7
Report of the Independent Auditors	8 to 10
Statement of Financial Activities	11
Balance Sheet	12 to 13
Cash Flow Statement	14
Notes to the Cash Flow Statement	15
Notes to the Financial Statements	16 to 25
Detailed Statement of Financial Activities	26 to 27

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2023

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 July 2023. 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Northleigh House School is a small school with charitable status which caters for children for whom mainstream schooling has proved difficult or impossible. Our aim is to provide them with a safe place to regain lost self-esteem and then a formal education developing their self-confidence and social skills to enable them to return to mainstream school or further education and employment.

Vulnerable children with learning difficulties, anxiety, emotional issues, those on the autistic spectrum, or those who have been bullied can find a safe and nurturing environment at Northleigh, where they can continue their school education and make friends, as well as rebuild their self-esteem and confidence.

Appropriate help with difficulties such as dyslexia and other therapies are provided where necessary. We promote a culture where every member of the school, whether student or staff, is valued, respected and plays a vital role in the development of Northleigh's community.

At Northleigh House School, we strive to achieve a happy, caring, safe and nurturing environment where children can grow and develop to their full potential whilst following individual education programmes and study in beautiful surroundings, with staff who care very much about their safety, wellbeing and progress.

We take the time to get to know our children well - aided by small group sizes, often 1:1. We endeavour to equip children with the skills they need to be successful in the outside world, whilst making them feel valued.

Northleigh House School aims to produce happy, re-engaged young people who are equipped to confidently move forward with their lives. The progress of our students is closely monitored, and our driving aim is to continue providing a high standard of academic, social and emotional education which will enable our young people to take their place in society as well rounded and successful individuals.

We seek to promote this through a truly personalised, student-led curriculum encompassing both academic and therapeutic support that embeds within it the school's core values.

The Core Values Northleigh House seeks to promote in its students are

- Positive self-esteem
- Confidence in one's own judgement
- Self-reliance
- Ambition and Compassion
- Independence

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2023

OBJECTIVES AND ACTIVITIES

Significant activities

The school passed its 10th anniversary in 2022 and in those years and in 2023 more than 100 young people have moved on into higher education or employment and this year has seen continued healthy progress in the school as more students have successfully moved on.

In the year under review the school has operated at the same level as last year with 34 pupils. In the annual exams 27 students sat a variety of papers at different levels (GCSE/Functional Skills). 9 students sat 21 GCSEs with only 3 papers marked below a grade 4. The average GCSE grade was 5, with 9 of the passes graded at 6 or 8. 1 student sat an AS level with a pass mark of B.

In addition, 21 students sat a range of qualifications including Functional Skills in English, Maths and ICT, Technical Performing Arts and Animal Care courses. These qualifications are offered by Pearson, OCR, Asdan or Cambridge Technical exam boards with just 3 fails from 81 papers taken.

We have 9 leavers this year who are going on to new challenges with six students going to various colleges to study a range of subjects and 3 students starting in the world of work.

The school carefully assesses each student before entering them in appropriate exams depending on their ability and temperament.

As well as providing academic teaching the school continues to provide very important extracurricular activities aimed at broadening the students' experience and helping to boost their self-confidence, while adding to their educational learning. 1 student attended the RSC Associated School Young Leaders workshop and enjoyed a theatre tour. 4 pupils attended a staging of the Mousetrap at the Belgrade Theatre. There were photography and arts trips to The V& A museum, Compton Verney and the Pump Rooms at Leamington Spa. Life skills are the subject of supermarket shopping trips, weekly work experience at a local National Trust property and trips to Hatton Country World as well as all-school trips to a local water park.

All these activities are carefully supervised by our staff.

All these pupils joined the school at a time in their lives when such progress would have been hard to predict and many pupils keep in touch and are all doing well on their chosen life path.

Sadly, our lovely therapy dog Benji passed away this year and the pupils provided some touching tributes to the part he had played in their school life.

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2023

OBJECTIVES AND ACTIVITIES

Public benefit

We are committed to the continued professional development of our staff and the constant expansion of our teaching resources in line with current thinking and research. This is essential in order to support our main aim of raising our students' self-esteem, assisting them to regain confidence and working with them to develop anxiety minimising strategies.

The staff are kind, skilled and dedicated and after just a few weeks at Northleigh, the students begin to regain lost confidence and are given help to enable them to address their high levels of anxiety that are caused by the difficulties they have experienced in mainstream school.

If their problems are not addressed at this stage, students may go on to mental health care or even prison. When children are not at school they become frustrated and bored and problems soon arise. Local authority funding is applied for but can take six to eight months to be put in place. It is during this time that they are most vulnerable and often self-harm or attempt suicide in order to escape what some see as a useless life with no prospects of improvement. The school attempts to get suitable children into the school as soon as possible to ameliorate this problem.

In setting our objectives and planning our activities our Trustees have given careful consideration to the Charity Commission's public benefit guidance.

Volunteers and fundraising

The school is always very grateful for the Volunteers who give freely of their time in providing working parties to help with the fabric of the school or to raise funds. Our thanks go to National Grid who have supported the school for some years now, British Energy Aviva and JaguarLandRover amongst others who have done very valuable work around the school and garden. John Lewis continued to provide help, donating Easter egg for our raffle and furniture for the Wellbeing Centre was donated by Claud Hooper. Corelogic are embarking on a major project by sending teams of volunteers with all the materials in the Summer holidays to paint the outside of the school.

On the fundraising front, Lorna Perkins continues to generate welcome funding from a variety of sources including Tesco, Waitrose, Honily Church, Kings High School, who put on a charity concert for the school, as well as a number of donations from individuals. The Trustees, staff and pupils thank these individuals and businesses for the wonderful work they do which is of such benefit to the school.

Whilst the charity does receive some donations, as noted above, these are considered to be on a small scale and do not form part of the charity's principal activities. The charity neither participates in publicly marketed fundraising events nor in the active soliciting of donations from members of the general public. Accordingly, the charity is not registered with the Fundraising Regulator, although the trustees will keep the situation under review.

Investment and capital projects

Work continues on the fabric of the school finalising the commissioning of the ground source heating system as well as the solar panels. These investments are designed to reduce our reliance on utility companies as our major source of heat and light. Work was completed on the development and furnishing of the Wellness Centre.

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2023

FINANCIAL REVIEW

Financial review

The principal source of funding has always been the fees charged to local authorities for each child according to their needs and the Trustees will continue to review the fees charged to ensure the financial stability of the charitable company is maintained and that the fees are appropriate to the education provided.

As noted above the fundraising activities carried out by so many individuals and corporate sponsors continue to make a valuable contribution to the running of the school.

Total income has increased by 18% (£238,862) compared to last year mainly due to increases in the fee level per pupil. Total expenditure has increased by 18% (£193,091) with staff costs increasing by 37% (£251,771) although this is offset by a reduction of 87% (£123,071) in tuition fees as more staff came on to the payroll to provide teaching to the pupils.

The increased income and control of costs has allowed the school to increase the Funds carried forward to next year to increase by 19% (£276,860). Cash flow has remained positive allowing cash balances to increase by 19% (£311,728).

Investment policy and objectives

During the year the Charities Aid Foundation introduced the school to an organisation called Flagstone who provide a facility to charities who wish to place surplus funds with financial institutions for various periods of time at set interest rates. The advantages to Northleigh are that we can maximise the interest earned while making the funds more secure by investing with different institutions in sums of £85,000 so that each deposit is covered by the Financial Services Compensation Scheme. Monies are deposited in a variety of accounts for periods between one and three months. This has enabled us to increase interest received from £383 last year to £4,264 this year.

Reserves policy

The trustees have examined the charity's requirements for reserves in light of the main issues and risks it faces. The board aims to have unrestricted net reserves in hand. These reserves would be used to cover any unforeseen financial difficulties that might otherwise impact adversely on the organisation's charitable activities.

Total funds brought forward from the previous year were already at a healthy level, establishing a strong basis to support the work of the charity in the ensuing year.

Total reserves at the year end, all of which are unrestricted, amounted to £1,728,819 (2022: £1,451,959)

The trustees are satisfied that income over the year has been at a steady level sufficient to support the activities of the charity throughout the year and into the following year. As noted above cash reserves at the bank remain at a healthy level.

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.

Principal risks and uncertainties

The charity faces various risks: including financial, reputational and compliance risks. It has a variety of policies and procedures in place to manage these risks and regular trustee oversight to ensure the charity minimises the impact of any risks.

FUTURE DEVELOPMENTS

The charity plans to continue activities outlined above in the forthcoming years, subject to satisfactory funding arrangements.

The Trustees continue to seek ways to secure the school buildings through an outright purchase or in some other way.

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, the Memorandum and Articles of Association, incorporated 5 January 2010 and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

It is a company limited by guarantee and therefore has no share capital.

Recruitment appointment and training of new trustees

New trustees are invited to join according to their experience and background in order to strengthen the governance of the charitable company. New trustees are required to complete appropriate induction training which covers safeguarding, data privacy and the responsibilities of trustees as set out by the Charities Commission.

Organisational structure

The charity is run by the trustees, who formally meet at least termly and who are actively involved in the day to day running of the charity along with a team of teaching and other staff.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07116724 (England and Wales)

Registered Charity number

1135483

Registered office

Northleigh House School
Five Ways Road
Hatton
Warwickshire
CV35 7HZ

Trustees

Mrs V M Morgan
Mr R Kent
Mr A R Edwards (resigned 15 October 2023)
Dr P N Taysum
Ms J P Whitehouse
Mr I Burton

Auditors

Harrison Beale & Owen Limited
Highdown House
11 Highdown Road
Sydenham
Leamington Spa
Warwickshire
CV31 1XT

Bankers

Co-Operative Bank
PO Box 250
Delf House
Southway
Skelmersdale
WN8 6WT

NORTHLEIGH HOUSE SCHOOL LTD

**REPORT OF THE TRUSTEES
for the year ended 31 July 2023**

REFERENCE AND ADMINISTRATIVE DETAILS

Solicitors

Shakespeare Martineau
Waterfront House
35 Station Street
Nottingham
NG2 3DQ

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 19 October 2023 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'V. M. Morgan', is written over a horizontal line.

Mrs V M Morgan - Trustee

NORTHLEIGH HOUSE SCHOOL LTD

STATEMENT OF TRUSTEES' RESPONSIBILITIES for the year ended 31 July 2023

The trustees (who are also the directors of Northleigh House School Ltd 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 which 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 Charity SORP;
- 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 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.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF NORTHLEIGH HOUSE SCHOOL LTD

Opinion

We have audited the financial statements of Northleigh House School Ltd (the 'charitable company') for the year ended 31 July 2023 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 July 2023 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 NORTHLEIGH HOUSE SCHOOL LTD

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.

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.

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

The audit process includes an assessment of the entity's risk environment, through enquiry of and discussion with management and those charged with governance, including an assessment of any key laws and regulations with which the charitable company must comply in the ordinary course of its business.

