

ST CATHERINE'S - SPEECH AND LANGUAGE

England & Wales · Charity number 288148

Details

Other names	ST CATHERINE'S SCHOOL
Status	Registered
Legal form	Charitable company
Company number	01757474
Registered	1983-11-21
Register	View on the Charity Commission register

Contact

Address	St. Catherine's Grove Road Ventnor Isle Of Wight PO38 1TT
Phone	01983852722
Email	general@stcatherines.org.uk
Website	www.stcatherines.org.uk

Activities

Objects: The relief of sickness, poverty, hardship and distress, among children, young people, their families and other persons who are socially excluded from society as a result of their speech, language and communication needs, by: providing a range of services which include advancing their education through the running of a residential special school and sixth form centre, vocational training, integrated therapy, outreach services and advice and support to parents and families; and raising public awareness of the issues affecting children, young people and their families and others with speech, language and communication needs.

Activities: St Catherine's is a national charity working with children and young people with severe, lifelong speech, language and communication disabilities. We provide a specialist school and sixth form centre, intensive speech, language and occupational therapy, excellent residential facilities, a comprehensive vocational training programme and outreach support to mainstream schools, parents and families.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Other Charitable Activities
- **What:** Education/training, Disability
- **Who:** Children/young People, People With Disabilities

Geography

- Isle Of Wight

Finances

Period end	Income	Expenditure	Assets	Employees
2025-08-31	£6,431,219	£5,767,450	£6,003,570	140
2024-08-31	£5,786,219	£5,423,917	£4,938,801	137
2023-08-31	£4,949,790	£4,760,004	£4,368,499	137
2022-08-31	£3,212,717	£4,159,982	£3,582,713	137
2021-08-31	£3,632,520	£3,358,605	£2,427,972	93
2020-08-31	£3,162,205	£2,780,170	£2,154,057	93

Trustees

Name	Role	Appointed
Anthony Flower		2010-01-19
Daniel Carmichael		2023-10-20
David Mark Rhodes		2022-07-08
Graham Pengelly		1996-01-11
Henry Blacksell		2024-02-22
John Metcalfe		2013-10-03
Martyn Heather		2021-05-14
Michael Loftus		2022-11-11
Peter Andrew Elliott		2020-11-27
Roger David Rickman		2024-11-25

Linked charities

- ST CATHERINE'S SCHOOL (288148-1)
- ST CATHERINES - SPEECH AND LANGUAGE FOR YOUNG ADULTS AND ADULTS LIMITED (288148-2)

ST CATHERINE'S - SPEECH AND LANGUAGE

England & Wales - Charity number 288148

Accounts

REGISTERED COMPANY NUMBER: 01757474 (England and Wales)

REGISTERED CHARITY NUMBER: 288148

**REPORT OF THE TRUSTEES AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2025
FOR
ST CATHERINE'S - SPEECH AND LANGUAGE**

Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

ST CATHERINE'S - SPEECH AND LANGUAGE

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FOR THE YEAR ENDED 31 AUGUST 2025**

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ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2025

The trustees who are also directors of the charity and the group for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 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

The relief of sickness, poverty, hardship and distress, among children, young people, their families and other persons who are socially excluded from society as a result of their speech, language and communication needs, by: providing a range of services which include advancing their education through the running of a residential special school and sixth form centre, vocational training, integrated therapy, outreach services and advice and support to parents and families; and raising public awareness of the issues affecting children, young people and their families and others with speech, language and communication needs.

Objectives – St Catherine’s – Speech and Language for Adults and Young Adults

The objects of the Charity are the relief of sickness, poverty, hardship and distress among young adults and adults who are socially excluded from society as a result of their speech, language and communication needs, in particular by:

- (a) providing education, vocational training, integrated therapy, outreach services, advice, support and care;
- (b) raising public awareness of the issues affecting those with speech, language and communication needs.

Public benefit

The board of Trustees understands the requirements as set out in Section 17(5) of the Charities Act 2011 and takes the view that St Catherine's completely satisfies all guidance issued by the Charity Commission with regard to public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Introduction

St Catherine's is a national charity working with children and young people with severe and lifelong speech, language and communication needs and a range of associated issues including autistic spectrum conditions, dyspraxia and dyslexia.

Our aim is to support and enable our children and young people to achieve more than they ever thought possible. To this end, our centre in the heart of Ventnor on the Isle of Wight provides:

- specialist education through a school and sixth form college;
- intensive speech and language therapy and occupational therapy which is integrated into the curriculum;
- residential care provision, which supports St Catherine's to deliver a waking day curriculum;
- life-relevant skills and opportunities to develop social interaction to prepare young people for their transition to more independent adulthood;
- St Catherine's Post 19 Provision, a specialist Post 16 institution delivering a tailored service of education, therapy, residential accommodation and support to develop independence skills; and
- school holiday activities.

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2025

Our approach:

- supports effective learning;
- builds confidence and self-esteem; and
- reinforces the importance of providing wide-ranging personal development opportunities.

Performance review for the period 1st September 2024 to 31st August 2025

Our Strategic Aims for 2022-2027

The aim of the trustees is for St Catherine's to be the place of choice for the education of young people with speech, language and communication needs.

Underpinning our strategic aim are the four pillars of:

Safeguarding

An absolute foundation for the school where the emphasis has been and continues to be delivering a safe, supportive and secure learning environment for staff, pupils, parents and visitors to the school. A place where all staff are vigilant and confident in dealing with all safeguarding issues.

Therapy and Care

Enabling a culture to thrive where the welfare of the young person is at the centre of all that we do and is ambitious for the progress of every student. A place that is homely, safe, secure and comfortable, where physical, emotional, social and mental health needs are met and life opportunities are enhanced.

Resources

An ongoing commitment to maintain a sustainable financial position through prudent management of the school's resources and finances and planning for the long-term.

People

Recruiting, developing and retaining talented staff who share our vision.

St Catherine's School and College

Each of our students has complex special educational needs and each has their own individualised educational and residential programme integrating high quality learning, speech, language and occupational therapy and life-relevant skills. Our students come from across the UK as well as from the Isle of Wight. Demand within our school and college provision remains high and this year our student numbers reached our maximum capacity of 94.

In February 2025, we had a 3-day Ofsted social care inspection for our school and college. We were delighted with the results of the inspection, which saw our social care provision continue to be rated as Outstanding. Highlights from the report include:

"Students flourish in the residential provision of this school. They make exceptional progress in their educational, personal, and social development. Staff have a deep affection for, and a commitment to, the students in their care."

"Leaders have created an environment in which staff feel valued. This has given the team significant stability and consistency and has enabled staff to provide excellent care for students. One parent said, 'Being a residential student at the school has been life changing for my child.'"

"An exceptionally strong therapy team helps to support students to thrive. There is an extensive team of mental health first aiders, that helps to provide a sense of being cared and nurtured for both students and staff alike."

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2025**

“Feedback from families is exceptionally positive. For example, one parent said, ‘Students develop their social skills and learn how to cope with the necessities of life such as cooking for themselves, doing laundry etc. These skills are imperative for [students name] to live a fully independent life.’ Another said, ‘The staff are all, without fail, professional, caring, compassionate, supportive and considerate.’”

“A skilled and well-trained team ensures that safeguarding is at the heart of everything that goes on at the provision. Staff do exceptional work to embed learning around safeguarding into all aspects of residential life. This supports students to learn how to keep themselves safe and helps them as they move on to more independent settings.”

“The head of residential provides excellent leadership to the residential provision. This is firmly supported by the school’s leadership team and staff, from all disciplines, who comment extremely positively on the support, commitment, enthusiasm, and dedication of leaders. Senior leaders and governors have a clear plan for the residential provision and there is a culture of continual review and striving towards excellence.”

We continue to drive our charity forward to best meet the needs of our students, as well as highlight the challenges that those with speech, language and communication needs face every day. During the year we made significant upgrades to St Anne’s, one of our sixth form residential houses and we also started an ambitious ICT infrastructure development project. To improve our charity’s visibility in September 2024, we undertook a rebranding exercise including developing a new logo, website and prospectus. While in February 2025, we joined forces with other speech, language and communication needs organisations as part of the Speech and Language Alliance, which was developed to ensure that the UK Government, and national and local policymakers are focused on the issue of speech, language and communication, and the potential impact of these on all children and young people when developing or reviewing policy, legislation and services.

Post 19

Our Post 19 provision continues to provide much-needed residential support, speech and language therapy and occupational therapy for students aged 19 to 25 with speech, language and communication needs. In total, during 2024/25, 15 students benefited from the provision; all of these young adults are residential students living in accommodation provided by St Catherine’s and attending further education courses at local college provisions.

The Post 19 Provision is inspected twice-yearly by the National Youth Advocacy Service and continues to receive positive feedback.

“The young people thrive due to the support from staff who are ‘amazing’, ‘the best bit about St Catherine’s’, ‘kind and helpful’, and feel safe and secure, therefore able to develop their abilities. There is a culture of ‘can do’ attitude from staff, and this trust they put in the young people helps the young people to trust themselves and take positive risks, have new experiences and develop their resilience.”

“The quality of care delivered at St Catherine’s Post 19 continues to be exceptional. Staff know the young people well and their care and support is individualised and strength based.”

Community Activities

St Catherine’s supports its local community in a number of ways. It provides grant-funded holiday clubs, which are open to young people with additional needs, as well as giving access to its sports facilities to the local football team.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2025**

FINANCIAL REVIEW

Financial Position

Total Income for the year to 31 August 2025 was £6,431,219 (2024: £5,786,219) and total expenditure in the year was £5,767,450 (2024: £5,423,917). Total assets as at 31 August 2025 were £5,668,462 (2024: £6,232,641) and total liabilities were £872,892 (2024: £2,100,840)

The Charity reports an overall surplus for the year, before other recognised gains and losses, of £663,769 (2024: £362,302). A surplus of £749,586 (2024: £241,414) was from unrestricted funds and a deficit of £85,817 (2024 surplus: £120,888) was from restricted funds. Transfers of £8,708 (2024: £83,477) were made during the period as detailed in the notes to the financial statements.

Total funds to carry forward at 31 August 2025 were £6,003,570 (2024: £4,938,801) of which £5,985,039 (2024: £4,825,745) were unrestricted funds and £18,531 (2024: £113,056) were restricted funds. Designated funds within unrestricted funds amounted to £4,921,036 (2024: £4,585,130). Details of designated funds are included in note 19.

In January 2025, due to changes in regulations St Catherine's became VAT registered and started to charge VAT on its school and college fees. The fees for its Post 19 provision do not need to include VAT.

To support the ongoing financial security of the charity, the governing body have decided to close its repairs fund, which was dedicated to support the maintenance of the school. The surplus accumulated this financial year will go towards the charity's reserve fund, with the aim of securing one term's running costs in reserves.

Pension surplus

The charity is part of the IOW Council Pension Fund and the audited accounts have been updated to show a pension scheme surplus of £1,208,000 (2024: £807,000) following an actuarial gain on defined benefit schemes of £401,000 (2024: £208,000) in the 12 months to 31 August 2025. The value of the fund has been recognised as a designated fund to ensure that it is clear that these are not funds that are available to the group and parent to expend.