Additionally, the overall risks of irregular transactions occurring are assessed following our observations and confirmation of the design and implementation of management's controls. Whilst we are mindful of these risks, our audit focus is geared towards the risk of material misstatement in the financial statements as a whole.

As such, our procedures cannot guarantee that all transactions have been fully compliant with all relevant laws and regulations, including those regulations relating to fraud, as our procedures are not designed to detect all instances of non-compliance. By definition, the risk of our detection of non-compliance is greater where compliance with a law or regulation is removed from the events and transactions reflected in the financial statements. The risk is also greater regarding irregularities due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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
NORTHLEIGH HOUSE SCHOOL LTD**

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.

A handwritten signature in black ink that reads "Harrison Beale & Owen Limited". The signature is written in a cursive, slightly slanted style.

for and on behalf of Harrison Beale & Owen Limited
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Highdown House
11 Highdown Road
Sydenham
Leamington Spa
Warwickshire
CV31 1XT

19 October 2023

NORTHLEIGH HOUSE SCHOOL LTD
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
for the year ended 31 July 2023

		2023	2022
		Unrestricted	Total
		fund	funds
	Notes	£	£
INCOME AND ENDOWMENTS FROM			
Voluntary income	2	22,597	48,897
Charitable activities	5		
Education services		1,497,505	1,242,557
Fund generating activities	3	6,833	500
Investment income	4	4,264	383
Total		<u>1,531,199</u>	<u>1,292,337</u>
 EXPENDITURE ON			
Charitable activities	6		
Education services		<u>1,254,339</u>	<u>1,061,248</u>
 NET INCOME		 276,860	 231,089
 RECONCILIATION OF FUNDS			
Total funds brought forward		1,451,959	1,220,870
 TOTAL FUNDS CARRIED FORWARD		 <u><u>1,728,819</u></u>	 <u><u>1,451,959</u></u>

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

BALANCE SHEET 31 July 2023

	Notes	2023 Unrestricted fund £	2022 Total funds £
FIXED ASSETS			
Tangible assets	13	204,371	203,791
CURRENT ASSETS			
Debtors	14	12,522	21,140
Cash at bank		1,916,959	1,605,231
		<u>1,929,481</u>	<u>1,626,371</u>
CREDITORS			
Amounts falling due within one year	15	(405,033)	(378,203)
NET CURRENT ASSETS		<u>1,524,448</u>	<u>1,248,168</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,728,819</u>	<u>1,451,959</u>
NET ASSETS		<u>1,728,819</u>	<u>1,451,959</u>
FUNDS	17		
Unrestricted funds		1,728,819	1,451,959
TOTAL FUNDS		<u>1,728,819</u>	<u>1,451,959</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2023.

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 notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

BALANCE SHEET - continued
31 July 2023

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

The financial statements were approved by the Board of Trustees and authorised for issue on 19 October 2023 and were signed on its behalf by:

A handwritten signature in black ink, appearing to read 'V. Morgan', is written over a horizontal line.

Mrs V M Morgan - Trustee

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

CASH FLOW STATEMENT **for the year ended 31 July 2023**

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	374,554	348,781
Interest paid		(370)	(38)
Net cash provided by operating activities		<u>374,184</u>	<u>348,743</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(66,720)	(148,140)
Interest received		4,264	383
Net cash used in investing activities		<u>(62,456)</u>	<u>(147,757)</u>
Change in cash and cash equivalents in the reporting period		<u>311,728</u>	<u>200,986</u>
Cash and cash equivalents at the beginning of the reporting period		<u>1,605,231</u>	<u>1,404,245</u>
Cash and cash equivalents at the end of the reporting period		<u><u>1,916,959</u></u>	<u><u>1,605,231</u></u>

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

**NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 July 2023**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £	2022 £
Net income for the reporting period (as per the Statement of Financial Activities)	276,860	231,089
Adjustments for:		
Depreciation charges	57,074	29,610
Loss on disposal of fixed assets	9,066	-
Interest received	(4,264)	(383)
Interest paid	370	38
Decrease/(increase) in debtors	8,618	(3,340)
Increase in creditors	26,830	91,767
Net cash provided by operations	374,554	348,781

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.8.22 £	Cash flow £	At 31.7.23 £
Net cash			
Cash at bank	1,605,231	311,728	1,916,959
	<u>1,605,231</u>	<u>311,728</u>	<u>1,916,959</u>
Total	1,605,231	311,728	1,916,959

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 July 2023

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 accounts have been prepared in accordance with applicable accounting standards. The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year.

Critical accounting judgements and key sources of estimation uncertainty

To be able to prepare financial statements in accordance with FRS 102, the charity must make certain estimates and judgements that have an impact on the policies and the amount reported in the annual accounts. The estimates and judgements are based on historical experiences and other factors including expectations of future events that are believed to be reasonable at the time such estimates and judgements are made.

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.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity, for example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

No amount is included in the financial statements for volunteer time in line with the SORP. Further detail is given in the Trustees' Annual Report.

Interest income is recognised using the effective interest rate method and is recognised when the charity's right to receive payment is established. This is normally upon notification of the interest paid or payable by the bank.

Government grants arising from the impact of Coronavirus (COVID-19) are recognised in the period in which they become receivable.

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.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Tangible fixed assets

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

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 July 2023

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Improvements to property	- 20% on cost
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 40% on reducing balance

Tangible fixed assets are capitalised where expenditure exceeds £1,000 and are stated at cost (or deemed cost) less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. As such, it does not have liability to corporation tax in the course of its normal charitable activities.

Fund accounting

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

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

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.

Financial instruments

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the income statement.

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and short term deposits with a maturity date of 3 months or less.

Company status and general information

The charity is a private company incorporated in England and Wales and is limited by guarantee, with no share capital. The address of the registered office and registered numbers of the company and charity are shown in the Report of the Trustees.

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2023

2. VOLUNTARY INCOME

	2023	2022
	£	£
Donations and grants	18,139	34,534
Gift aid	1,458	525
Government grants	3,000	12,500
Sundry income	-	1,338
	<u>22,597</u>	<u>48,897</u>

Grants received, included in the above, are as follows:

	2023	2022
	£	£
Other grants	<u>3,000</u>	<u>12,500</u>

3. FUND GENERATING ACTIVITIES

	2023	2022
	£	£
Fundraising events	<u>6,833</u>	<u>500</u>

4. INVESTMENT INCOME

	2023	2022
	£	£
Deposit account interest	<u>4,264</u>	<u>383</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2023	2022
	£	£
Fee income	<u>1,497,505</u>	<u>1,242,557</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 7) £	Support costs (see note 8) £	Totals £
Education services	<u>1,174,346</u>	<u>79,993</u>	<u>1,254,339</u>

NORTHLEIGH HOUSE SCHOOL LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2023**

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2023	2022
	£	£
Staff costs	929,278	677,507
Rates and water	2,661	3,625
Insurance	25,176	20,030
Office costs	45,581	54,815
Advertising	768	658
Sundries	9,890	6,247
Maintenance	38,134	21,302
Motor and travel costs	4,672	5,361
Food	14,325	4,725
Garden	3,305	894
Therapy	30,392	35,454
Training and recruitment	2,147	6,155
Tuition fees	19,173	142,244
Lesson supplies	10,249	8,378
Rent	26,500	21,000
Subscriptions & memberships	11,725	5,882
Interest payable and similar charges	370	38
	<u>1,174,346</u>	<u>1,014,315</u>

8. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Education services	<u>66,140</u>	<u>13,853</u>	<u>79,993</u>

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

	2023 Education services £	2022 Total activities £
Depreciation of tangible fixed assets	57,074	29,610
Loss on sale of tangible fixed assets	9,066	-
Auditors' remuneration	6,250	6,250
Accountancy fees	3,902	1,621
Legal fees	3,701	9,452
	<u>79,993</u>	<u>46,933</u>

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued **for the year ended 31 July 2023**

9. NET INCOME/(EXPENDITURE)

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

	2023	2022
	£	£
Auditors' remuneration	6,250	6,250
Depreciation - owned assets	57,074	29,610
Deficit on disposal of fixed assets	9,066	-
Payments under operating leases	1,004	1,004
Government grants - COVID	(3,000)	(12,500)
	<u> </u>	<u> </u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2023 nor for the year ended 31 July 2022.

Trustees' expenses

During the year one (2022: one) trustee, Mrs V M Morgan, was reimbursed expenses relating to charitable activities totalling £50,070 (2022 - £44,804).

Amounts owed to Mrs V M Morgan at the year end totalled £6,993 (2022: £4,526).

11. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	838,861	616,744
Social security costs	73,964	49,793
Other pension costs	16,453	10,970
	<u>929,278</u>	<u>677,507</u>

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

	2023	2022
	31	26
Teaching and administration staff	<u> </u>	<u> </u>

No employees received emoluments in excess of £60,000.

NORTHLEIGH HOUSE SCHOOL LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2023**

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Voluntary income	48,897
Charitable activities	
Education services	1,242,557
Fund generating activities	500
Investment income	383
Total	<u>1,292,337</u>
EXPENDITURE ON	
Charitable activities	
Education services	<u>1,061,248</u>
NET INCOME	231,089
RECONCILIATION OF FUNDS	
Total funds brought forward	1,220,870
TOTAL FUNDS CARRIED FORWARD	<u><u>1,451,959</u></u>

NORTHLEIGH HOUSE SCHOOL LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2023**

13. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 August 2022	349,587	25,505	48,868	423,960
Additions	51,784	1,013	13,923	66,720
Disposals	(129,905)	(19,899)	(33,154)	(182,958)
At 31 July 2023	271,466	6,619	29,637	307,722
DEPRECIATION				
At 1 August 2022	164,159	19,362	36,648	220,169
Charge for year	49,096	811	7,167	57,074
Eliminated on disposal	(126,107)	(16,537)	(31,248)	(173,892)
At 31 July 2023	87,148	3,636	12,567	103,351
NET BOOK VALUE				
At 31 July 2023	184,318	2,983	17,070	204,371
At 31 July 2022	185,428	6,143	12,220	203,791

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Other debtors	-	101
Prepayments and accrued income	12,522	21,039
	12,522	21,140

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade creditors	24,988	19,148
Social security and other taxes	17,351	18,907
Other creditors	7,102	1,203
Accruals and deferred income	355,592	338,945
	405,033	378,203

Deferred income comprises fee income that have been received in advance of the forthcoming academic year.

	2023 £	2022 £
Balance as at 1 August 2022	331,620	251,249
Amount released to income earned from charitable activities	(331,620)	(251,249)
Amount deferred in year	347,916	331,620
Balance as at 31 July 2023	347,916	331,620

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2023

16. LEASING AGREEMENTS

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

	2023	2022
	£	£
Within one year	1,004	1,004
Between one and five years	1,005	2,009
	<u>2,009</u>	<u>3,013</u>

17. MOVEMENT IN FUNDS

	At 1.8.22	Net movement in funds	At 31.7.23
	£	£	£
Unrestricted funds			
General fund	1,451,959	276,860	1,728,819
	<u>1,451,959</u>	<u>276,860</u>	<u>1,728,819</u>
TOTAL FUNDS	<u>1,451,959</u>	<u>276,860</u>	<u>1,728,819</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	1,531,199	(1,254,339)	276,860
	<u>1,531,199</u>	<u>(1,254,339)</u>	<u>276,860</u>
TOTAL FUNDS	<u>1,531,199</u>	<u>(1,254,339)</u>	<u>276,860</u>

Comparatives for movement in funds

	At 1.8.21	Net movement in funds	At 31.7.22
	£	£	£
Unrestricted funds			
General fund	1,220,870	231,089	1,451,959
	<u>1,220,870</u>	<u>231,089</u>	<u>1,451,959</u>
TOTAL FUNDS	<u>1,220,870</u>	<u>231,089</u>	<u>1,451,959</u>

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2023

17. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,292,337	(1,061,248)	231,089
TOTAL FUNDS	<u>1,292,337</u>	<u>(1,061,248)</u>	<u>231,089</u>

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

	At 1.8.21 £	Net movement in funds £	At 31.7.23 £
Unrestricted funds			
General fund	1,220,870	507,949	1,728,819
TOTAL FUNDS	<u>1,220,870</u>	<u>507,949</u>	<u>1,728,819</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	2,823,536	(2,315,587)	507,949
TOTAL FUNDS	<u>2,823,536</u>	<u>(2,315,587)</u>	<u>507,949</u>

The general fund represents the free funds which are not designated for particular purposes.

NORTHLEIGH HOUSE SCHOOL LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2023**

18. RELATED PARTY DISCLOSURES

The charitable company paid rent to Mrs V M Morgan and her family during the period amounting to £26,500 (2022 - £21,000).

NORTHLEIGH HOUSE SCHOOL LTD

DETAILED STATEMENT OF FINANCIAL ACTIVITIES **for the year ended 31 July 2023**

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Voluntary income		
Donations and grants	18,139	34,534
Gift aid	1,458	525
Government grants	3,000	12,500
Sundry income	-	1,338
	22,597	48,897
Fund generating activities		
Fundraising events	6,833	500
Investment income		
Deposit account interest	4,264	383
Charitable activities		
Fee income	1,497,505	1,242,557
	1,531,199	1,292,337
Total incoming resources		
EXPENDITURE		
Charitable activities		
Wages	838,861	616,744
Social security	73,964	49,793
Pensions	16,453	10,970
Rates and water	2,661	3,625
Insurance	25,176	20,030
Office costs	45,581	54,815
Advertising	768	658
Sundries	9,890	6,247
Maintenance	38,134	21,302
Motor and travel costs	4,672	5,361
Food	14,325	4,725
Garden	3,305	894
Therapy	30,392	35,454
Training and recruitment	2,147	6,155
Tuition fees	19,173	142,244
Lesson supplies	10,249	8,378
Rent	26,500	21,000
Subscriptions & memberships	11,725	5,882
Bank charges	370	38
	1,174,346	1,014,315

This page does not form part of the statutory financial statements

NORTHLEIGH HOUSE SCHOOL LTD

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 July 2023**

	2023 £	2022 £
Support costs		
Finance		
Depreciation of tangible fixed assets	57,074	29,610
Loss on sale of tangible fixed assets	9,066	-
	<u>66,140</u>	<u>29,610</u>
Governance costs		
Auditors' remuneration	6,250	6,250
Accountancy fees	3,902	1,621
Legal fees	3,701	9,452
	<u>13,853</u>	<u>17,323</u>
Total resources expended	<u>1,254,339</u>	<u>1,061,248</u>
Net income	<u><u>276,860</u></u>	<u><u>231,089</u></u>

This page does not form part of the statutory financial statements

Accounts

REGISTERED COMPANY NUMBER: 07116724 (England and Wales)
REGISTERED CHARITY NUMBER: 1135483

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2022
FOR
NORTHLEIGH HOUSE SCHOOL LTD**

Harrison Beale & Owen Limited
Highdown House
11 Highdown Road
Sydenham
Leamington Spa
Warwickshire
CV31 1XT

NORTHLEIGH HOUSE SCHOOL LTD

CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 31 July 2022

	Page
Report of the Trustees	1 to 5
Statement of Trustees' Responsibilities	6
Report of the Independent Auditors	7 to 8
Statement of Financial Activities	9
Balance Sheet	10
Cash Flow Statement	11
Notes to the Cash Flow Statement	12
Notes to the Financial Statements	13 to 20
Detailed Statement of Financial Activities	21 to 22

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2022

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 July 2022. 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Northleigh House School is a small school with charitable status which caters for children for whom mainstream schooling has proved difficult or impossible. Our aim is to provide them with a safe place to regain lost self-esteem and then a formal education developing their self-confidence and social skills to enable them to return to mainstream school or further education and employment.

Vulnerable children with learning difficulties, anxiety, emotional issues, those on the autistic spectrum, or those who have been bullied can find a safe and nurturing environment at Northleigh, where they can continue their school education and make friends, as well as rebuild their self-esteem and confidence.

Appropriate help with difficulties such as dyslexia and other therapies are provided where necessary. We promote a culture where every member of the school, whether student or staff, is valued, respected and plays a vital role in the development of Northleigh's community.

At Northleigh House School, we strive to achieve a happy, caring, safe and nurturing environment where children can grow and develop to their full potential whilst following individual education programmes and study in beautiful surroundings, with staff who care very much about their safety, wellbeing and progress.

We take the time to get to know our children well - aided by small group sizes, often 1:1. We endeavour to equip children with the skills they need to be successful in the outside world, whilst making them feel valued.

Northleigh House School aims to produce happy, re-engaged young people who are equipped to confidently move forward with their lives. The progress of our students is closely monitored, and our driving aim is to continue providing a high standard of academic, social and emotional education which will enable our young people to take their place in society as well rounded and successful individuals.

We seek to promote this through a truly personalised, student-led curriculum encompassing both academic and therapeutic support that embeds within it the school's core values.

The Core Values Northleigh House seeks to promote in its students are

- Positive self-esteem
- Confidence in one's own judgement
- Self-reliance
- Ambition and Compassion
- Independence

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2022

OBJECTIVES AND ACTIVITIES

Significant activities

This year the school has celebrated its 10th anniversary during which time more than 100 young people have moved on into higher education or employment and this year has seen healthy progress in the school as more students have successfully moved on.

In the year under review the school has operated at the same level as last year with 34 pupils. In the annual exams 26 students sat a variety of papers at different levels. 12 students sat 29 GCSEs with no fails. The average grade was 6 with 8 of the passes graded at 8 or 9. 4 students sat 4 A or AS levels with pass marks between B and C.

In addition 21 students sat a range of Functional Skills, Digital Employability or Technical IT qualifications offered by either OCR or Pearson exam boards with just 3 fails from 68 papers taken.

Our leavers this year are going on to new challenges with two students now at Stratford College studying Photography, one is taking A levels in Biology, Chemistry and Geology, whilst a fourth is studying Animal Care, Woodworking & Gardening at Moreton Morell College.

As well as providing an education the school continues to provide very important extracurricular activities aimed at broadening the students' experience and helping to boost their self-confidence. As examples of these kinds of activities, 3 students visited the RSC Associated School and along with an RSC partner worked on a selection of "Much Ado About Nothing" and learned how to make a fight scene realistic. One student attends a stables, learning about horsemanship while other students attended the Good Food Show along with our cookery teacher and yet another student volunteers at a local National Trust property. All these activities are carefully supervised by our staff.

All these pupils joined the school at a time in their lives when such progress would have been hard to predict and many pupils keep in touch and are all doing well on their chosen life path.

Public benefit

We are committed to the continued professional development of our staff and the constant expansion of our teaching resources in line with current thinking and research. This is essential in order to support our main aim of raising our students' self-esteem, assisting them to regain confidence and working with them to develop anxiety minimising strategies.

The staff are kind, skilled and dedicated and after just a few weeks at Northleigh, the students begin to regain lost confidence and are given help to enable them to address their high levels of anxiety that are caused by the difficulties they have experienced in mainstream school.

If their problems are not addressed at this stage, students may go on to mental health care or even prison. When children are not at school they become frustrated and bored and problems soon arise. Local authority funding is applied for but can take six to eight months to be put in place. It is during this time that they are most vulnerable and often self-harm or attempt suicide in order to escape what some see as a useless life with no prospects of improvement. The school attempts to get suitable children into the school as soon as possible to ameliorate this problem.

In setting our objectives and planning our activities our Trustees have given careful consideration to the Charity Commission's public benefit guidance.

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2022

OBJECTIVES AND ACTIVITIES

Volunteers and fundraising

The school is always very grateful for the Volunteers who give freely of their time in providing working parties to help with the fabric of the school or to raise funds. Our thanks go to National Grid who have supported the school for some years now, Dassault Systemes, Warwickshire Council Works & Pensions and Good Gym amongst others who have done very valuable work around the school and garden. John Lewis continued to provide help, donating giant Easter egg for our raffle and furniture for the Wellbeing Centre.

On the fundraising front Lorna Perkins continues to generate much needed funding from a variety of sources including Warwick Lions, Warwickshire Masons, the SPK Foundation, the Kenilworth Lions as well as a number of donations from individuals. In addition a number of supporters of the school ran 10k per week for 10 weeks leading up to Northleigh's 10th birthday and raised valuable funds for the Wellbeing Hub and Sensory Garden. Organisations such as John Lewis and Jaguar Land Rover for example, provide invaluable support in terms of donations or sending teams of volunteers to carry out maintenance tasks around the school grounds.

The Trustees, staff and pupils thank these individuals and businesses for the wonderful work they do which is of such benefit to the school.

Whilst the charity does receive some donations, as noted above, these are considered to be on a small scale and do not form part of the charity's principal activities. The charity neither participates in publicly marketed fundraising events nor in the active soliciting of donations from members of the general public. Accordingly, the charity is not registered with the Fundraising Regulator, although the trustees will keep the situation under review.

10th anniversary celebrations

As noted above 2022 was an important year for the school which has now been open since 2012. Two events were held in June for Corporate Sponsors, local authority contacts, parents, past pupils and volunteers which were very well attended and which served as a thank you to so many people and organisations who have been involved in so many different ways in the development of the school.

Investment and capital projects

Work continues on the fabric of the school with a complete upgrade of the CCTV system and finalising the commissioning of the ground source heating system. Work was completed on the development and furnishing of the Wellness Centre.