Fundraising

The charity organises a number of its own fundraising events or supports third-party event organisers, but both have been limited by the pandemic. No professional fundraising organisations, agency or commercial participator has been or will be employed, as a matter of current policy.

The Charity is registered with the Fundraising Regulator and conforms to its Code of Standards. It also complies with guidelines published by the Charity Commission and the Institute of Fundraising. The Charity monitors fundraising on its behalf by attendance at events, or where public collections are being made, by identify checks on collectors, issuing clear guidelines on practices and instructions for remitting funds, and issuing letters and badges of identification with contact details for the charity. No complaints regarding fundraising were received during the year.

Reserves policy

In its financial planning and execution, St Catherine's trustees aim to prepare and deliver an annual budget with a surplus of at least 10% of total income to contribute towards the aim of building reserves equating to one term's operating costs.

The charity's audited accounts for the year ending 31 August 2025 show:

- an operational unrestricted year end surplus of £749,586 (equivalent to +12.1% of total income); and
 - free reserves of £1,064,003 which represents 55.3% of 1 term's operating costs of £1,922,483
-

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2025

As part of the charity's overall risk management strategy, trustees will continue to monitor closely the general reserves' fund with a view to achieving a position equivalent to one term's operating costs, including reviewing assets currently held with a view to converting surplus assets into cash resources.

SUBSIDIARY UNdertakings

The charity has a subsidiary, being, St Catherine's – Speech and Language for young adults and adults Ltd, which is linked by a uniting direction under s96 of the Charities Act 2006 and the results of the linked charity have been aggregated with the reporting charity following best practice as laid down in the Statement of Recommended Practice "Accounts and Reporting by Charities (SORP 2019) issued in October 2019.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

Recruitment and appointment of new trustees

Trustees are recruited openly and through recommendation from appointing bodies and through parent/family representation. In addition to this the board has two staff elected governors. The appointing bodies are as follows:

- The Bishop of Portsmouth
- The Portsmouth Diocesan Education Committee
- The Isle of Wight Local Authority
- The Isle of Wight College

Elected trustees are, after nomination, elected by majority vote. Staff governors are nominated, seconded and (if needed) voted for by the staff body. Parent governors/trustees are parents of children either at, or recently at, St Catherine's.

The day to day management of the charity is the responsibility of the principal.

The Pay Committee has responsibility for setting the remuneration of Key management personnel in line with industry standards.

Induction and training of new trustees

All new trustees and governors receive induction training and training during the year on the work of the Charity and on specific issues. Some of this training is combined with staff training.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk Management

The trustees have a risk management strategy which comprises:

- Regular reviews of the risks the Charity may face;
- The establishment of systems and procedures to mitigate those risks identified in the reviews; and
- The implementation of procedures designed to minimise any potential impact on the Charity, should those risks materialise.

ST CATHERINE'S - SPEECH AND LANGUAGE

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2025**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

St Catherine's – Speech and Language - 01757474 (England and Wales)

St Catherine's – Speech and Language for Adults and Young Adults – 12675770

Registered Charity number

St Catherine's – Speech and Language -288148

St Catherine's – Speech and Language for Adults and Young Adults – 288148-2

Registered office

Grove Road

Ventnor

Isle of Wight

PO38 1TT

Trustees

Danny Carmichael

Roger Rickman

Appointed October 2024

Henry Blacksell

Susan Churches

Resigned October 2024

Pete Elliott

Anthony Flower

Martyn Heather

Hayley Jarvis

Resigned July 2025

Michael Loftus

Sarah Loftus

John Metcalfe

Graham Pengelly

Mark Rhodes

Staff Appointed Governors

Katy Kidd

Parent Governor

Karl Hunter

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2025

Senior Management Team

Principal	Sarah Thompson
Vice Principal	Jenn Walker
Head of Care	Katherine Cotton
Head of School	Nes Fradgley
Head of Sixth Form	Jo Elliott
Head of Occupational Therapy	Tom Evans
Head of Speech and Language Therapy	Hannah Miles
Interim Finance Controller	Andrew Marek
Marketing and Fundraising Manager	Susan Graves

Company Secretary

Zoe Janvrin	resigned 19 June 2025
Andrew Marek	appointed 19 June 2025

Auditors

Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2025**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of St Catherine's - Speech and Language 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.

AUDITORS

The auditors, Bright Brown Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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 March 2026 and signed on its behalf by:

.....
Graham Pengelly - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ST CATHERINE'S - SPEECH AND LANGUAGE**

Opinion

We have audited the financial statements of St Catherine's - Speech And Language (the 'parent charitable company') and its subsidiary (the 'charitable group') for the year ended 31 August 2025 which comprise the consolidated and parent Statement of Financial Activities, the consolidated and parent Balance Sheet, the consolidated and parent Cash Flow Statements 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

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 August 2025 and of the group and parent incoming resources and application of resources, including its income and expenditure,
- 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 group and parent financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's or parent's 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.

Matters on which we are required to report by exception

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ST CATHERINE'S - SPEECH AND LANGUAGE

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; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the group charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group and parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group and parent 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.

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:

Based on our understanding of the group and parent charitable company, the principal risks are that of management override of controls, potential fraud in revenue recognition, recovery of trade debtors, and valuation of defined benefit pension scheme. The engagement team considered these risks and audit procedures were undertaken as

- A review of journals made in preparing the final results for preparation of the accounts, and a review of accounting estimates made by management.
- A review of transactions and records to ensure there are no transactions that have no apparent commercial purpose or that are processed outside the usual accounting systems.
- Extension of the sample sizes for audit testing carried out in relation to income and trade debtors, and consideration and testing of systems in place around this income.
- Discussions with management regarding the ability to override controls and review of processes in place to confirm no override had occurred
- Consideration of defined benefit pension scheme results from reviewing actuary reports and entries made into financial statements.
- Discussions with management, including consideration of any known or suspected instances of non-compliance with laws and regulations or fraud.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ST CATHERINE'S - SPEECH AND LANGUAGE**

There are inherent limitations in the audit procedures described above, and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error as fraud may involve deliberate concealment or intentional misrepresentations.

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 parent 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 parent 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 group and parent charitable company and the parent charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

David Stevens ACA (Senior Statutory Auditor)
for and on behalf of Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

Date:

ST CATHERINE'S - SPEECH AND LANGUAGE

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2025**

				2025	2024
	Notes	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
INCOME FROM					
Donations and legacies	2	101,354	277,620	378,974	396,525
Charitable activities					
Educational services	5	5,918,467	-	5,918,467	5,336,845
Other trading activities	3	122,394	-	122,394	46,630
Investment income	4	11,384	-	11,384	6,219
Total		6,153,599	277,620	6,431,219	5,786,219
EXPENDITURE ON					
Raising funds	6	89,168	-	89,168	113,837
Charitable activities					
Educational services	7	5,314,845	363,437	5,678,282	5,310,080
Total		5,404,013	363,437	5,767,450	5,423,917
NET INCOME/(EXPENDITURE)		749,586	(85,817)	663,769	362,302
Transfers between funds		8,708	(8,708)	-	-
Other recognised gains/(losses)					
Actuarial gains on defined benefit schemes	20	401,000	-	401,000	208,000
Net movement in funds		1,159,294	(94,525)	1,064,769	570,302
RECONCILIATION OF FUNDS					
Total funds brought forward					
Total funds brought forward	19	4,825,745	113,056	4,938,801	4,368,499
TOTAL FUNDS CARRIED FORWARD		5,985,039	18,531	6,003,570	4,938,801

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

These notes form part of these financial statements

ST CATHERINE'S - SPEECH AND LANGUAGE

**CONSOLIDATED BALANCE SHEET
FOR THE YEAR ENDED 31 AUGUST 2025**

				2025	2024
	Notes	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
FIXED ASSETS					
Tangible assets	14	4,042,151	-	4,042,151	3,973,699
CURRENT ASSETS					
Debtors	16	367,347	-	367,347	1,483,380
Cash at bank		<u>1,240,432</u>	<u>18,531</u>	<u>1,258,963</u>	<u>775,561</u>
		1,607,780	18,531	1,626,311	2,258,942
CREDITORS					
Amounts falling due within one	17	<u>(571,564)</u>	-	<u>(571,564)</u>	<u>(1,771,708)</u>
NET CURRENT ASSETS		<u>1,036,216</u>	<u>18,531</u>	<u>1,054,747</u>	<u>487,234</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		5,078,367	18,531	5,096,898	4,460,933
CREDITORS					
Amounts falling due after more than one year	18	(301,328)	-	(301,328)	(329,132)
PENSION ASSET	20	<u>1,208,000</u>	-	<u>1,208,000</u>	<u>807,000</u>
NET ASSETS		<u>5,985,039</u>	<u>18,531</u>	<u>6,003,570</u>	<u>4,938,801</u>
FUNDS					
Unrestricted funds	19			5,985,039	4,825,745
Restricted funds				<u>18,531</u>	<u>113,056</u>
TOTAL FUNDS				<u>6,003,570</u>	<u>4,938,801</u>

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 xxxxxxxx and were signed on its behalf by:

.....
Graham Pengelly - Trustee

These notes form part of these financial statements

ST CATHERINE'S - SPEECH AND LANGUAGE

PARENT STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2025

				2025	2024
	Notes	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	88,554	277,620	366,174	366,194
Charitable activities					
Educational services	5	4,430,878	-	4,430,878	4,182,767
Other trading activities	3	204,951	-	204,951	148,630
Investment income	4	11,384	-	11,384	6,219
Other income		120,528	-	120,528	51,000
Total		<u>4,856,295</u>	<u>277,620</u>	<u>5,133,915</u>	<u>4,754,810</u>
EXPENDITURE ON					
Raising funds	6	88,894	-	88,894	113,837
Charitable activities					
Educational services	7	<u>4,249,133</u>	<u>363,437</u>	<u>4,612,570</u>	<u>4,412,298</u>
Total		<u>4,338,027</u>	<u>363,437</u>	<u>4,701,464</u>	<u>4,526,135</u>
NET INCOME/(EXPENDITURE)					
		518,268	(85,817)	432,451	228,675
Transfers between funds					
		8,708	(8,708)	-	-
Other recognised gains/(losses)					
Actuarial gains on defined benefit schemes	20	401,000	-	401,000	208,000
Net movement in funds		<u>927,976</u>	<u>(94,525)</u>	<u>833,451</u>	<u>436,675</u>
RECONCILIATION OF FUNDS					
Total funds brought forward					
Total funds brought forward	19	<u>4,284,114</u>	<u>113,056</u>	<u>4,397,170</u>	<u>3,960,495</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>5,212,090</u></u>	<u><u>18,531</u></u>	<u><u>5,230,621</u></u>	<u><u>4,397,170</u></u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