FINANCIAL REVIEW

Financial review

The principal source of funding has always been the fees charged to local authorities for each child according to their needs and the Trustees will continue to review the fees charged to ensure the financial stability of the charitable company is maintained and that the fees are appropriate to the education provided.

As noted above the fundraising activities carried out by so many individuals and corporate sponsors continue to make a valuable contribution to the running of the school.

Total income has increased by 1.4% (£18,000) compared to last year mainly due to increases in fee level per pupil. Total costs have increased by 17% (£152,000) with staff costs increasing by 16% (£91,000) although this is offset by a reduction of 8% (£12,000) in tuition fees as more staff came on to the payroll to provide teaching to the greater number of pupils.

The increased income and control of costs has allowed the school to increase the funds carried forward to next year by 19% (£231,000). Cash flow has remained positive allowing cash balances to increase by 14% (£201,000).

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2022

FINANCIAL REVIEW

Reserves policy

The trustees have examined the charity's requirements for reserves in light of the main issues and risks it faces. The board aims to have unrestricted net reserves in hand. These reserves would be used to cover any unforeseen financial difficulties that might otherwise impact adversely on the organisation's charitable activities.

Total funds brought forward from the previous year were already at a healthy level, establishing a strong basis to support the work of the charity in the ensuing year.

Total reserves at the year end, all of which are unrestricted, amounted to £1,451,959 (2021: £1,220,870)

The trustees are satisfied that income over the year has been at a steady level sufficient to support the activities of the charity throughout the year and into the following year. As noted above cash reserves at the bank remain at a healthy level.

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.

Principal risks and uncertainties

The charity faces various risks: including financial; reputational and compliance risks. It has a variety of policies and procedures in place to manage these risks and regular trustee oversight to ensure the charity minimises the impact of any risks.

FUTURE DEVELOPMENTS

The charity plans to continue activities outlined above in the forthcoming years, subject to satisfactory funding arrangements.

The Trustees continue to seek ways to secure the school buildings through an outright purchase or in some other way.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, the Memorandum and Articles of Association, incorporated 5 January 2010 and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

It is a company limited by guarantee and therefore has no share capital.

Recruitment appointment and training of new trustees

New trustees are invited to join according to their experience and background in order to strengthen the governance of the company. New trustees are required to complete appropriate induction training which covers safeguarding, data privacy and the responsibilities of trustees as set out by the Charities Commission. There have been a number of changes to those acting as trustees and we thank those who have left us and recognise the work they have done for the school while welcoming the new trustees and the diverse skills they have brought with them.

Organisational structure

The charity is run by the trustees, who formally meet at least termly and who are actively involved in the day to day running of the charity along with a team of teaching and other staff.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07116724 (England and Wales)

Registered Charity number

1135483

NORTHLEIGH HOUSE SCHOOL LTD

**REPORT OF THE TRUSTEES
for the year ended 31 July 2022**

Registered office

Northleigh House School
Five Ways Road
Hatton
Warwickshire
CV35 7HZ

Trustees

Mrs V M Morgan
Mr R Kent
Mrs J E Williams (resigned 30/11/2021)
Mr T Bianco (resigned 08/01/2022)
Mr A R Edwards (appointed 01/12/2021)
Dr P N Taysum (appointed 01/12/2021)
Ms J P Whitehouse (appointed 01/12/2021)
Mr I Burton (appointed 18/01/2022)

Auditors

Harrison Beale & Owen Limited
Highdown House
11 Highdown Road
Sydenham
Leamington Spa
Warwickshire
CV31 1XT

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 16 March 2023 and signed on its behalf by:



Mrs V M Morgan - Trustee

NORTHLEIGH HOUSE SCHOOL LTD

STATEMENT OF TRUSTEES' RESPONSIBILITIES for the year ended 31 July 2022

The trustees (who are also the directors of Northleigh House School Ltd 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 which 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 Charity SORP;
- 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 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.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF NORTHLEIGH HOUSE SCHOOL LTD

Opinion

We have audited the financial statements of Northleigh House School Ltd (the 'charitable company') for the year ended 31 July 2022 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 July 2022 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 NORTHLEIGH HOUSE SCHOOL LTD

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.

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.

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

The audit process includes an assessment of the entity's risk environment, through enquiry of and discussion with management and those charged with governance, including an assessment of any key laws and regulations with which the charitable company must comply in the ordinary course of its operations.

Additionally, the overall risks of irregular transactions occurring are assessed following our observations and confirmation of the design and implementation of management's controls. Whilst we are mindful of these risks, our audit focus is geared towards the risk of material misstatement in the financial statements as a whole.

As such, our procedures cannot guarantee that all transactions have been fully compliant with all relevant laws and regulations, including those regulations relating to fraud, as our procedures are not designed to detect all instances of non-compliance. By definition, the risk of our detection of non-compliance is greater where compliance with a law or regulation is removed from the events and transactions reflected in the financial statements. The risk is also greater regarding irregularities due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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.

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.



for and on behalf of Harrison Beale & Owen Limited
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Highdown House
11 Highdown Road
Sydenham
Leamington Spa
Warwickshire
CV31 1XT

16 March 2023

NORTHLEIGH HOUSE SCHOOL LTD

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
for the year ended 31 July 2022**

		2022 Unrestricted fund £	2021 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Voluntary income	2	48,897	43,806
Charitable activities	5		
Education services		1,242,557	1,229,429
Fund generating activities	3	500	714
Investment income	4	383	60
Total		<u>1,292,337</u>	<u>1,274,009</u>
 EXPENDITURE ON			
Charitable activities	6		
Education services		<u>1,061,248</u>	<u>909,493</u>
 NET INCOME		 231,089	 364,516
 RECONCILIATION OF FUNDS			
Total funds brought forward		<u>1,220,870</u>	<u>856,354</u>
 TOTAL FUNDS CARRIED FORWARD		 <u>1,451,959</u>	 <u>1,220,870</u>

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

BALANCE SHEET

31 July 2022

	Notes	2022 Unrestricted fund £	2021 Total funds £
FIXED ASSETS			
Tangible assets	13	203,791	85,261
CURRENT ASSETS			
Debtors	14	21,140	17,800
Cash at bank		<u>1,605,231</u>	<u>1,404,245</u>
		1,626,371	1,422,045
CREDITORS			
Amounts falling due within one year	15	(378,203)	(286,436)
NET CURRENT ASSETS		<u>1,248,168</u>	<u>1,135,609</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,451,959	1,220,870
NET ASSETS		<u>1,451,959</u>	<u>1,220,870</u>
FUNDS	17		
Unrestricted funds		<u>1,451,959</u>	<u>1,220,870</u>
TOTAL FUNDS		<u>1,451,959</u>	<u>1,220,870</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2022.

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

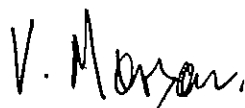
The trustees acknowledge their responsibilities for

- (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.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 16 March 2023 and were signed on its behalf by:



Mrs V M Morgan - Trustee

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

**CASH FLOW STATEMENT
for the year ended 31 July 2022**

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	348,781	421,223
Interest paid		<u>(38)</u>	<u>-</u>
Net cash provided by operating activities		<u>348,743</u>	<u>421,223</u>
 Cash flows from investing activities			
Purchase of tangible fixed assets		(148,140)	(47,658)
Interest received		<u>383</u>	<u>60</u>
Net cash used in investing activities		<u>(147,757)</u>	<u>(47,598)</u>
 Change in cash and cash equivalents in the reporting period		 200,986	 373,625
Cash and cash equivalents at the beginning of the reporting period		<u>1,404,245</u>	<u>1,030,620</u>
 Cash and cash equivalents at the end of the reporting period		 <u>1,605,231</u>	 <u>1,404,245</u>

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 July 2022

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net income for the reporting period (as per the Statement of Financial Activities)	231,089	364,516
Adjustments for:		
Depreciation charges	29,610	26,898
Interest received	(383)	(60)
Interest paid	38	-
Increase in debtors	(3,340)	(6,433)
Increase in creditors	<u>91,767</u>	<u>36,302</u>
Net cash provided by operations	<u><u>348,781</u></u>	<u><u>421,223</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.8.21 £	Cash flow £	At 31.7.22 £
Net cash			
Cash at bank	<u>1,404,245</u>	<u>200,986</u>	<u>1,605,231</u>
	<u>1,404,245</u>	<u>200,986</u>	<u>1,605,231</u>
Total	<u><u>1,404,245</u></u>	<u><u>200,986</u></u>	<u><u>1,605,231</u></u>

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 July 2022

I. 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 accounts have been prepared in accordance with applicable accounting standards. The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year.

Critical accounting judgements and key sources of estimation uncertainty

To be able to prepare financial statements in accordance with FRS 102, the charity must make certain estimates and judgements that have an impact on the policies and the amount reported in the annual accounts. The estimates and judgements are based on historical experiences and other factors including expectations of future events that are believed to be reasonable at the time such estimates and judgements are made.

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.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity, for example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

No amount is included in the financial statements for volunteer time in line with the SORP. Further detail is given in the Trustees' Annual Report.

Interest income is recognised using the effective interest rate method and is recognised when the charity's right to receive payment is established. This is normally upon notification of the interest paid or payable by the bank.

Government grants arising from the impact of Coronavirus (COVID-19) are recognised in the period in which they become receivable.

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.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Tangible fixed assets

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

Improvements to property	- 20% on cost
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 40% on reducing balance

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 July 2022

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are capitalised where expenditure exceeds £1,000 and are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. As such, it does not have liability to corporation tax in the course of its normal charitable activities.

Fund accounting

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

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

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.

Financial instruments

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the income statement.

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and short term deposits with a maturity date of 3 months or less.

Company status and general information

The charity is a private company incorporated in England and Wales and is limited by guarantee, with no share capital. The address of the registered office and registered numbers of the company and charity are shown in the Report of the Trustees.