These notes form part of these financial statements

ST CATHERINE'S - SPEECH AND LANGUAGE

**PARENT BALANCE SHEET
FOR THE YEAR ENDED 31 AUGUST 2025**

				2025	2024
	Notes	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
FIXED ASSETS					
Tangible assets	14	3,933,228	-	3,933,228	3,917,962
CURRENT ASSETS					
Debtors	16	363,800	-	363,800	973,400
Cash at bank		<u>757,066</u>	<u>18,531</u>	<u>775,597</u>	<u>537,713</u>
		1,120,866	18,531	1,139,397	1,511,113
CREDITORS					
Amounts falling due within one year	17	<u>(748,675)</u>	-	<u>(748,675)</u>	<u>(1,509,773)</u>
NET CURRENT ASSETS		<u>372,191</u>	<u>18,531</u>	<u>390,722</u>	<u>1,340</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,305,418	18,531	4,323,949	3,919,302
CREDITORS					
Amounts falling due after more than one year	18	<u>(301,328)</u>	-	<u>(301,328)</u>	<u>(329,132)</u>
PENSION ASSET	20	<u>1,208,000</u>	-	<u>1,208,000</u>	<u>807,000</u>
NET ASSETS		<u>5,212,090</u>	<u>18,531</u>	<u>5,230,621</u>	<u>4,397,170</u>
FUNDS					
Unrestricted funds	19			5,212,090	4,284,114
Restricted funds				<u>18,531</u>	<u>113,056</u>
TOTAL FUNDS				<u>5,230,621</u>	<u>4,397,170</u>

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 xxxxxxxx and were signed on its behalf by:

.....
Graham Pengelly - Trustee

ST CATHERINE'S - SPEECH AND LANGUAGE

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2025

		2025	2024
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	731,790	1,561,564
Interest paid		<u>(13,521)</u>	<u>(14,201)</u>
Net cash (used in)/provided by operating activities		<u>718,269</u>	<u>1,547,363</u>
Cash flows from investing activities			
Sale of tangible fixed assets		-	10,284
Purchase of tangible fixed assets		<u>(207,579)</u>	<u>(913,784)</u>
Net cash used in investing activities		<u>(207,579)</u>	<u>(903,500)</u>
Cash flows from financing activities			
New loans in year		-	-
Loan repayments in year		<u>(27,288)</u>	<u>(26,462)</u>
Net cash provided by financing activities		<u>(27,288)</u>	<u>(26,462)</u>
Change in cash and cash equivalents in the reporting period		483,402	617,401
Cash and cash equivalents at the beginning of the reporting period		775,561	158,160
Cash and cash equivalents at the end of the reporting period		<u><u>1,258,963</u></u>	<u><u>775,561</u></u>

These notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2025

1.	RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES		
	2025		2024
	£		£
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	663,769		362,302
Adjustments for:			
Depreciation charges	137,522		124,921
Profit on sale of assets	-		(10,284)
Interest paid	13,521		14,201
Decrease/(increase) in debtors	1,116,032		1,109,356
(Decrease)/increase in creditors	(1,199,054)		(38,932)
Net cash (used in)/provided by operations	<u>731,790</u>		<u>1,561,564</u>
2.	ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)		
	At 1.9.24	Cash flow	At 31.8.25
	£	£	£
Net cash			
Cash at bank	<u>775,561</u>	<u>483,402</u>	<u>1,258,963</u>
	<u>775,561</u>	<u>483,402</u>	<u>1,258,963</u>
Debt			
Finance leases	(16,582)	5,377	(11,205)
Debts falling due within 1 year	(21,903)	(515)	(22,418)
Debts falling due within 1 -2 years	(22,808)	(927)	(23,735)
Debts falling due within 2 -5 years	(74,239)	(3,018)	(77,257)
Debts falling due over one year	<u>(220,881)</u>	<u>26,371</u>	<u>(194,510)</u>
	<u>(356,413)</u>	<u>27,288</u>	<u>(329,125)</u>
Total	<u>419,148</u>	<u>510,690</u>	<u>929,838</u>

ST CATHERINE'S - SPEECH AND LANGUAGE**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2025**

		2025	2024
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	419,013	1,328,714
Interest paid		<u>(13,521)</u>	<u>(14,201)</u>
Net cash (used in)/provided by operating activities		<u>405,492</u>	<u>1,314,513</u>
Cash flows from investing activities			
Sale of tangible fixed assets		-	10,284
Purchase of tangible fixed assets		<u>(140,320)</u>	<u>(908,207)</u>
Net cash used in investing activities		<u>(140,320)</u>	<u>(897,923)</u>
Cash flows from financing activities			
New loans in year		-	-
Loan repayments in year		<u>(27,288)</u>	<u>(26,462)</u>
Net cash provided by financing activities		<u>(27,288)</u>	<u>(26,462)</u>
Change in cash and cash equivalents in the reporting period		237,884	390,128
Cash and cash equivalents at the beginning of the reporting period		537,713	147,585
Cash and cash equivalents at the end of the reporting period		<u><u>775,597</u></u>	<u><u>537,713</u></u>

These notes form part of these financial statements

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE PARENT CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2025

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

	2025	2024
	£	£
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	432,451	228,675
Adjustments for:		
Depreciation charges	125,055	120,598
Profit on sale of assets	-	(10,284)
Interest paid	13,521	14,201
(Increase)/decrease in debtors	609,083	832,233
Increase/(decrease) in creditors	(761,097)	143,290
Net cash (used in)/provided by operations	<u>419,013</u>	<u>1,328,714</u>

2. ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)

	At 1.9.24	Cash flow	At 31.8.25
	£	£	£
Net cash			
Cash at bank	<u>537,713</u>	<u>237,884</u>	<u>775,597</u>
	<u>537,713</u>	<u>237,884</u>	<u>775,598</u>
Debt			
Finance leases	(16,582)	5,377	(11,205)
Debts falling due within 1 year	(21,903)	(515)	(22,418)
Debts falling due within 1 -2 years	(22,808)	(927)	(23,735)
Debts falling due within 2 -5 years	(74,239)	(3,018)	(77,257)
Debts falling due over one year	<u>(220,881)</u>	<u>26,371</u>	<u>(194,510)</u>
	<u>(356,413)</u>	<u>27,288</u>	<u>(329,125)</u>
Total	<u>181,300</u>	<u>265,172</u>	<u>446,473</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2025

1. ACCOUNTING POLICIES

General Information

The St Catherine's - Speech and Language is a private company limited by guarantee and incorporated in England and Wales, registered no 01757474, registered office Grove Road, Ventnor, Isle of Wight PO38 1TT. The financial statements are presented in Sterling, which is the functional currency of the charitable group. There are no material uncertainties about the charity's ability to continue.

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 and Charities Act 2011. The financial statements have been prepared under the historical cost convention.

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.

Voluntary Income

Donations are recognised in the Statement of Financial Activities once the charitable company has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably, this is generally upon receipt of the donation.

Grants and pupil premium income is recognised when unconditional element to the income is passed to the charitable company. Where there are performance related terms and conditions that must be met before unconditional entitlement passes to the charitable company, the income is recognised once it is highly probable that these will be met. Where no such conditions are in place the income is recognised when it is received.

Activities for generating funds

This consists of shop income and accommodation income. The shop income is recognised in the Statement of Financial Activities, net of VAT when the goods are delivered. Accommodation income is recognised based on the date of the stay.

Investment Income

Rental income is recognised in the period to which the rental income relates. Interest is recognised on receipt.

Incoming Resources from Charitable Activities

Income from charitable activities is recognised, net of VAT and all other sales taxes when the services are provided. This consists of school fees income payable by the guardian of the children or the local authority.

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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2025

1. ACCOUNTING POLICIES - continued

Allocation and apportionment of costs

Support costs are costs related to providing direct support to the charitable company but also includes IT costs, insurance, telephone and other office costs. Governance costs are audit fees and trustee meeting and travel expenditure. Any such costs incurred during the year that are not directly attributable to the charitable activities of the organisation are allocated on the proportion of total direct costs required to support each activity.

Tangible fixed assets

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

Freehold property	- not provided
Long leasehold	- Over the period of the lease
Improvements to proper	- Straight line over 3 - 50 years
Plant and machinery	- Straight line over 3 - 50 years

It is the charity's policy not to depreciate freehold property as the trustees believe they are held in good repair and annual improvements are carried out. The trustees consider this policy best reflects the value of freehold property.

Investments

Investments in subsidiary companies are recognised at cost where applicable.

Taxation

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

Fund accounting

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

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

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

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

The Charity operates three staff pension schemes providing benefits based on final pensionable pay as follows:

(i) Teacher's Pension Scheme

This is a statutory, contributory final salary scheme. It is an unfunded scheme which is provided for by the Superannuation Act 1972 under which retirement and other superannuation benefits are paid out of monies provided by Parliament.

(ii) Isle of Wight Council Pension Fund

This is a Local Government Pension Scheme run by the Isle of Wight Council as administering authority. The Fund is maintained by the Isle of Wight Council under regulations made under the Superannuations Act 1972. As the scheme is set up by statute, payment of the scheme benefits is guaranteed by law. Contributions for both schemes are charged to the Statement of Financial Activities so as to spread the costs of pensions over employees' working lives with the organisation. Any actuarial gains or losses relating to the scheme is recognised in the Statement of Financial Activities in accordance with FRS102.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025

1. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

(iii) Scottish Equitable group Personal Pension Scheme

The Charity has set up a separate Group Personal Pension Scheme. This is a defined contribution scheme in which the contributions are being charged to the Statement of Financial Activities so as to spread the cost of pensions over the employees' working lives with the organisation.

Financial instruments

The charity only has financial assets and financial liabilities of the kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and debt instruments are subsequently measured at amortised cost.

Judgements in applying accounting policies

In preparing these financial statements the trustees have made the following judgements:

- Determining whether income is restricted or unrestricted. These decisions depend upon the whether the donor has given the income subject to certain terms or conditions which impose a restriction in trust law.
- Determining the allocation of support costs to activities. These decisions depend upon the whether the cost can be directly attributed to an activity or shared between specific activities. The balance of costs is apportioned between the activities.

Key sources of estimation uncertainty

Tangible fixed assets are depreciated over their useful economic lives taking into account residual values, where appropriate. The actual lives of the assets and residual values may vary depending on a number of factors. Factors affecting the lives of assets include technological innovation and maintenance programmes.

Basis of consolidation

The accounts of the group consolidate the results of the company and its subsidiary undertakings, St Catherine's - Speech and Language for Young Adults and Adults Ltd which are made up to 31 August. The accounts are consolidated on a line by line basis.