2. VOLUNTARY INCOME

	2022	2021
	£	£
Donations and grants	34,534	43,406
Gift aid	525	-
Government grants	12,500	-
Sundry income	<u>1,338</u>	<u>400</u>
	<u>48,897</u>	<u>43,806</u>

Grants received, included in the above, are as follows:

	2022	2021
	£	£
Other grants	<u>12,500</u>	<u>-</u>

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2022

3. FUND GENERATING ACTIVITIES

	2022	2021
	£	£
Fundraising events	<u>500</u>	<u>714</u>

4. INVESTMENT INCOME

	2022	2021
	£	£
Deposit account interest	<u>383</u>	<u>60</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2022	2021
	£	£
Fee income	<u>1,242,557</u>	<u>1,229,429</u>

Activity
Education services

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 7)	Support costs (see note 8)	Totals
	£	£	£
Education services	<u>1,014,315</u>	<u>46,933</u>	<u>1,061,248</u>

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2022	2021
	£	£
Staff costs	677,507	586,412
Rates and water	3,625	2,348
Insurance	20,030	7,488
Office costs	54,815	49,907
Advertising	658	195
Sundries	6,247	4,669
Maintenance	21,302	9,578
Motor and travel costs	5,361	707
Food	4,725	5,587
Garden	894	471
Therapy	35,454	9,122
Training and recruitment	6,155	2,016
Tuition fees	142,244	154,057
Lesson supplies	8,378	2,538
Rent	21,000	21,000
Trips	-	981
Subscriptions & memberships	5,882	4,998
Interest payable and similar charges	<u>38</u>	<u>-</u>
	<u>1,014,315</u>	<u>862,074</u>

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2022

8. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Education services	<u>29,610</u>	<u>17,323</u>	<u>46,933</u>

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

	2022 Education services £	2021 Total activities £
Depreciation of tangible fixed assets	29,610	26,898
Auditors' remuneration	6,250	6,250
Accountancy fees	1,621	6,518
Legal fees	<u>9,452</u>	<u>7,753</u>
	<u>46,933</u>	<u>47,419</u>

9. NET INCOME/(EXPENDITURE)

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

	2022 £	2021 £
Auditors' remuneration	6,250	6,250
Depreciation - owned assets	29,610	26,898
Payments under operating leases	1,004	1,004
Government grants - COVID	<u>(12,500)</u>	<u>-</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2022 nor for the year ended 31 July 2021.

Trustees' expenses

During the year one (2021: one) trustee, Mrs V M Morgan, was reimbursed expenses relating to charitable activities totalling £44,804 (2021 - £51,793).

11. STAFF COSTS

	2022 £	2021 £
Wages and salaries	616,744	535,612
Social security costs	49,793	40,907
Other pension costs	<u>10,970</u>	<u>9,893</u>
	<u>677,507</u>	<u>586,412</u>

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

	2022	2021
Teaching and administration staff	<u>26</u>	<u>23</u>

No employees received emoluments in excess of £60,000.

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2022

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Voluntary income	43,806
Charitable activities	
Education services	1,229,429
Fund generating activities	714
Investment income	<u>60</u>
Total	<u>1,274,009</u>
EXPENDITURE ON	
Charitable activities	
Education services	<u>909,493</u>
NET INCOME	364,516
RECONCILIATION OF FUNDS	
Total funds brought forward	<u>856,354</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>1,220,870</u></u>

13. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 August 2021	210,800	25,505	39,515	275,820
Additions	<u>138,787</u>	<u>-</u>	<u>9,353</u>	<u>148,140</u>
At 31 July 2022	<u>349,587</u>	<u>25,505</u>	<u>48,868</u>	<u>423,960</u>
DEPRECIATION				
At 1 August 2021	140,723	17,314	32,522	190,559
Charge for year	<u>23,436</u>	<u>2,048</u>	<u>4,126</u>	<u>29,610</u>
At 31 July 2022	<u>164,159</u>	<u>19,362</u>	<u>36,648</u>	<u>220,169</u>
NET BOOK VALUE				
At 31 July 2022	<u>185,428</u>	<u>6,143</u>	<u>12,220</u>	<u>203,791</u>
At 31 July 2021	<u>70,077</u>	<u>8,191</u>	<u>6,993</u>	<u>85,261</u>

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2022

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Other debtors	101	-
Prepayments and accrued income	<u>21,039</u>	<u>17,800</u>
	<u><u>21,140</u></u>	<u><u>17,800</u></u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	19,148	2,594
Social security and other taxes	18,907	16,606
Other creditors	1,203	9,237
Accruals and deferred income	<u>338,945</u>	<u>257,999</u>
	<u><u>378,203</u></u>	<u><u>286,436</u></u>

Deferred income comprises fee income that have been received in advance of the forthcoming academic year.

	2022	2021
	£	£
Balance as at 1 August 2021	251,249	219,221
Amount released to income earned from charitable activities	(251,249)	(198,339)
Amount released to income earned from voluntary income	-	(20,882)
Amount deferred in year	<u>331,620</u>	<u>251,249</u>
	<u><u>331,620</u></u>	<u><u>251,249</u></u>
Balance as at 31 July 2022		

16. LEASING AGREEMENTS

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

	2022	2021
	£	£
Within one year	1,004	1,004
Between one and five years	2,009	4,018
In more than five years	<u>-</u>	<u>251</u>
	<u><u>3,013</u></u>	<u><u>5,273</u></u>

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2022

17. MOVEMENT IN FUNDS

	At 1.8.21 £	Net movement in funds £	At 31.7.22 £
Unrestricted funds			
General fund	1,220,870	231,089	1,451,959
TOTAL FUNDS	<u>1,220,870</u>	<u>231,089</u>	<u>1,451,959</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,292,337	(1,061,248)	231,089
TOTAL FUNDS	<u>1,292,337</u>	<u>(1,061,248)</u>	<u>231,089</u>

Comparatives for movement in funds

	At 1.8.20 £	Net movement in funds £	At 31.7.21 £
Unrestricted funds			
General fund	856,354	364,516	1,220,870
TOTAL FUNDS	<u>856,354</u>	<u>364,516</u>	<u>1,220,870</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,274,009	(909,493)	364,516
TOTAL FUNDS	<u>1,274,009</u>	<u>(909,493)</u>	<u>364,516</u>

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2022

17. MOVEMENT IN FUNDS - continued

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

	At 1.8.20 £	Net movement in funds £	At 31.7.22 £
Unrestricted funds			
General fund	856,354	595,605	1,451,959
TOTAL FUNDS	<u>856,354</u>	<u>595,605</u>	<u>1,451,959</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	2,566,346	(1,970,741)	595,605
TOTAL FUNDS	<u>2,566,346</u>	<u>(1,970,741)</u>	<u>595,605</u>

The general fund represents the free funds which are not designated for particular purposes.

18. CAPITAL COMMITMENTS

	2022 £	2021 £
Contracted but not provided for in the financial statements	<u>-</u>	<u>23,588</u>

19. RELATED PARTY DISCLOSURES

The charitable company paid rent to Mrs V M Morgan and her family during the period amounting to £21,000 (2021 - £21,000).

NORTHLEIGH HOUSE SCHOOL LTD

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 July 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Voluntary income		
Donations and grants	34,534	43,406
Gift aid	525	-
Government grants	12,500	-
Sundry income	<u>1,338</u>	<u>400</u>
	48,897	43,806
Fund generating activities		
Fundraising events	500	714
Investment income		
Deposit account interest	383	60
Charitable activities		
Fee income	<u>1,242,557</u>	<u>1,229,429</u>
Total incoming resources	1,292,337	1,274,009
EXPENDITURE		
Charitable activities		
Wages	616,744	535,612
Social security	49,793	40,907
Pensions	10,970	9,893
Rates and water	3,625	2,348
Insurance	20,030	7,488
Office costs	54,815	49,907
Advertising	658	195
Sundries	6,247	4,669
Maintenance	21,302	9,578
Motor and travel costs	5,361	707
Food	4,725	5,587
Garden	894	471
Therapy	35,454	9,122
Training and recruitment	6,155	2,016
Tuition fees	142,244	154,057
Lesson supplies	8,378	2,538
Rent	21,000	21,000
Trips	-	981
Subscriptions & memberships	5,882	4,998
Bank charges	<u>38</u>	<u>-</u>
	1,014,315	862,074
Support costs		

NORTHLEIGH HOUSE SCHOOL LTD

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 July 2022

	2022 £	2021 £
Support costs		
Finance		
Depreciation of tangible fixed assets	29,610	26,898
Governance costs		
Auditors' remuneration	6,250	6,250
Accountancy fees	1,621	6,518
Legal fees	9,452	7,753
	<u>17,323</u>	<u>20,521</u>
Total resources expended	<u>1,061,248</u>	<u>909,493</u>
Net income	<u><u>231,089</u></u>	<u><u>364,516</u></u>

Accounts

REGISTERED COMPANY NUMBER: 07116724 (England and Wales)
REGISTERED CHARITY NUMBER: 1135483

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021
FOR
NORTHLEIGH HOUSE SCHOOL LTD**

Harrison Beale & Owen Limited
Chartered Accountants and Statutory Auditor
Highdown House
11 Highdown Road
Leamington Spa
Warwickshire
CV31 1XT

NORTHLEIGH HOUSE SCHOOL LTD

**CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 31 July 2021**

	Page
Report of the Trustees	1 to 4
Statement of Trustees' Responsibilities	5
Report of the Independent Auditors	6 to 8
Statement of Financial Activities	9
Balance Sheet	10
Cash Flow Statement	11
Notes to the Cash Flow Statement	12
Notes to the Financial Statements	13 to 20
Detailed Statement of Financial Activities	21 to 22

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2021

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 July 2021. 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Northleigh House School is a small school with charitable status which caters for children who have been badly traumatised, particularly through bullying, at their mainstream school. Our aim is to provide them with a safe place to regain lost self-esteem and then a formal education developing their self-confidence and social skills to enable them to return to mainstream school or further education and employment.

Appropriate help with difficulties such as dyslexia and other therapies are provided where necessary. We promote a culture where every member of the school, whether student or staff, is valued, respected and plays a vital role in the development of Northleigh's community.

At Northleigh House School, we strive to achieve a happy, caring, safe and nurturing environment where children can grow and develop to their full potential whilst following individual education programmes and study in beautiful surroundings, with staff who care very much about their safety, wellbeing and progress.

We take the time to get to know our children well - aided by small group sizes, often 1:1. We endeavour to equip children with the skills they need to be successful in the outside world, whilst making them feel valued.

Northleigh House School aims to produce happy, re-engaged young people who are equipped to confidently move forward in their lives. The progress of our students is closely monitored, and our driving aim is to continue providing a high standard of academic, social and emotional education which will enable our young people to take their place in society as well rounded and successful individuals.

We seek to promote this through a truly personalised, student-led curriculum encompassing both academic and therapeutic support that embeds within it the school's core values.

The Core Values Northleigh House seeks to promote in its students are

- Positive self-esteem
- Confidence in one's own judgement
- Self-reliance
- Ambition and Compassion
- Independence

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2021

OBJECTIVES AND ACTIVITIES

Significant activities

This year the school has operated with 34 pupils compared to 30 last year. The school has now been open for 9 years during which time more than 100 young people have moved on into higher education or employment. This year has seen healthy progress in the school as more students have successfully moved on.

In the year under review pupils gained 73 passes in a variety of subjects offered by the OCR exam board. Of the leavers this year one has gone on to do Art at Stratford College, a second has gone to Stratford College to do Business Studies, a third has gone to do Accounting at Matthew Bolton, a fourth has gone to Cadbury College to study economics and politics, while another has taken up an IT apprenticeship and finally, a sixth pupil has started an internship with National Grid.

2 pupils who were offered internships at National Grid last year have been offered permanent jobs this year at the end of their internship year. 2 current pupils have taken weekend jobs in cafés locally.