2. DONATIONS AND LEGACIES

	Group 2025	Parent 2025	Group 2024	Parent 2024
		£	£	£
Donations	30,514	17,714	39,477	9,146
Gift aid	-	-	2,419	2,419
Fundraising activities	28,743	28,743	31,352	31,352
Grants	319,717	319,717	323,277	323,277
	<u>378,974</u>	<u>366,174</u>	<u>396,525</u>	<u>366,194</u>
Grants received, included in the above, are :	Group 2025	Parent 2025	Group 2024	Parent 2024
	£	£	£	£
Education Funding Agency	313,825	313,825	321,277	321,277
Other minor grants	5,892	5,892	2,000	2,000
	<u>319,717</u>	<u>319,717</u>	<u>323,277</u>	<u>323,277</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025**

3 OTHER TRADING ACTIVITIES		Group 2025	Parent 2025	Group 2024	Parent 2024
		£	£	£	£
Shop income		29,822	29,822	29,842	29,842
Accommodation, rent and other income		92,572	175,129	16,788	118,788
		<u>122,394</u>	<u>204,951</u>	<u>46,630</u>	<u>148,630</u>
4 INVESTMENT INCOME		Group 2025	Parent 2025	Group 2024	Parent 2024
		£	£	£	£
Investment income		<u>11,384</u>	<u>11,384</u>	<u>6,219</u>	<u>6,219</u>
5 INCOME FROM CHARITABLE ACTIVITIES		Group 2025	Parent 2025	Group 2024	Parent 2024
Activity		£	£	£	£
School fees - Private and local authority funded	Educational services	3,884,045	3,462,734	3,321,401	3,233,601
School fees - EFA funded	Educational services	968,144	968,144	949,166	949,166
Post 19 income	Educational services	1,066,278	-	1,066,278	-
		<u>5,918,467</u>	<u>4,430,878</u>	<u>5,336,845</u>	<u>4,182,767</u>
6 RAISING FUNDS		Group 2025	Parent 2025	Group 2024	Parent 2024
Raising donations and legacies		£	£	£	£
Staff costs		71,921	71,921	90,878	90,878
Books, materials and small equipment		10,910	10,636	17,303	17,303
		<u>82,831</u>	<u>82,557</u>	<u>108,181</u>	<u>108,181</u>
Other trading activities		Group 2025	Parent 2025	Group 2024	Parent 2024
Shop expenses		<u>6,337</u>	<u>6,337</u>	<u>5,656</u>	<u>5,656</u>
Aggregate amounts		<u>89,168</u>	<u>88,894</u>	<u>113,837</u>	<u>113,837</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025**

7 CHARITABLE ACTIVITIES COSTS		Group	Parent	Group	Parent		
	Group	Parent	Support	Support	Group	Parent	
	Direct	Direct	costs (see	costs (see	Totals	Totals	
	Costs	Costs	note 8)	note 8)	£	£	
	£	£	£	£	£	£	
Educational services	4,825,117	3,905,987	853,165	706,583	5,678,282	4,612,570	
Analysis of direct costs:		Group	Parent	Group	Parent		
		2025	2025	2024	2024		
Staff costs		4,441,816	3,814,330	4,098,499	3,066,506		
Books and materials		82,322	62,306	113,960	95,104		
Medical, fares and travel		35,979	29,870	33,987	23,493		
Grant repayment		-	-	17,977	17,977		
Post 19 College and Exam Fees		265,000	-	210,000	-		
		4,825,117	3,906,506	4,474,423	3,203,080		
8 SUPPORT COSTS			Group	Parent			
	Group	Parent	Governance	Governance	Group	Parent	
	Other	Other	costs	costs	Totals	Totals	
	£	£	£	£	£	£	
Educational services	710,743	580,641	142,421	125,942	853,165	706,583	
Analysis of direct costs:		Group	Parent	Group	Parent		
		2025	2025	2024	2024		
Rent		19,364	-	4,500	-		
Rates and water		15,517	9,941	17,414	16,657		
Insurance		88,400	74,581	80,527	67,581		
Light and heat		114,483	96,469	153,790	138,224		
Telephone		15,189	13,829	19,902	16,634		
Sundries		7,504	7,504	2,176	2,176		
Food supplies		84,073	52,294	80,716	57,812		
Marketing		18,703	15,703	27,214	25,081		
Repairs and maintenance		86,973	76,625	156,228	147,773		
Licenses		9,291	6,558	18,428	15,502		
Refuse		5,833	3,157	7,036	3,933		
Minibus costs		36,233	31,392	36,948	35,958		
ICT costs		20,489	19,282	11,581	10,555		
Bank charges		4,031	3,782	2,698	2,580		
Photocopier rent		11,945	11,945	13,025	13,025		
Bad debts		-	-	6,211	6,211		
Training		21,674	20,610	15,318	14,428		
Depreciation		137,521	123,448	114,637	110,313		
Bank loan interest		13,521	13,521	14,201	14,201		
Auditors' remuneration		17,060	10,100	15,750	9,630		
Auditors' remuneration for non audit		5,850	3,450	5,610	3,330		
Legal fees		25,974	25,974	14,168	9,334		
Professional fees		93,537	86,418	35,556	35,556		
		853,165	706,583	853,634	756,494		

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

9 NET INCOME/(EXPENDITURE)

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

	2025	2024
	£	£
Auditors' remuneration	9,600	9,000
Auditors' remuneration - subsidiary	5,700	5,500
Auditors' remuneration for non audit work	4,500	4,600
Depreciation - owned assets	137,521	124,921
Profit on sale of assets	-	(10,284)

10 TRUSTEES' REMUNERATION AND BENEFITS

No trustees received any remuneration or other benefits for the year ended 31 August 2025 nor for the year ended 31 August 2024.

Trustees' expenses

During the year total expenses paid on behalf of trustees amounted to £nil (2024 : Nil).

11 STAFF COSTS

	2025	2024
	£	£
Wages and salaries	3,688,730	3,445,722
Social security costs	372,410	309,606
Other pension costs	380,676	343,171
	<u>4,441,816</u>	<u>4,098,499</u>

12 STAFF ANALYSIS

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

	2025	2024
Full time	70	70
Part time	67	67
	<u>137</u>	<u>137</u>

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

	2025	2024
£70,001 - £80,000	1	-
£90,001 - £100,000	1	1
	<u>1</u>	<u>1</u>

The principal, Post 19 Registered Manager and deputy manager are considered key management personnel. The total employee benefits for these posts were £356,365 (2024 : £275,733).

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025

13 COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (GROUP)

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	60,671	335,854	396,525
Charitable activities			
Educational services	5,336,845	-	5,336,845
Other trading activities	46,630	-	46,630
Investment income	6,219	-	6,219
Total	<u>5,450,365</u>	<u>335,854</u>	<u>5,786,219</u>
EXPENDITURE ON			
Raising funds	112,641	1,196	113,837
Charitable activities			
Educational services	5,096,310	213,770	5,310,080
Total	<u>5,208,951</u>	<u>214,966</u>	<u>5,423,917</u>
NET INCOME	241,414	120,888	362,302
Transfers between funds	83,477	(83,477)	-
Other recognised gains/(losses)			
Actuarial gains on defined benefit	208,000	-	208,000
Net movement in funds	<u>532,891</u>	<u>37,411</u>	<u>570,302</u>
RECONCILIATION OF FUNDS			
Total funds brought forward			
Total funds brought forward	4,292,854	75,645	4,368,499
TOTAL FUNDS CARRIED FORWARD	<u>4,825,745</u>	<u>113,056</u>	<u>4,938,801</u>

The note shows the Statement of Financial Activities, split by fund, for the year ended 31 August 2024.

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025

13 COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - CONTINUED (PARENT)

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	30,340	335,854	366,194
Charitable activities			
Educational services	4,182,767	-	4,182,767
Other trading activities	148,630	-	148,630
Investment income	6,219	-	6,219
Other income	51,000	-	51,000
Total	<u>4,418,956</u>	<u>335,854</u>	<u>4,754,810</u>
EXPENDITURE ON			
Raising funds	112,641	1,196	113,837
Charitable activities			
Educational services	4,198,528	213,770	4,412,298
Total	<u>4,311,169</u>	<u>214,966</u>	<u>4,526,135</u>
NET INCOME	107,787	120,888	228,675
Transfer between funds	83,477	(83,477)	
Other recognised gains/(losses)			
Actuarial gains on defined benefit	208,000	-	208,000
Net movement in funds	<u>399,264</u>	<u>37,411</u>	<u>436,675</u>
RECONCILIATION OF FUNDS			
Total funds brought forward			
Total funds brought forward	<u>3,884,850</u>	<u>75,645</u>	<u>3,960,495</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>4,284,114</u></u>	<u><u>113,056</u></u>	<u><u>4,397,170</u></u>

The note shows the Statement of Financial Activities, split by fund, for the year ended 31 August 2024.

ST CATHERINE'S - SPEECH AND LANGUAGE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025**

14 TANGIBLE FIXED ASSETS

	Freehold property Group £	Long leasehold Group £	Improvements to property Group £	Plant and machinery Group £	Totals Group £	Totals Parent £
COST						
At 1 September 2024	915,350	367,268	3,230,088	1,474,244	5,986,950	5,923,422
Additions	-	-	162,650	44,929	207,579	140,320
At 31 August 2025	<u>915,350</u>	<u>367,268</u>	<u>3,392,738</u>	<u>1,519,173</u>	<u>6,194,529</u>	<u>6,063,743</u>
DEPRECIATION						
At 1 September 2024	-	27,705	676,616	1,308,930	2,013,251	2,005,460
Charge for year	-	2,806	76,923	59,398	139,127	125,055
At 31 August 2025	-	<u>30,511</u>	<u>753,539</u>	<u>1,368,328</u>	<u>2,152,378</u>	<u>2,130,515</u>
NET BOOK VALUE						
At 31 August 2025	<u>915,350</u>	<u>336,757</u>	<u>2,639,199</u>	<u>150,845</u>	<u>4,042,151</u>	<u>3,933,228</u>
At 31 August 2024	<u>915,350</u>	<u>339,563</u>	<u>2,553,472</u>	<u>165,314</u>	<u>3,973,699</u>	<u>3,917,962</u>

15 SUBSIDIARY UNDERTAKING

The parent company's investments at the balance sheet date are:

St Catherine's Speech and Language for Young Adults and Adults Limited

Company registration number: 12675770

Charity registration number: 288148 (Linked with St Catherine's - Speech and Language)

Registered office: Grove Road, Ventnor, Isle of Wight, PO38 1TT

Nature of charity: Provision of education services

Limited by guarantee:

Sole Corporate Member

	2025 £	2024 £
Aggregate funds	772,952	541,631
Surplus for the year	<u>231,321</u>	<u>133,627</u>
	2025 £	2024 £
Income		
Donations	12,799	30,332
Charitable activities: Education services	<u>1,494,504</u>	<u>1,154,078</u>
Total income	<u>1,507,303</u>	<u>1,184,410</u>
Expenditure		
Charitable activities: Education services	<u>1,275,982</u>	<u>1,050,783</u>
Net income	<u>231,321</u>	<u>133,627</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025

16 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	Parent	Group	Parent
	2025	2025	2024	2024
	£	£	£	£
Trade debtors	17	17	1,429,316	922,625
VAT	195,260	195,260	-	-
Other debtors	-	-	5,202	5,202
Accrued income	-	-	2,471	2,471
Prepayments	172,070	168,523	46,391	43,102
	<u>367,347</u>	<u>363,800</u>	<u>1,483,380</u>	<u>973,400</u>

17 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	Parent	Group	Parent
	2025	2025	2024	2024
	£	£	£	£
Bank loans and overdrafts (see note 18)	22,418	22,418	21,903	21,903
Hire purchase (see note 25)	5,378	5,378	5,378	5,378
Trade creditors	254,987	246,198	160,708	156,284
Social security and other taxes	80,415	66,697	67,660	57,577
Other creditors	59,756	59,756	74,252	74,252
Amounts owed by participating interests	-	211,249	-	253,808
Accruals and deferred income	148,610	136,979	1,441,807	940,571
	<u>571,564</u>	<u>748,675</u>	<u>1,771,708</u>	<u>1,509,773</u>

18 CREDITORS: AMOUNTS FALLING DUE OVER ONE YEAR

	Group	Parent	Group	Parent
	2025	2025	2024	2024
Bank loans	295,502	295,502	317,928	317,928
Hire purchase (see note 25)	5,826	5,826	11,204	11,204
	<u>301,328</u>	<u>301,328</u>	<u>329,132</u>	<u>329,132</u>

An analysis of the maturity of loans is given below:

	Group	Parent	Group	Parent
	2025	2025	2024	2024
		£		£
Bank loans	<u>317,920</u>	<u>317,920</u>	<u>339,831</u>	<u>339,831</u>

The bank loan is secured on freehold property and is repayable by installments over 180 months at an fixed interest rate of 4.08% for the first 84 months.