All these pupils joined the school at a time in their lives when such progress would have been hard to predict and many pupils keep in touch and are all doing well on their chosen life path.

The Covid pandemic has caused the school to close for a significant time but staff have worked hard to try to mitigate the effects on pupils by devising suitable learning online where this was possible depending on the circumstances of each pupil.

Work continues on the fabric of the school and a major project to replace the old heating system with a ground source heating system was completed in the year in order to save costs and provide a more environmentally friendly method of heating the school.

Public benefit

We are committed to the continued professional development of our staff and the constant expansion of our teaching resources in line with current thinking and research. This is essential in order to support our main aim of raising our students' self-esteem, assisting them to regain their confidence and working with them to develop anxiety minimising strategies.

The staff are kind, skilled and dedicated and after just a few weeks at Northleigh, the students begin to regain lost confidence and are given help to enable them to address their high levels of anxiety that are caused by the difficulties they have experienced in mainstream school.

If their problems are not addressed at this stage, students may go on to mental health care or even prison. When children are not at school they become frustrated and bored and problems soon arise. Local authority funding is applied for but can take six to eight months to be put in place. It is during this time that they are most vulnerable and often self-harm or attempt suicide in order to escape what some see as a useless life with no prospects of improvement. The school attempts to get suitable children into the school as soon as possible to ameliorate this problem.

In setting our objectives and planning our activities our Trustees have given careful consideration to the Charity Commission's public benefit guidance.

Volunteers

In past years corporate sponsors have provided volunteers to carry out a number of projects such as extending the car park but the pandemic has meant that this year this type of support was not possible. Nevertheless, volunteers have continued to support the school activities with fundraising and with the day to day running of the school.

The children and staff thank these individuals for the incredible work they do on behalf of the school.

We also have a therapy dog, Ben, who is very good indeed at cheering up even the most despondent pupil. He always raises a smile; he is an expert in his own right at lifting sadness and bringing comfort to everyone who meets him.

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES

for the year ended 31 July 2021

STRATEGIC REPORT

Financial review

The principal source of funding has always been the fees charged to local authorities for each child according to their needs and the Trustees will continue to review the fees charged to ensure the financial stability of the company is maintained and that the fees are appropriate to the education provided.

Total income has increased by 28% (£280,000) compared to last year due to the higher number of pupils and increases in the fee level per pupil. Total costs have increased by 15% (£118,000) with staff costs increasing by 32% (£142,000) although this is offset by a reduction of 14% (£25,000) in tuition fees as more staff came on to the payroll to provide teaching to the greater number of pupils.

The increased income and control of costs has allowed the school to increase the funds carried forward to next year to increase by 42% (£365,000). Cash flow has remained positive allowing cash balances to increase by 36% (£374,000).

Reserves policy

The trustees have examined the charity's requirements for reserves in light of the main issues and risks it faces. The board aims to have unrestricted net reserves in hand. These reserves would be used to cover any unforeseen financial difficulties that might otherwise impact adversely on the organisation's charitable activities.

Total funds brought forward from the previous year were already at a healthy level, establishing a strong basis to support the work of the charity in the ensuing year.

The trustees are satisfied that income over the year has been at a steady level sufficient to support the activities of the charity throughout the year and into the following year. As noted above cash reserves at the bank remain at a healthy level.

FUTURE DEVELOPMENTS

The charity plans to continue activities outlined above in the forthcoming years, subject to satisfactory funding arrangements.

It is most important that the trustees secure the school building so that the school can continue into the future. We are also working on identifying more land to expand the school to increase the numbers of students and meet the demand for places.

The charity is grateful to all organisations, charities and individuals who have contributed to our various projects.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, the Memorandum and Articles of Association, incorporated 5 January 2010 and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

It is a company limited by guarantee and therefore has no share capital.

Recruitment appointment and training of new trustees

New trustees are invited to join according to their experience and background in order to strengthen the governance of the company. New trustees are required to complete appropriate induction training which covers safeguarding, data privacy and the responsibilities of trustees as set out by the Charities Commission. There have been a number of changes to those acting as trustees and we thank those who have left us and recognise the work they have done for the school while welcoming the new trustees and the diverse skills they have brought with them.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07116724 (England and Wales)

Registered Charity number

1135483

NORTHLEIGH HOUSE SCHOOL LTD

**REPORT OF THE TRUSTEES
for the year ended 31 July 2021**

Registered office

Northleigh House School
Five Ways Road
Hatton
Warwickshire
CV35 7HZ

Trustees

Mrs V M Morgan
T Bianco
R D Flint (resigned 03/03/2021)
Mrs J E Williams (resigned 30/11/2021)
R Kent (appointed 03/03/2021)
A R Edwards (appointed 01/12/2021)
P N Taysum (appointed 01/12/2021)
Mrs J P Whitehouse (appointed 01/12/2021)

Auditors

Mark Ashfield
FCA
Harrison Beale & Owen Limited
Chartered Accountants and Statutory Auditor
Highdown House
11 Highdown Road
Leamington Spa
Warwickshire
CV31 1XT

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 25 January 2022 and signed on the board's behalf by:



Mrs V M Morgan - Trustee

NORTHLEIGH HOUSE SCHOOL LTD

STATEMENT OF TRUSTEES' RESPONSIBILITIES

for the year ended 31 July 2021

The trustees (who are also the directors of Northleigh House School Ltd 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 which 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 Charity 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.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF NORTHLEIGH HOUSE SCHOOL LTD

Opinion

We have audited the financial statements of Northleigh House School Ltd (the 'charitable company') for the year ended 31 July 2021 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 July 2021 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF NORTHLEIGH HOUSE SCHOOL LTD

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

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

The audit process includes an assessment of the entity's risk environment, through enquiry of and discussion with management, including an assessment of any key laws and regulations with which the company must comply in the ordinary course of its business. We have concluded that there are no such key laws and regulations that are particular to the company's activities.

Additionally, the overall risks of irregular transactions occurring are assessed following our observations and confirmation of the design and implementation of management's controls. Whilst we are mindful of these risks, our audit focus is geared towards the risk of material misstatement in the financial statements as a whole.

As such, our procedures cannot guarantee that all transactions have been fully compliant with all relevant laws and regulations, including those regulations relating to fraud, as our procedures are not designed to detect all instances of non-compliance.

Nevertheless, nothing has come to our attention that has given us significant cause for concern in the course of the procedures we have undertaken in order to give our opinion on whether the financial statements are free from material misstatement, as shown above.

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 MEMBERS OF
NORTHLEIGH HOUSE SCHOOL LTD**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Ashfield BA FCA (Senior Statutory Auditor)
for and on behalf of Harrison Beale & Owen Limited
Chartered Accountants and Statutory Auditor
Highdown House
11 Highdown Road
Leamington Spa
Warwickshire
CV31 1XT

25 January 2022

NORTHLEIGH HOUSE SCHOOL LTD

**STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 July 2021**

		2021 Unrestricted fund £	2020 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Voluntary income	2	43,806	44,582
Charitable activities	5		
Education services		1,229,429	947,223
Fund generating activities	3	714	1,228
Investment income	4	60	619
Total		1,274,009	993,652
 EXPENDITURE ON			
Charitable activities	6		
Education services		909,493	790,994
 NET INCOME		364,516	202,658
 RECONCILIATION OF FUNDS			
Total funds brought forward		856,354	653,696
 TOTAL FUNDS CARRIED FORWARD		1,220,870	856,354

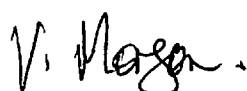
The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

BALANCE SHEET
31 July 2021

	Notes	2021 Unrestricted fund £	2020 Total funds £
FIXED ASSETS			
Tangible assets	13	85,261	64,501
CURRENT ASSETS			
Debtors	14	17,800	11,367
Cash at bank		<u>1,404,245</u>	<u>1,030,620</u>
		1,422,045	1,041,987
CREDITORS			
Amounts falling due within one year	15	<u>(286,436)</u>	<u>(250,134)</u>
NET CURRENT ASSETS		<u>1,135,609</u>	<u>791,853</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,220,870</u>	<u>856,354</u>
NET ASSETS		<u><u>1,220,870</u></u>	<u><u>856,354</u></u>
FUNDS	17		
Unrestricted funds		<u>1,220,870</u>	<u>856,354</u>
TOTAL FUNDS		<u><u>1,220,870</u></u>	<u><u>856,354</u></u>

The financial statements were approved by the Board of Trustees and authorised for issue on 25 January 2022 and were signed on its behalf by:



V M Morgan - Trustee

NORTHLEIGH HOUSE SCHOOL LTD

**CASH FLOW STATEMENT
for the year ended 31 July 2021**

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	421,223	236,754
Interest paid		-	(10)
Net cash provided by operating activities		421,223	236,744
Cash flows from investing activities			
Purchase of tangible fixed assets		(47,658)	(55,510)
Sale of tangible fixed assets		-	500
Interest received		60	619
Net cash used in investing activities		(47,598)	(54,391)
Change in cash and cash equivalents in the reporting period		373,625	182,353
Cash and cash equivalents at the beginning of the reporting period		1,030,620	848,267
Cash and cash equivalents at the end of the reporting period		1,404,245	1,030,620

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

**NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 July 2021**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net income for the reporting period (as per the Statement of Financial Activities)	364,516	202,658
Adjustments for:		
Depreciation charges	26,898	21,789
Loss on disposal of fixed assets	-	5,660
Interest received	(60)	(619)
Interest paid	-	10
Increase in debtors	(6,433)	(9,490)
Increase in creditors	36,302	16,746
Net cash provided by operations	<u>421,223</u>	<u>236,754</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.8.20 £	Cash flow £	At 31.7.21 £
Net cash			
Cash at bank	1,030,620	373,625	1,404,245
	<u>1,030,620</u>	<u>373,625</u>	<u>1,404,245</u>
Total	<u>1,030,620</u>	<u>373,625</u>	<u>1,404,245</u>

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 July 2021

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 accounts have been prepared in accordance with applicable accounting standards. The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year.

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.

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.

Improvements to property	- 20% on cost
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 40% on reducing balance

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

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

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.

Financial instruments

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the income statement.