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025

18 CREDITORS: AMOUNTS FALLING DUE OVER ONE YEAR

An analysis of the maturity of loans is given below:	2025	2024
	£	£
Amounts falling due within one year on demand:		
Bank Loans	<u>22,418</u>	<u>21,903</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>23,735</u>	<u>22,808</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>77,257</u>	<u>74,239</u>
Amounts falling due in more than five years:		
Bank loans more 5 yr by installments	<u>194,510</u>	<u>220,881</u>

19 MOVEMENT IN FUNDS

	At 1.9.24	Net movement in funds	Transfers between funds	At 31.8.25
	£	£	£	£
Unrestricted funds				
General fund	240,615	873,034	(49,646)	1,064,003
Fixed Asset Fund Including Revaluation Reserve	3,578,130	(123,448)	258,354	3,713,036
Pension Scheme Surplus	807,000	401,000	-	1,208,000
Repairs fund	200,000	-	(200,000)	-
	<u>4,825,745</u>	<u>1,150,586</u>	<u>8,708</u>	<u>5,985,039</u>
Restricted funds				
Restricted Fund	113,056	(85,817)	(8,708)	18,531
TOTAL FUNDS (GROUP)	<u>4,938,801</u>	<u>1,064,769</u>	<u>-</u>	<u>6,003,570</u>
TOTAL FUNDS (PARENT)	<u>4,397,170</u>	<u>833,451</u>	<u>-</u>	<u>5,230,621</u>

During the period, the trustees reviewed the designated funds and decided that the £200,000 repairs fund was no longer required as the works relating to this have been completed. The other major transfer was to recognise the investment in fixed assets by transferring funds to align with the asset value held less financing owed on these assets.

There was a transfer of £8,708 from restricted funds to recognise assets purchased with these funds that are for the unrestricted use of the group.

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025

19 MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses	Movement in funds £
Unrestricted funds				
General fund	6,153,599	(5,280,565)	-	873,034
Fixed Asset Fund Including Revaluation Reserve	-	(123,448)	-	(123,448)
Pension scheme deficit	-	-	401,000	401,000
	<u>6,153,599</u>	<u>(5,404,013)</u>	<u>401,000</u>	<u>1,150,586</u>
Restricted funds				
Restricted Fund	277,620	(363,437)	-	(85,817)
TOTAL FUNDS	<u>6,431,219</u>	<u>(5,767,450)</u>	<u>401,000</u>	<u>1,064,769</u>

Comparatives for movement in funds

	At 1.9.23 £	Net movement in funds £	Transfers between funds £	At 31.8.24 £
Unrestricted funds				
General fund	746,377	362,011	(867,773)	240,615
Fixed Asset Fund Including Revaluation Reserve	2,747,477	(120,597)	951,250	3,578,130
Pension Scheme Deficit	599,000	208,000	-	807,000
Repairs fund	200,000	-	-	200,000
	<u>4,292,854</u>	<u>449,414</u>	<u>83,477</u>	<u>4,825,745</u>
Restricted funds				
Restricted Fund	75,645	120,888	(83,477)	113,056
TOTAL FUNDS (GROUP)	<u>4,368,499</u>	<u>570,302</u>	<u>-</u>	<u>4,938,801</u>
TOTAL FUNDS (PARENT)	<u>3,960,495</u>	<u>436,675</u>	<u>-</u>	<u>4,397,170</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025

19 MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	5,450,365	(5,088,354)	-	362,011
Fixed Asset Fund Including Revaluation Reserve	-	(120,597)	-	(120,597)
Pension Scheme Deficit	-	-	208,000	208,000
	<u>5,450,365</u>	<u>(5,208,951)</u>	<u>208,000</u>	<u>449,414</u>
Restricted funds				
Restricted Fund	<u>335,854</u>	<u>(214,966)</u>	-	<u>120,888</u>
TOTAL FUNDS	<u>5,786,219</u>	<u>(5,423,917)</u>	<u>208,000</u>	<u>570,302</u>

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

	At 1.9.23 £	Net movement in funds £	Transfers between funds £	At 31.8.25 £
Unrestricted funds				
General fund	746,377	1,235,045	(917,419)	1,064,003
Fixed Asset Fund Including Revaluation Reserve	2,747,477	(244,045)	1,209,604	3,713,036
Pension Scheme Deficit	599,000	609,000	-	1,208,000
Repairs fund	200,000	-	(200,000)	-
	<u>4,292,854</u>	<u>1,600,000</u>	<u>92,185</u>	<u>5,985,039</u>
Restricted funds				
Restricted Fund	<u>75,645</u>	<u>35,071</u>	<u>(92,185)</u>	<u>18,531</u>
TOTAL FUNDS (GROUP)	<u>4,368,499</u>	<u>1,635,071</u>	<u>-</u>	<u>6,003,570</u>
TOTAL FUNDS (PARENT)	<u>3,960,495</u>	<u>1,270,126</u>	<u>-</u>	<u>5,230,621</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025

19 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 £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	11,603,964	(10,368,919)	-	1,235,045
Fixed Asset Fund Including Revaluation Reserve	-	(244,045)	-	(244,045)
Pension Scheme Deficit	-	-	609,000	609,000
	<u>11,603,964</u>	<u>(10,612,964)</u>	<u>609,000</u>	<u>1,600,000</u>
Restricted funds				
Restricted Fund	613,474	(578,403)	-	35,071
TOTAL FUNDS	<u>12,217,438</u>	<u>(11,191,367)</u>	<u>609,000</u>	<u>1,635,071</u>

Details of the funds are as follows:

Designated Funds

Fixed Asset fund including revaluation reserve

The trustees have decided to show reserves relating to fixed assets separately to free reserves.

Pension

The pension scheme deficit fund represents the projected value of the pension scheme assets less liabilities.

Repairs

The trustees have allocated £200,000 from cash funds held to hold for major repairs and improvements that have been identified. This has been released in the current period.

Restricted

Education

This fund represents moneys paid to the school by the EFA to be spent on the development and continuation of services for vulnerable 16-19 year olds.

Department for Education pupil premium

This fund represents moneys paid to the school by DFE via local authorities to be spent on improving the academic performance of disadvantaged students.

Education

This fund represents moneys paid to the school by the EFA to be spent on improvements, maintenance and capital repairs of buildings and other facilities.

There are several minor restricted funds which at the year end totalling £14,744 which are due to be spent in the next accounting period.

20 EMPLOYEE BENEFIT OBLIGATIONS**Defined benefit scheme**

The Charity contributes to the Isle of Wight Council Pension fund. This is a separately funded scheme under which the Isle of Wight Council has set up a separate pension fund. The school is permitted to participate in the scheme under the terms of an 'administration agreement' for non teaching employees.

This is a defined benefit scheme in the UK. A full actuarial valuation was carried out as at 31 August 2024 by a qualified independent actuary. The Isle of Wight Council establishes the rates of contribution for both employees and employers participating in the scheme. The employer is also required to pay an additional £60,000 per year in monthly instalments.

Details of the scheme are as follows:

The amounts recognised in the Balance Sheet are as follows:

	Defined benefit pension plans	
	2025	2024
	£	£
Present value of funded obligations	(1,898,000)	(2,143,000)
Fair value of plan assets	3,106,000	2,950,000
	1,208,000	807,000
Present value of unfunded obligations	-	-
Surplus	1,208,000	807,000
Net asset	1,208,000	807,000

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025

20 EMPLOYEE BENEFIT OBLIGATIONS - continued

The amounts recognised in the Statement of Financial Activities are as follows:

	2025	2024
	£	£
Current service cost	28,000	35,000
Net interest from net defined benefit asset/liability	27,000	(84,000)
Past service cost	-	-
	<u>55,000</u>	<u>(49,000)</u>
Actual return on plan assets	<u>77,000</u>	<u>191,000</u>

Changes in the present value of the defined benefit obligation are as follows:

	Defined benefit pension plans	
	2025	2024
	£	£
Opening defined benefit obligation	2,143,000	2,073,000
Current service cost	28,000	35,000
Interest cost	104,000	107,000
Employee contributions	13,000	15,000
Benefits paid	(130,000)	(127,000)
Actuarial (gains)/losses from changes in financial assumptions	<u>(260,000)</u>	<u>40,000</u>
	<u>1,898,000</u>	<u>2,143,000</u>

Changes in the fair value of scheme assets are as follows:

	Defined benefit pension plans	
	2025	2024
	£	£
Opening fair value of scheme assets	2,950,000	2,672,000
Contributions by employer	52,000	60,000
Interest received	144,000	139,000
Expected return	77,000	191,000
Employee contributions	13,000	15,000
Benefits paid	<u>(130,000)</u>	<u>(127,000)</u>
	<u>3,106,000</u>	<u>2,950,000</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

20 EMPLOYEE BENEFIT OBLIGATIONS - continued

The amounts recognised in other recognised gains and losses are as follows:

	2025	2024
	£	£
Actuarial (gains)/losses from changes in financial assumptions	260,000	(40,000)
	<u>260,000</u>	<u>(40,000)</u>

The major categories of scheme assets as a percentage of total scheme assets are as follows:

	Defined benefit pension plans	
	2025	2024
Equities	62%	62%
Bonds	20%	22%
Property	4%	4%
Cash	14%	12%
	<u>100%</u>	<u>100%</u>

Principal actuarial assumptions at the Balance Sheet date (expressed as weighted averages):

	2025	2024
Discount rate	5.95%	4.95%
Future salary increases	3.70%	3.65%
Future pension increases	2.70%	2.65%

Defined contribution scheme

The Charity contributes to two other separate staff pension schemes for eligible employees who also make a contribution. Details of these schemes are set out below:

Teachers' Pension Scheme

This is a contributory scheme run by Teachers' Pensions. The benefits of the scheme are governed by the Teachers' Pension Regulations 1997. The scheme automatically covers full time teachers who have not opted out of the scheme to make their own pension arrangements. Members of the scheme pay at varying rates ranging from 7.4% to 11.7% of their salary; the school pays a contribution of 16.48% of the member's salary.

Teachers' contributions are on a 'pay as you go' basis and the school's contributions are credited to the Exchequer under arrangements covered by the Superannuation Act 1972. The Teachers' Pension Regulations require an annual account, the Teachers' Pension Account, to be kept of receipts and expenditure. Any excess of income over expenditure is deemed to be invested in government securities and notional interest is added to the account; the resultant balance is known as the 'notional fund'.

20 EMPLOYEE BENEFIT OBLIGATIONS - continued

Scottish Equitable Group Personal Pension Scheme

The Charity also operates a defined contribution group personal pension scheme, the assets of which are held separately from those of the Charity in an independently administered fund. The charge for the year represents the cost of employer's contributions to the scheme for the year for those employees opting to join the scheme. Contributions are made by both employee and employer based mainly on a percentage of the employee's salary. The employer's contribution is between 1% and 4%.

21 RELATED PARTY DISCLOSURES

During the year, the Charity received income of £nil (2024 : £nil) from the Trustees under normal operating conditions.

During the year the parent charity has charged rent and management charges to the subsidiary for the value of £137,133 (2024: £102,000) and £72,867 (2024: £51,000) respectively. At the year end the subsidiary was owed by the parent £211,249 (2024: £253,808) which is lent on an interest free basis.

22 SUBSIDIARY UNDERTAKINGS

The charity has a subsidiary, being, St Catherine's - Speech and Language for Young Adults and Adults Ltd, which is linked by a uniting direction under s96 of the Charities Act 2006 and the results of the linked charity have been aggregated with the reporting charity following best practice as laid down in the Statement of Recommended Practice "Accounting And Reporting By Charities" (SORP 2019) issued in October 2019.

23 ULTIMATE CONTROLLING PARTY

The charity was under the control of the trustees throughout the year.

24 LEASING AGREEMENTS (GROUP AND PARENT)

Minimum lease payments under hire purchase fall due as follows:

	2025	2024
Net obligations repayable	£	£
Within one year	5,378	5,378
Between one and five years	5,826	11,204
	<u>11,204</u>	<u>16,582</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2025**

	2025 £	2024 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	30,514	39,477
Gift aid	-	2,419
Fundraising activities	28,743	31,352
Grants	<u>319,717</u>	<u>323,277</u>
	378,974	396,525
Other trading activities		
Shop income	29,822	29,842
Accommodation, rent and other income	<u>92,572</u>	<u>16,788</u>
	122,394	46,630
Investment income		
Investment income	11,384	6,219
Charitable activities		
School fees - Private and local authority funded	3,462,734	3,233,601
School fees - EFA funded	968,144	949,166
Post 19 income	<u>1,487,589</u>	<u>1,154,078</u>
	5,918,467	5,336,845
Total incoming resources	<u><u>6,431,219</u></u>	<u><u>5,786,219</u></u>
EXPENDITURE		
Raising donations and legacies		
Wages	71,921	90,878
Books, materials and small equipment	<u>10,910</u>	<u>17,303</u>
	82,831	108,181
Other trading activities		
Shop expenses	6,337	5,656
	<u>89,168</u>	<u>113,837</u>

This page does not form part of the statutory financial statements

ST CATHERINE'S - SPEECH AND LANGUAGE**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2025**

	2025	2024
	£	£
Other trading activities		
Charitable activities		
Wages	3,688,730	3,445,722
Social security	372,410	309,606
Pensions	380,676	343,171
Books materials and small equipment	82,322	113,960
Medical, fares and travel	35,979	33,987
Post 19 College and Exam Fees	265,000	210,000
	<hr/>	<hr/>
	4,825,117	4,456,446
Support costs		
Other		
Rent	19,364	4,500
Rates and water	15,517	17,414
Insurance	88,400	80,527
Light and heat	114,482	153,789
Telephone	15,189	19,902
Sundries	7,504	2,176
Food supplies	84,073	80,716
Marketing	18,703	27,214
Repairs and maintenance	86,973	156,229
Licenses	9,291	18,428
Refuse	5,833	7,036
Minibus costs	36,233	36,948
ICT costs	20,489	11,581
Bank charges	4,031	2,698
Photocopier rent	11,945	13,025
Bad debts	-	6,211
Training	21,674	15,318
Depreciation	137,521	124,921
Profit on sale of assets	-	(10,284)
Bank loan interest	13,521	14,201
	<hr/>	<hr/>
	710,744	782,550
Governance costs		
Auditors' remuneration	17,060	15,750
Auditors' remuneration for non audit work	5,850	5,610
Legal fees	25,974	14,168
Carried forward	48,884	35,528

This page does not form part of the statutory financial statements

ST CATHERINE'S - SPEECH AND LANGUAGE

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2025**

	2025	2024
	£	£
Governance costs		
Brought forward	48,884	35,528
Professional fees	<u>93,537</u>	<u>35,556</u>
	<u>142,421</u>	<u>71,084</u>
Total resources expended	5,767,450	5,423,917
Net (expenditure)/income	<u><u>663,769</u></u>	<u><u>362,302</u></u>

ST CATHERINE'S - SPEECH AND LANGUAGE

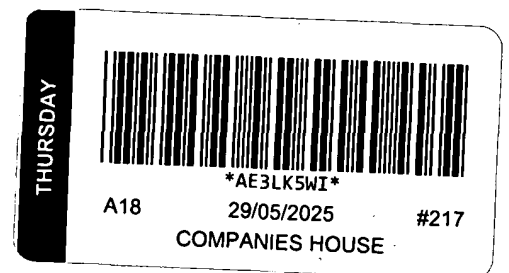
England & Wales - Charity number 288148

Accounts

REGISTERED COMPANY NUMBER: 01757474 (England and Wales)
REGISTERED CHARITY NUMBER: 288148

**REPORT OF THE TRUSTEES AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2024
FOR
ST CATHERINE'S - SPEECH AND LANGUAGE**

Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ



ST CATHERINE'S - SPEECH AND LANGUAGE

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FOR THE YEAR ENDED 31 AUGUST 2023**

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ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2024

The trustees who are also directors of the charity and the group for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 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

The relief of sickness, poverty, hardship and distress, among children, young people, their families and other persons who are socially excluded from society as a result of their speech, language and communication needs, by: providing a range of services which include advancing their education through the running of a residential special school and sixth form centre, vocational training, integrated therapy, outreach services and advice and support to parents and families; and raising public awareness of the issues affecting children, young people and their families and others with speech, language and communication needs.

Objectives – St Catherine’s – Speech and Language for Adults and Young Adults

The objects of the Charity are the relief of sickness, poverty, hardship and distress among young adults and adults who are socially excluded from society as a result of their speech, language and communication needs, in particular by:

- (a) providing education, vocational training, integrated therapy, outreach services, advice, support and care;
- (b) raising public awareness of the issues affecting those with speech, language and communication needs.

Public benefit

The board of Trustees understands the requirements as set out in Section 17(5) of the Charities Act 2011 and takes the view that St Catherine's completely satisfies all guidance issued by the Charity Commission with regard to public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Introduction

St Catherine's is a national charity working with children and young people with severe and lifelong speech, language and communication needs and a range of associated issues including autistic spectrum conditions, dyspraxia and dyslexia.

Our aim is to support and enable our children and young people to achieve more than they ever thought possible. To this end, our centre in the heart of Ventnor on the Isle of Wight provides:

- specialist education through a school and sixth form college;
- intensive speech and language therapy and occupational therapy which is integrated into the curriculum;
- residential care provision, which supports St Catherine's to deliver a waking day curriculum;
- life-relevant skills and opportunities to develop social interaction to prepare young people for their transition to more independent adulthood;
- St Catherine's Post 19 Provision a specialist Post 16 institution delivering a tailored service of education, therapy, residential accommodation and support to develop independence skills; and
- out-of-school activities.

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2024

Our approach:

- supports effective learning;
- builds confidence and self-esteem; and
- reinforces the importance of providing wide-ranging personal development opportunities.

Performance review for the period 1st September 2023 to 31st August 2024

Our Strategic Aims for 2022-2027

The aim of the trustees is for St Catherine's to be the place of choice for the education of young people with speech, language and communication needs.

Underpinning our strategic aim are the four pillars of:

Safeguarding

An absolute foundation for the school where the emphasis has been and continues to be delivering a safe, supportive and secure learning environment for staff, pupils, parents and visitors to the school. A place where all staff are vigilant and confident in dealing with all safeguarding issues.

Therapy and Care

Enabling a culture to thrive where the welfare of the young person is at the centre of all that we do and is ambitious for the progress of every student. A place that is homely, safe, secure and comfortable, where physical, emotional, social and mental health needs are met and life opportunities are enhanced.

Resources

An ongoing commitment to maintain a sustainable financial position through prudent management of the school's resources and finances and planning for the long-term.

People

Recruiting, developing and retaining talented staff who share our vision.

St Catherine's School and College

Each of our students has complex special educational needs and each has his/her own individualised educational and residential programme integrating high quality learning, speech, language and occupational therapy and life-relevant skills. Our students come from across the UK as well as from the Isle of Wight. Demand within our school and college provision remains high and this year our student numbers reached our maximum capacity of 94.

In February 2024, we had a 3-day Ofsted education and social care inspection for our school and college. We were delighted with the results of the inspection, which saw our social care provision continue to be rated as Outstanding and our education element graded Good. Highlights from the report include:

"Pupils flourish at this school due to the strong emphasis on developing their communication skills and the way that they interact with others. Staff at the school are ambitious for each pupil, refusing to place barriers on what they can achieve."

"The therapeutic and health team provides expert guidance and support to ensure that practice is well informed and makes a positive difference to students' lives."

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2024

"The school's curriculum and assessment systems have been carefully considered to celebrate each step forward that pupils make and identify any significant barriers. This approach is particularly well developed in relation to pupils' speech and communication, where the school excels."

"Parents value and praise the quality of care and attention that staff give to residential students. One parent said: 'They are amazing, always so receptive. I am really impressed with the amount of communication. Everyone knows the children really well. They are doing everything right.'"

We continue to develop our school and college to best meet the needs of our students, particularly in terms of transition from St Catherine's. With this in mind, in September 2024, we recruited a Job Coach to support our students at work experience, as well as to strengthen our connection with local businesses. This position has proved successful in terms of developing work experience opportunities.

As well as ensuring we have the right staff to meet the needs of our students, we are undertaking a significant project to improve and refurbish our buildings. In the year 2023/24, we spent over £1m on this project and we plan to spend a significant amount on buildings during the coming financial year.

Post 19

Our Post 19 provision continues to provide much-needed residential support, speech and language therapy and occupational therapy for students aged 19 to 25 with speech, language and communication needs. In total, during 2023/24, 14 students benefited from the provision; all of these young adults are residential students living in accommodation provided by St Catherine's and attending further education courses at local college provisions.

The Post 19 Provision is inspected twice-yearly by the National Youth Advocacy Service and receives positive feedback.

Highlights from NYAS inspections include:

"Young people are supported in a strengths-based way at these homes; staff think about the individual's interests and wishes and they are supported to pursue these."

"There is a real team approach from the staff, the management and the therapy team to enable each individual to progress."

Community Activities

St Catherine's supports its local community in a number of ways. It provides grant-funded holiday clubs, which are open to young people with additional needs, as well as giving access to its sports facilities to the local football team.