NORTHLEIGH HOUSE SCHOOL LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2021**

2. VOLUNTARY INCOME

	2021	2020
	£	£
Donations and grants	43,406	42,646
Sundry income	400	1,936
	<u>43,806</u>	<u>44,582</u>

3. FUND GENERATING ACTIVITIES

	2021	2020
	£	£
Fundraising events	714	1,228
	<u>714</u>	<u>1,228</u>

4. INVESTMENT INCOME

	2021	2020
	£	£
Deposit account interest	60	619
	<u>60</u>	<u>619</u>

5. INCOME FROM CHARITABLE ACTIVITIES

		2021	2020
	Activity	£	£
Fee income	Education services	1,229,429	947,223
		<u>1,229,429</u>	<u>947,223</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 7) £	Support costs (see note 8) £	Totals £
Education services	862,074	47,419	909,493
	<u>862,074</u>	<u>47,419</u>	<u>909,493</u>

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2021	2020
	£	£
Staff costs	586,412	443,456
Rates and water	2,348	2,195
Insurance	7,488	6,075
Office costs	49,907	35,236
Advertising	195	-
Sundries	4,669	5,837
Maintenance	9,578	17,944
Motor and travel costs	707	3,134
Food	5,587	4,653
Garden	471	815
Therapy	9,122	10,451
Training and recruitment	2,016	9,047
Tuition fees	154,057	179,433
Lesson supplies	2,538	6,520
Rent	21,000	21,000
Trips	981	550
	<u>857,076</u>	<u>746,346</u>
Carried forward	857,076	746,346

NORTHLEIGH HOUSE SCHOOL LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2021**

7. DIRECT COSTS OF CHARITABLE ACTIVITIES - continued

	2021	2020
	£	£
Brought forward	857,076	746,346
Subscriptions & memberships	4,998	2,186
Interest payable and similar charges	-	10
	<u>862,074</u>	<u>748,542</u>

8. SUPPORT COSTS

	Finance	Governance	Totals
	£	costs	£
Education services	<u>26,898</u>	<u>20,521</u>	<u>47,419</u>

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

	2021	2020
	Education	Total
	services	activities
	£	£
Depreciation of tangible fixed assets	26,898	21,789
Loss on sale of tangible fixed assets	-	5,660
Auditors' remuneration	6,250	-
Accountancy fees	6,518	3,656
Legal fees	7,753	9,747
Independent exam fees	-	1,600
	<u>47,419</u>	<u>42,452</u>

9. NET INCOME/(EXPENDITURE)

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

	2021	2020
	£	£
Auditors' remuneration	6,250	-
Depreciation - owned assets	26,898	21,789
Deficit on disposal of fixed assets	-	5,660
	<u>-</u>	<u>1,600</u>

NORTHLEIGH HOUSE SCHOOL LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2021**

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2021 nor for the year ended 31 July 2020.

Trustees' expenses

During the year Mrs V M Morgan was reimbursed expenses totalling £51,793 (2020 - £76,045).

11. STAFF COSTS

	2021	2020
	£	£
Wages and salaries	535,612	405,256
Social security costs	40,907	29,654
Other pension costs	9,893	8,546
	<u>586,412</u>	<u>443,456</u>

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

	2021	2020
	23	17
Teaching and administration staff	<u>23</u>	<u>17</u>

No employees received emoluments in excess of £60,000.

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Voluntary income	44,582
Charitable activities	
Education services	947,223
Fund generating activities	1,228
Investment income	619
Total	<u>993,652</u>
EXPENDITURE ON	
Charitable activities	
Education services	790,994
NET INCOME	<u>202,658</u>
RECONCILIATION OF FUNDS	
Total funds brought forward	653,696
TOTAL FUNDS CARRIED FORWARD	<u>856,354</u>

NORTHLEIGH HOUSE SCHOOL LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2021**

13. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 August 2020	169,883	25,125	33,154	228,162
Additions	40,917	380	6,361	47,658
At 31 July 2021	<u>210,800</u>	<u>25,505</u>	<u>39,515</u>	<u>275,820</u>
DEPRECIATION				
At 1 August 2020	121,218	14,584	27,859	163,661
Charge for year	19,505	2,730	4,663	26,898
At 31 July 2021	<u>140,723</u>	<u>17,314</u>	<u>32,522</u>	<u>190,559</u>
NET BOOK VALUE				
At 31 July 2021	<u>70,077</u>	<u>8,191</u>	<u>6,993</u>	<u>85,261</u>
At 31 July 2020	<u>48,665</u>	<u>10,541</u>	<u>5,295</u>	<u>64,501</u>

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Other debtors	-	9,237
Prepayments and accrued income	<u>17,800</u>	<u>2,130</u>
	<u>17,800</u>	<u>11,367</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	2,594	7,964
Social security and other taxes	16,606	11,762
Other creditors	9,237	9,237
Accruals and deferred income	<u>257,999</u>	<u>221,171</u>
	<u>286,436</u>	<u>250,134</u>

Deferred income comprises fee income that have been received in advance of the forthcoming academic year.

	2021 £	2020 £
Balance as at 1 August 2020	219,221	224,513
Amount released to income earned from charitable activities	(198,339)	(224,513)
Amount released to income earned from voluntary income	(20,882)	-
Amount deferred in year	<u>251,249</u>	<u>219,221</u>
	<u>251,249</u>	<u>219,221</u>
Balance as at 31 July 2021		

NORTHLEIGH HOUSE SCHOOL LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2021**

16. LEASING AGREEMENTS

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

	2021	2020
	£	£
Within one year	1,004	-
Between one and five years	4,018	-
In more than five years	251	-
	5,273	-

17. MOVEMENT IN FUNDS

	At 1.8.20	Net movement in funds	At
	£	£	31.7.21
			£
Unrestricted funds			
General fund	856,354	364,516	1,220,870
TOTAL FUNDS	856,354	364,516	1,220,870

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	1,274,009	(909,493)	364,516
TOTAL FUNDS	1,274,009	(909,493)	364,516

Comparatives for movement in funds

	At 1.8.19	Net movement in funds	At
	£	£	31.7.20
			£
Unrestricted funds			
General fund	653,696	202,658	856,354
TOTAL FUNDS	653,696	202,658	856,354

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2021

17. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	993,652	(790,994)	202,658
TOTAL FUNDS	<u>993,652</u>	<u>(790,994)</u>	<u>202,658</u>

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

	At 1.8.19 £	Net movement in funds £	At 31.7.21 £
Unrestricted funds			
General fund	653,696	567,174	1,220,870
TOTAL FUNDS	<u>653,696</u>	<u>567,174</u>	<u>1,220,870</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	2,267,661	(1,700,487)	567,174
TOTAL FUNDS	<u>2,267,661</u>	<u>(1,700,487)</u>	<u>567,174</u>

The general fund represents the free funds which are not designated for particular purposes.

18. CAPITAL COMMITMENTS

	2021 £	2020 £
Contracted but not provided for in the financial statements	<u>23,588</u>	<u>-</u>

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 July 2021

19. RELATED PARTY DISCLOSURES

The charitable company paid rent to Mrs V M Morgan and her family during the period amounting to £21,000 (2020 - £21,000).

NORTHLEIGH HOUSE SCHOOL LTD

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 July 2021**

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Voluntary income		
Donations and grants	43,406	42,646
Sundry income	400	1,936
	43,806	44,582
Fund generating activities		
Fundraising events	714	1,228
Investment income		
Deposit account interest	60	619
Charitable activities		
Fee income	1,229,429	947,223
	1,274,009	993,652
Total incoming resources		
EXPENDITURE		
Charitable activities		
Wages	535,612	405,256
Social security	40,907	29,654
Pensions	9,893	8,546
Rates and water	2,348	2,195
Insurance	7,488	6,075
Office costs	49,907	35,236
Advertising	195	-
Sundries	4,669	5,837
Maintenance	9,578	17,944
Motor and travel costs	707	3,134
Food	5,587	4,653
Garden	471	815
Therapy	9,122	10,451
Training and recruitment	2,016	9,047
Tuition fees	154,057	179,433
Lesson supplies	2,538	6,520
Rent	21,000	21,000
Trips	981	550
Subscriptions & memberships	4,998	2,186
Bank charges	-	10
	862,074	748,542
Support costs		
Finance		
Depreciation of tangible fixed assets	26,898	21,789
Carried forward	26,898	21,789

This page does not form part of the statutory financial statements

NORTHLEIGH HOUSE SCHOOL LTD**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 July 2021**

	2021 £	2020 £
Finance		
Brought forward	26,898	21,789
Loss on sale of tangible fixed assets	-	5,660
	<u>26,898</u>	<u>27,449</u>
 Governance costs		
Auditors' remuneration	6,250	-
Accountancy fees	6,518	3,656
Legal fees	7,753	9,747
Independent exam fees	-	1,600
	<u>20,521</u>	<u>15,003</u>
 Total resources expended	<u>909,493</u>	<u>790,994</u>
 Net income	<u><u>364,516</u></u>	<u><u>202,658</u></u>

NORTHLEIGH HOUSE SCHOOL LTD

England & Wales - Charity number 1135483

Accounts

REGISTERED COMPANY NUMBER: 07116724 (England and Wales)
REGISTERED CHARITY NUMBER: 1135483

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 JULY 2020
FOR**

NORTHLEIGH HOUSE SCHOOL LTD

Harrison Beale & Owen Limited
Chartered Accountants
Highdown House
11 Highdown Road
Leamington Spa
Warwickshire
CV31 1XT

NORTHLEIGH HOUSE SCHOOL LTD
CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 31 July 2020

	Page
Report of the Trustees	1 to 2
Statement of Trustees Responsibilities	3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Cash Flow Statement	7
Notes to the Cash Flow Statement	8
Notes to the Financial Statements	9 to 14
Detailed Statement of Financial Activities	15 to 16

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2020

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 July 2020. 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 October 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Northleigh House School is a small school with charitable status which caters for children who have been badly traumatised, particularly through bullying, at their mainstream school. Our aim is to provide them with a safe place to regain lost self esteem and then a formal education developing their self confidence and social skills to enable them to return to mainstream school or further education and employment. Appropriate help with difficulties such as dyslexia and therapy are provided where necessary.

Significant activities

The school has been open for ten years during which time more than ninety young people have moved on to higher education, apprenticeship or employment. Many of these pupils keep in touch and are doing well on their chosen life path.

Public benefit

This year has seen healthy progress in the school as more students have successfully moved on. The staff are kind, skilled and dedicated and after just a few weeks at Northleigh, the students begin to regain lost confidence and are given help to enable them to address their high levels of anxiety that are caused by the difficulties they have experienced in mainstream school.

If their problems are not addressed at this stage, students are likely to go on to mental health care or prison. When children are not at school they become frustrated and bored and problems soon arise. Local authority funding is applied for but can take six to eight months to be put in place. It is during this time that they are most vulnerable and often self-harm or attempt suicide in order to escape what some see as a useless life with no prospects of improvement.

Volunteers

A huge part of the school costs are covered by volunteers, individual and corporate support which is valuable.

The children and staff thank these individuals for the incredible work they do on behalf of the school.

We also have a therapy dog, Ben, who is very good indeed at cheering up even the most despondent pupil. He always raises a smile; he is an expert in his own right at lifting sadness and bringing comfort to everyone who meets him.

STRATEGIC REPORT

Financial review

Reserves policy

The trustees have examined the charity's requirements for reserves in light of the main issues and risks it faces. The board aims to have unrestricted net reserves in hand. These reserves would be used to cover any unforeseen financial difficulties that might otherwise impact adversely on the organisation's charitable activities.

Total funds brought forward from the previous year were at a healthy level, establishing a strong basis to support the work of the charity in the ensuing year.

The trustees are satisfied that income over the year has been at a steady level sufficient to support the activities of the charity throughout the year and into the following year.

Cash reserves at the bank remain at a healthy level.

NORTHLEIGH HOUSE SCHOOL LTD

REPORT OF THE TRUSTEES for the year ended 31 July 2020

STRATEGIC REPORT

Future developments

The charity plans to continue activities outlined above in the forthcoming years, subject to satisfactory funding arrangements.

It is most important that the trustees secure the school building so that the school can continue into the future. We are also working on identifying more land to expand the school to increase the numbers of students and meet the demand for places.

The charity is grateful to all organisations, charities and individuals who have contributed to our various projects.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, the Memorandum and Articles of Association, incorporated 5 January 2010 and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

It is a company limited by guarantee and therefore has no share capital.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07116724 (England and Wales)

Registered Charity number

1135483

Registered office

Northleigh House School
Five Ways Road
Hatton
Warwickshire
CV35 7HZ

Trustees

R D Flint – Resigned 17th February 2021

Mrs V M Morgan

Mrs J E Williams

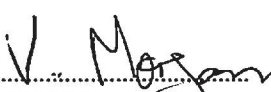
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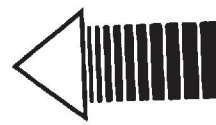
R Kent – Appointed 3rd March 2021

Independent examiner

Andrew Cartwright FCA
Harrison Beale & Owen Limited
Chartered Accountants
Highdown House
11 Highdown Road
Leamington Spa
Warwickshire
CV31 1XT

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 05 March 2021 and signed on the board's behalf by:


.....
Mrs V M Morgan - Trustee



**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
NORTHLEIGH HOUSE SCHOOL LTD**

Independent examiner's report to the trustees of Northleigh House School Ltd ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 July 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of the ICAEW which is one of the listed bodies

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached

Andrew Cartwright FCA
Harrison Beale & Owen Limited
Highdown House
11 Highdown Road
Leamington Spa
Warwickshire
CV31 1XT

Date: 05 March 2021

NORTHLEIGH HOUSE SCHOOL LTD
STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 July 2020

		2020 Unrestricted funds £	2019 Total Funds £
INCOME AND ENDOWMENTS FROM	Notes		
Voluntary income	2	991,805	896,496
Fund generating activities	3	1,228	4,519
Investment income	4	<u>619</u>	<u>297</u>
Total		993,652	901,312
 EXPENDITURE ON			
Charitable activities	5		
Charitable activities		<u>790,816,</u>	<u>678,494</u>
NET INCOME		202,836	222,818,
RECONCILIATION OF FUNDS			
Total funds brought forward		<u>653,518</u>	<u>430,878</u>
TOTAL FUNDS CARRIED FORWARD		<u>856,354</u>	<u>653,696</u>

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

BALANCE SHEET
At 31 July 2020

		2020 Unrestricted funds £	2019 Total funds £
	Notes		
FIXED ASSETS			
Tangible assets	11	64,501	36,940
CURRENT ASSETS			
Debtors	12	11,367	1,877
Cash at bank		<u>1,030,620</u>	<u>848,267</u>
		1,041,987	850,144
CREDITORS			
Amounts falling due within one year	13	<u>(250,134)</u>	<u>(233,388)</u>
NET CURRENT ASSETS		<u>791,853</u>	<u>616,756</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>856,354</u>	<u>653,696</u>
NET ASSETS		<u>856,354</u>	<u>653,696</u>
FUNDS	14		
Unrestricted funds		<u>856,354</u>	<u>653,696</u>
TOTAL FUNDS		<u>856,354</u>	<u>653,696</u>

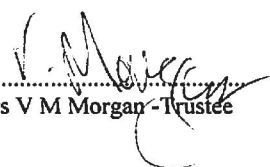
The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2020.

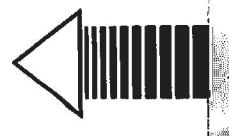
The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2019 in accordance with Section 476 of the Companies Act 2006.

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.

The financial statements were approved by the Board of Trustees on 05 March 2021 and were signed on its behalf by:


.....
Mrs V M Morgan - Trustee



The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

**CASH FLOW STATEMENT
for the year ended 31 July 2020**

	Notes	2020 £	2019 £
Cash flows from operating activities:			
Cash generated from operations	1	17,890	334,108
Interest paid		<u>(10)</u>	<u>(230)</u>
Net cash provided by (used in) operating activities		<u>17,880</u>	<u>333,878</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(55,510)	(7,085)
Sale of tangible fixed assets		500	-
Interest received		<u>619</u>	<u>297</u>
Net cash provided by (used in) investing activities		<u>(54,391)</u>	<u>(6,788)</u>
Change in cash and cash equivalents in the reporting period		<u>(36,511)</u>	<u>327,090</u>
Cash and cash equivalents at the beginning of the reporting period		<u>848,267</u>	<u>521,177</u>
Cash and cash equivalents at the end of the reporting period		<u><u>1,030,620</u></u>	<u><u>848,267</u></u>

The notes form part of these financial statements

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 July 2020

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES		
	2020	2019
	£	£
Net income for the reporting period (as per the statement of financial activities)	202,836	222,818
Adjustments for:		
Depreciation charges	21,789	30,668
Loss on disposal of fixed assets	5,660	-
Interest received	(619)	(297)
Interest paid	10	230
Decrease/(increase) in debtors	1,876	1,665
Increase in creditors	<u>(213,662)</u>	<u>79,024</u>
Net cash provided by (used in) operating activities	<u>17,890</u>	<u>334,108</u>

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 July 2020

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 October 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 accounts have been prepared in accordance with applicable accounting standards. The principal accounting policies adopted in the preparation of the financial statements are set out below.

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.

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.

Improvements to property	- 20% on cost
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 40% on reducing balance

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.

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.

Financial instruments

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the income statement.

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the year ended 31 July 2020

2. VOLUNTARY INCOME

	2020	2019
	£	£
Donations and grants	42,646	87,085
Gift aid	-	3,467
Fees	947,223	805,944
Sundry income	<u>1,936</u>	<u>-</u>
	<u>991,805</u>	<u>896,496</u>

3. FUND GENERATING ACTIVITIES

	2020	2019
	£	£
Fundraising events	<u>1,228</u>	<u>4,519</u>

4. INVESTMENT INCOME

	2020	2019
	£	£
Deposit account interest	<u>619</u>	<u>297</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 6) £	Totals £
Charitable activities	<u>748,364</u>	<u>42,452</u>	<u>790,816</u>

6. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Charitable activities	<u>15,003</u>	<u>21,789</u>	<u>5,660</u>	<u>42,452</u>

7. NET INCOME/(EXPENDITURE)

Net income is stated after charging:

	2020	2019
	£	£
Depreciation - owned assets	21,789	30,669
Deficit on disposal of fixed assets	<u>5,660</u>	<u>-</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2020 nor for the year ended 31 July 2019.

Trustees' expenses

There were trustees' expenses totalling £nil in the year ended 31 July 2020 (2019: £nil). The balance outstanding at the year end totalled £nil (2019: £nil).

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the year ended 31 July 2020

9. STAFF COSTS

	2020	2019
	£	£
Wages and salaries	405,256	341,063
Social security costs	29,654	25,182
Other pension costs	8,546	5,525
	<u>443,456,</u>	<u>371,770</u>

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

	2020	2019
Teaching staff	13	11
Administration staff	4	4
	<u>17</u>	<u>15</u>

No employees received emoluments in excess of £60,000.

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Voluntary income	896,496
Fund generating activities	4,519
Investment income	297
Total	901,312
EXPENDITURE ON	
Charitable activities	678,494
Total	678,494
NET INCOME	222,818
RECONCILIATION OF FUNDS	
Total funds brought forward	430,878
TOTAL FUNDS CARRIED FORWARD	<u>653,696</u>

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the year ended 31 July 2020

11. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 August 2019	122,205	19,899	11,682	30,548	184,334
Additions	47,678	5,226	-	2,606	55,510
Disposals			(11,682)	-	(11,682)
At 31 July 2020	<u>169,883</u>	<u>25,125</u>	<u>-</u>	<u>33,154</u>	<u>228,162</u>
DEPRECIATION					
At 1 August 2019	104,751	11,930	5,522	25,191	147,394
Charge for year	16,467	2,654	-	2,668	21,789
Eliminated on disposal	-	-	(5,522)	-	(5,522)
At 31 July 2020	<u>121,218</u>	<u>14,584</u>	<u>-</u>	<u>27,859</u>	<u>163,661</u>
NET BOOK VALUE					
At 31 July 2020	<u>48,665</u>	<u>10,541</u>	<u>-</u>	<u>5,295</u>	<u>64,501</u>
At 31 July 2019	<u>17,454</u>	<u>7,969</u>	<u>6,160</u>	<u>5,357</u>	<u>36,940</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Other debtors	9,237	-
Prepayments and accrued income	<u>2,130</u>	<u>1,877</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade creditors	7,964	5,497
Social security and other taxes	11,762	1,377
Other creditors	9,237	-
Accruals and deferred income	<u>221,171</u>	<u>226,514</u>
	<u>250,134</u>	<u>233,388</u>

14. MOVEMENT IN FUNDS

	At 1.8.19 £	Net movement in funds £	At 31.7.20 £
Unrestricted funds			
General fund	653,518	202,836	856,354
TOTAL FUNDS	<u>653,518</u>	<u>202,836</u>	<u>856,354</u>

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the year ended 31 July 2020

14. MOVEMENT IN FUNDS – continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	993,652	(790,816)	202,836
TOTAL FUNDS	993,652	(790,816)	202,836

Comparatives for movement in funds

	At 1.8.18 £	Net movement in funds £	At 31.7.19 £
Unrestricted Funds			
General fund	430,878	222,818	653,696
TOTAL FUNDS	430,878	222,818	653,696

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	901,312	(678,494)	222,818
TOTAL FUNDS	901,312	(678,494)	222,818

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

	At 1.8.18 £	Net movement in funds £	At 31.7.20 £
Unrestricted funds			
General fund	430,878	425,654	856,532
TOTAL FUNDS	430,878	425,654	856,532

NORTHLEIGH HOUSE SCHOOL LTD

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the year ended 31 July 2020

14. MOVEMENT IN FUNDS - continued

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	<u>1,894,964</u>	<u>(1,469,310)</u>	<u>425,654</u>
TOTAL FUNDS	<u><u>1,894,964</u></u>	<u><u>(1,469,310)</u></u>	<u><u>425,654</u></u>

15. RELATED PARTY DISCLOSURES

The charitable company paid rent, at less than open market value, to Mrs V M Morgan and her family during the period amounting to £21,000 (2019 - £21,000).