FINANCIAL REVIEW

Financial Position

Total income for the year to 31 August 2024 was £5,786,219 (2023: £4,949,790) and total expenditure in the year was £5,423,917 (2023: £4,760,004). Total assets as at 31 August 2024 were £6,232,640 (2023: £5,935,732) and total liabilities were £2,100,840 (2023: £2,166,233)

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2024

FINANCIAL REVIEW - continued

The Charity reports an overall surplus for the year, before other recognised gains and losses, of £362,302 (2023: £189,786). A surplus of £241,414 (2023: £117,753) was from unrestricted funds and a surplus of £,120,888 (2023: £72,033) was from restricted funds. Transfers of £83,477 (2023: £84,225) were made during the period as detailed in the notes to the financial statements.

Total funds to carry forward at 31 August 2024 were £4,938,801 (2023: £4,368,499) of which £4,825,745 (2023: £4,292,854) were unrestricted funds and £113,056 (2023: £75,645) were restricted funds. Designated funds within unrestricted funds amounted to £4,585,130 (2023: £3,546,477). Details of designated funds are included in note 19.

Pension deficit

The charity has been re admitted into the IOW Council Pension Fund and the audited accounts have been updated to show a pension scheme surplus of £807,000 (2023: £599,000) following an actuarial gain on defined benefit schemes of £208,000 (2023: £596,000) in the 12 months to 31 August 2024.

Fundraising

The charity organises a number of its own fundraising events or supports third-party event organisers, but both have been limited by the pandemic. No professional fundraising organisations, agency or commercial participator has been or will be employed, as a matter of current policy.

The Charity is registered with the Fundraising Regulator and conforms to its Code of Standards. It also complies with guidelines published by the Charity Commission and the Institute of Fundraising. The Charity monitors fundraising on its behalf by attendance at events, or where public collections are being made, by identify checks on collectors, issuing clear guidelines on practices and instructions for remitting funds, and issuing letters and badges of identification with contact details for the charity. No complaints regarding fundraising were received during the year.

Reserves policy

In its financial planning and execution, St Catherine's trustees aim to prepare and deliver an annual budget with a surplus of at least 2% of total income to contribute towards the aim of building reserves equating to one term's operating costs.

The charity's audited accounts for the year ending 31 August 2024 show:

- an operational unrestricted year end surplus of £241,414 (equivalent to +4.4% of total income); and
- free reserves of £240,615 which represents 15.1% of 1 term's operating costs of £1,586,668

As part of the charity's overall risk management strategy, trustees will continue to monitor closely the general reserves' fund with a view to achieving a position equivalent to one term's operating costs, including reviewing assets currently held with a view to converting surplus assets into cash resources.

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2024

SUBSIDIARY UNdertakings

The charity has a subsidiary, being, St Catherine's – Speech and Language for young adults and adults Ltd, which is linked by a uniting direction under s96 of the Charities Act 2006 and the results of the linked charity have been aggregated with the reporting charity following best practice as laid down in the Statement of Recommended Practice "Accounts and Reporting by Charities (SORP 2019) issued in October 2019.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

Recruitment and appointment of new trustees

Trustees are recruited openly and through recommendation from appointing bodies and through parent/family representation. In addition to this the board has two staff elected governors. The appointing bodies are as follows:

- The Bishop of Portsmouth
- The Portsmouth Diocesan Education Committee
- The Isle of Wight Local Authority
- The Isle of Wight College

Elected trustees are, after nomination, elected by majority vote. Staff governors are nominated, seconded and (if needed) voted for by the staff body. Parent governors/trustees are parents of children either at, or recently at, St Catherine's.

The day to day management of the charity is the responsibility of the principal.

The Pay Committee has responsibility for setting the remuneration of Key management personnel in line with industry standards.

Induction and training of new trustees

All new trustees and governors receive induction training and training during the year on the work of the Charity and on specific issues. Some of this training is combined with staff training.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk Management

The trustees have a risk management strategy which comprises:

- Regular reviews of the risks the Charity may face;
- The establishment of systems and procedures to mitigate those risks identified in the reviews; and
- The implementation of procedures designed to minimise any potential impact on the Charity, should those risks materialise.

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2024

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

St Catherine's – Speech and Language - 01757474 (England and Wales)

St Catherine's – Speech and Language for Adults and Young Adults – 12675770

Registered Charity number

St Catherine's – Speech and Language -288148

St Catherine's – Speech and Language for Adults and Young Adults – 288148-2

Registered office

Grove Road

Ventnor

Isle of Wight

PO38 1TT

Trustees

Danny Carmichael

Appointed October 2023

Roger Rickman

Appointed November 2024

Henry Blacksell

Appointed February 2024

Susan Churches

Resigned 30 September 2024

Dudley Delannoy

Resigned December 2023

Pete Elliott

Anthony Flower

Martyn Heather

Hayley Jarvis

Michael Loftus

Sarah Loftus

John Metcalfe

Graham Pengelly

Mark Rhodes

Caroline Weeks

Resigned May 2024

Staff Appointed Governors

Victoria Middleton

Resigned March 2024

Katy Kidd

Appointed March 2024

Parent Governor

Karl Hunter

Appointed October 2023

ST CATHERINE'S - SPEECH AND LANGUAGE

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2024**

Senior Management Team

Principal	Sarah Thompson
Vice Principal	Jenn Walker
Head of Care	Victoria Middleton – resigned March 2024 Katherine Cotton – appointed March 2024
Head of School	Nes Fradgley
Head of Sixth Form	Jo Elliott
Head of Occupational Therapy	Tom Evans
Head of Speech and Language Therapy	Kayleigh Sparkes – resigned February 2024 Hannah Miles – appointed February 2024
Head of Finance Marketing and Fundraising Manager	Zoe Janvrin Susan Graves

Company Secretary

Zoe Janvrin

Auditors

Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2024

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of St Catherine's - Speech and Language 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:

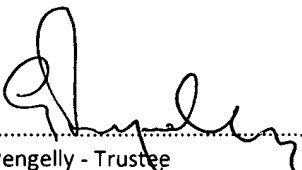
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Bright Brown Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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 22 May 2025 and signed on its behalf by:


.....
Graham Pengelly - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ST CATHERINE'S - SPEECH AND LANGUAGE

Opinion

We have audited the financial statements of St Catherine's - Speech And Language (the 'parent charitable company') and its subsidiary (the 'charitable group') for the year ended 31 August 2024 which comprise the consolidated and parent Statement of Financial Activities, the consolidated and parent Balance Sheet, the consolidated and parent Cash Flow Statements 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

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 August 2024 and of the group and parent incoming resources and application of resources, including its income and expenditure, for
- 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 group and parent financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's or parent's 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.

Matters on which we are required to report by exception

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ST CATHERINE'S - SPEECH AND LANGUAGE

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; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the group charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group and parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group and parent 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.

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:

Based on our understanding of the group and parent charitable company, the principal risks are that of management override of controls, potential fraud in revenue recognition, recovery of trade debtors, and valuation of defined benefit pension scheme. The engagement team considered these risks and audit procedures were undertaken as follows:

- A review of journals made in preparing the final results for preparation of the accounts, and a review of accounting estimates made by management.
- A review of transactions and records to ensure there are no transactions that have no apparent commercial purpose or that are processed outside the usual accounting systems.
- Extension of the sample sizes for audit testing carried out in relation to income and trade debtors, and consideration and testing of systems in place around this income.
- Discussions with management regarding the ability to override controls and review of processes in place to confirm no override had occurred
- Consideration of defined benefit pension scheme results from reviewing actuary reports and entries made into financial statements.
- Discussions with management, including consideration of any known or suspected instances of non-compliance with laws and regulations or fraud.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ST CATHERINE'S - SPEECH AND LANGUAGE**

There are inherent limitations in the audit procedures described above, and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error as fraud may involve deliberate concealment or intentional misrepresentations.

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 parent 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 parent 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 group and parent charitable company and the parent charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David Stevens ACA (Senior Statutory Auditor)

for and on behalf of Bright Brown Limited

Chartered Accountants

Statutory Auditor

Exchange House

St. Cross Lane

Newport

Isle of Wight

PO30 5BZ

Date: 22/5/2025

ST CATHERINE'S - SPEECH AND LANGUAGE

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2024

				2024	2023
	Notes	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
INCOME FROM					
Donations and legacies	2	60,671	335,854	396,525	252,950
Charitable activities					
Educational services	5	5,336,845	-	5,336,845	4,649,928
Other trading activities	3	46,630	-	46,630	43,751
Investment income	4	6,219	-	6,219	3,161
Total		<u>5,450,365</u>	<u>335,854</u>	<u>5,786,219</u>	<u>4,949,790</u>
EXPENDITURE ON					
Raising funds	6	112,641	1,196	113,837	93,932
Charitable activities					
Educational services	7	5,096,310	213,770	5,310,080	4,666,072
Total		<u>5,208,951</u>	<u>214,966</u>	<u>5,423,917</u>	<u>4,760,004</u>
NET INCOME/(EXPENDITURE)		241,414	120,888	362,302	189,786
Transfers between funds		83,477	(83,477)	-	-
Other recognised gains/(losses)					
Actuarial gains on defined benefit schemes	20	208,000	-	208,000	596,000
Net movement in funds		<u>532,891</u>	<u>37,411</u>	<u>570,302</u>	<u>785,786</u>
RECONCILIATION OF FUNDS					
Total funds brought forward					
Total funds brought forward	19	4,292,854	75,645	4,368,499	3,582,713
TOTAL FUNDS CARRIED FORWARD		<u><u>4,825,745</u></u>	<u><u>113,056</u></u>	<u><u>4,938,801</u></u>	<u><u>4,368,499</u></u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

These notes form part of these financial statements

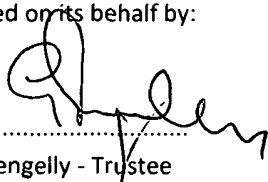
ST CATHERINE'S - SPEECH AND LANGUAGE

CONSOLIDATED BALANCE SHEET
FOR THE YEAR ENDED 31 AUGUST 2024

				2024	2023
	Notes	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
FIXED ASSETS					
Tangible assets	14	3,973,699	-	3,973,699	3,184,836
CURRENT ASSETS					
Debtors	16	1,483,380	-	1,483,380	2,592,736
Cash at bank		662,505	113,056	775,561	158,160
		2,145,885	113,056	2,258,941	2,750,896
CREDITORS					
Amounts falling due within one	17	(1,771,708)	-	(1,771,708)	(1,809,470)
NET CURRENT ASSETS					
		374,177	113,056	487,233	941,426
TOTAL ASSETS LESS CURRENT LIABILITIES					
		4,347,877	113,056	4,460,933	4,126,262
CREDITORS					
Amounts falling due after more than one year	18	(329,132)	-	(329,132)	(356,763)
PENSION ASSET					
	20	807,000	-	807,000	599,000
NET ASSETS					
		4,825,745	113,056	4,938,801	4,368,499
FUNDS					
Unrestricted funds	19			4,825,745	4,292,854
Restricted funds				113,056	75,645
TOTAL FUNDS					
				4,938,801	4,368,499

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 22 May 2025 and were signed on its behalf by:



.....
Graham Pengelly - Trustee

ST CATHERINE'S - SPEECH AND LANGUAGE

PARENT STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2024

				2024	2023
	Notes	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	30,340	335,854	366,194	252,950
Charitable activities					
Educational services	5	4,182,767	-	4,182,767	3,583,650
Other trading activities	3	148,630	-	148,630	145,751
Investment income	4	6,219	-	6,219	3,161
Other income		51,000	-	51,000	60,000
Total		<u>4,418,956</u>	<u>335,854</u>	<u>4,754,810</u>	<u>4,045,512</u>
EXPENDITURE ON					
Raising funds	6	112,641	1,196	113,837	93,932
Charitable activities					
Educational services	7	<u>4,198,528</u>	<u>213,770</u>	<u>4,412,298</u>	<u>3,932,828</u>
Total		<u>4,311,169</u>	<u>214,966</u>	<u>4,526,135</u>	<u>4,026,760</u>
NET INCOME/(EXPENDITURE)		107,787	120,888	228,675	18,752
Transfers between funds		83,477	(83,477)	-	-
Other recognised gains/(losses)					
Actuarial gains on defined benefit schemes	20	208,000	-	208,000	596,000
Net movement in funds		399,264	37,411	436,675	614,752
RECONCILIATION OF FUNDS					
Total funds brought forward					
Total funds brought forward	19	3,884,850	75,645	3,960,495	3,345,743
TOTAL FUNDS CARRIED FORWARD		<u>4,284,114</u>	<u>113,056</u>	<u>4,397,170</u>	<u>3,960,495</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

These notes form part of these financial statements

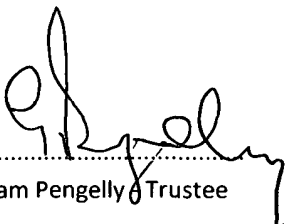
ST CATHERINE'S - SPEECH AND LANGUAGE

**PARENT BALANCE SHEET
FOR THE YEAR ENDED 31 AUGUST 2024**

				2024	2023
	Notes	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
FIXED ASSETS					
Tangible assets	14	3,917,962	-	3,917,962	3,130,352
CURRENT ASSETS					
Debtors	16	973,400	-	973,400	1,806,804
Cash at bank		424,658	113,056	537,714	147,585
		1,398,058	113,056	1,511,114	1,954,388
CREDITORS					
Amounts falling due within one year	17	(1,509,773)	-	(1,509,773)	(1,366,482)
NET CURRENT ASSETS		<u>(111,715)</u>	<u>113,056</u>	<u>1,341</u>	<u>587,906</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,806,246	113,056	3,919,302	3,718,258
CREDITORS					
Amounts falling due after more than one year	18	(329,132)	-	(329,132)	(356,763)
PENSION ASSET	20	807,000	-	807,000	599,000
NET ASSETS		<u>4,284,114</u>	<u>113,056</u>	<u>4,397,170</u>	<u>3,960,495</u>
FUNDS					
Unrestricted funds	19			4,284,114	3,884,850
Restricted funds				113,056	75,645
TOTAL FUNDS				<u>4,397,170</u>	<u>3,960,495</u>

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 22 May 2025 and were signed on its behalf by:


.....
Graham Pengelly Trustee

ST CATHERINE'S - SPEECH AND LANGUAGE

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2024**

		2024	2023
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	1,561,564	746,216
Interest paid		<u>(14,201)</u>	<u>(15,101)</u>
Net cash (used in)/provided by operating activities		<u>1,547,363</u>	<u>731,115</u>
Cash flows from investing activities			
Sale of tangible fixed assets		10,284	-
Purchase of tangible fixed assets		<u>(913,784)</u>	<u>(675,249)</u>
Net cash used in investing activities		<u>(903,500)</u>	<u>(675,249)</u>
Cash flows from financing activities			
New loans in year		-	21,959
Loan repayments in year		<u>(26,462)</u>	<u>(25,564)</u>
Net cash provided by financing activities		<u>(26,462)</u>	<u>(3,605)</u>
Change in cash and cash equivalents in the reporting period		617,401	52,261
Cash and cash equivalents at the beginning of the reporting period		158,160	105,899
Cash and cash equivalents at the end of the reporting period		<u>775,561</u>	<u>158,160</u>

These notes form part of these financial statements

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2024

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

	2024	2023
	£	£
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	362,302	189,786
Adjustments for:		
Depreciation charges	124,921	133,766
Profit on sale of assets	(10,284)	-
Interest paid	14,201	15,101
Decrease/(increase) in debtors	1,109,356	(1,058,823)
(Decrease)/increase in creditors	(38,932)	1,466,386
Net cash (used in)/provided by operations	<u>1,561,564</u>	<u>746,216</u>

2. ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)

	At 1.9.23	Cash flow	At 31.8.24
	£	£	£
Net cash			
Cash at bank	<u>158,160</u>	<u>617,401</u>	<u>775,561</u>
	<u>158,160</u>	<u>617,401</u>	<u>775,561</u>
Debt			
Finance leases	(21,959)	5,377	(16,582)
Debts falling due within 1 year	(20,733)	(1,170)	(21,903)
Debts falling due within 1 -2 years	(21,889)	(919)	(22,808)
Debts falling due within 2 -5 years	(71,245)	(2,994)	(74,239)
Debts falling due over one year	<u>(247,049)</u>	<u>26,168</u>	<u>(220,881)</u>
	<u>(382,875)</u>	<u>26,462</u>	<u>(356,413)</u>
Total	<u>(224,715)</u>	<u>643,863</u>	<u>419,148</u>

These notes form part of these financial statements

ST CATHERINE'S - SPEECH AND LANGUAGE

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2024**

		2024	2023
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	1,328,715	679,044
Interest paid		<u>(14,201)</u>	<u>(15,101)</u>
Net cash (used in)/provided by operating activities		<u>1,314,514</u>	<u>663,943</u>
Cash flows from investing activities			
Sale of tangible fixed assets		10,284	-
Purchase of tangible fixed assets		<u>(908,207)</u>	<u>(617,580)</u>
Net cash used in investing activities		<u>(897,923)</u>	<u>(617,580)</u>
Cash flows from financing activities			
New loans in year		-	21,959
Loan repayments in year		<u>(26,462)</u>	<u>(25,564)</u>
Net cash provided by financing activities		<u>(26,462)</u>	<u>(3,605)</u>
Change in cash and cash equivalents in the reporting period		390,129	42,758
Cash and cash equivalents at the beginning of the reporting period		147,585	104,827
Cash and cash equivalents at the end of the reporting period		<u>537,714</u>	<u>147,585</u>

These notes form part of these financial statements

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE PARENT CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2024

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

	2024	2023
	£	£
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	228,675	18,752
Adjustments for:		
Depreciation charges	120,598	130,358
Profit on sale of assets	(10,284)	-
Interest paid	14,201	15,101
(Increase)/decrease in debtors	832,233	(539,061)
Increase in creditors	143,291	1,053,894
Net cash (used in)/provided by operations	<u>1,328,715</u>	<u>679,044</u>

2. ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)

	At 1.9.23	Cash flow	At 31.8.24
	£	£	£
Net cash			
Cash at bank	<u>147,585</u>	<u>390,129</u>	<u>537,714</u>
	<u>147,585</u>	<u>390,129</u>	<u>537,714</u>
Debt			
Finance leases	(21,959)	5,377	(16,582)
Debts falling due within 1 year	(20,733)	(1,170)	(21,903)
Debts falling due within 1 -2 years	(21,889)	(919)	(22,808)
Debts falling due within 2 -5 years	(71,245)	(2,994)	(74,239)
Debts falling due over one year	<u>(247,049)</u>	<u>26,168</u>	<u>(220,881)</u>
	<u>(382,875)</u>	<u>26,462</u>	<u>(356,413)</u>
Total	<u>(235,291)</u>	<u>416,591</u>	<u>181,301</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2024

1. ACCOUNTING POLICIES

General Information

The St Catherine's - Speech and Language is a private company limited by guarantee and incorporated in England and Wales, registered no 01757474, registered office Grove Road, Ventnor, Isle of Wight PO38 1TT. The financial statements are presented in Sterling, which is the functional currency of the charitable group. There are no material uncertainties about the charity's ability to continue.

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 and Charities Act 2011. The financial statements have been prepared under the historical cost convention.

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.

Voluntary Income

Donations are recognised in the Statement of Financial Activities once the charitable company has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably, this is generally upon receipt of the donation.

Grants and pupil premium income is recognised when unconditional element to the income is passed to the charitable company. Where there are performance related terms and conditions that must be met before unconditional entitlement passes to the charitable company, the income is recognised once it is highly probable that these will be met. Where no such conditions are in place the income is recognised when it is received.

Activities for generating funds

This consists of shop income and accommodation income. The shop income is recognised in the Statement of Financial Activities, net of VAT when the goods are delivered. Accommodation income is recognised based on the date of the stay.

Investment Income

Rental income is recognised in the period to which the rental income relates. Interest is recognised on receipt.

Incoming Resources from Charitable Activities

Income from charitable activities is recognised, net of VAT and all other sales taxes when the services are provided. This consists of school fees income payable by the guardian of the children or the local authority.

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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2024

1. ACCOUNTING POLICIES - continued

Allocation and apportionment of costs

Support costs are costs related to providing direct support to the charitable company but also includes IT costs, insurance, telephone and other office costs. Governance costs are audit fees and trustee meeting and travel expenditure. Any such costs incurred during the year that are not directly attributable to the charitable activities of the organisation are allocated on the proportion of total direct costs required to support each activity.

Tangible fixed assets

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

Freehold property	- not provided
Long leasehold	- Over the period of the lease
Improvements to proper	- Straight line over 3 - 50 years
Plant and machinery	- Straight line over 3 - 50 years

It is the charity's policy not to depreciate freehold property as the trustees believe they are held in good repair and annual improvements are carried out. The trustees consider this policy best reflects the value of freehold property.

Investments

Investments in subsidiary companies are recognised at cost where applicable.

Taxation

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

Fund accounting

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

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

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

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

The Charity operates three staff pension schemes providing benefits based on final pensionable pay as follows:

(i) Teacher's Pension Scheme

This is a statutory, contributory final salary scheme. It is an unfunded scheme which is provided for by the Superannuation Act 1972 under which retirement and other superannuation benefits are paid out of monies provided by Parliament.

(ii) Isle of Wight Council Pension Fund

This is a Local Government Pension Scheme run by the Isle of Wight Council as administering authority. The Fund is maintained by the Isle of Wight Council under regulations made under the Superannuations Act 1972. As the scheme is set up by statute, payment of the scheme benefits is guaranteed by law. Contributions for both schemes are charged to the Statement of Financial Activities so as to spread the costs of pensions over employees' working lives with the organisation. Any actuarial gains or losses relating to the scheme is recognised in the Statement of Financial Activities in accordance with FRS102.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024

1. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

(iii) Scottish Equitable group Personal Pension Scheme

The Charity has set up a separate Group Personal Pension Scheme. This is a defined contribution scheme in which the contributions are being charged to the Statement of Financial Activities so as to spread the cost of pensions over the employees' working lives with the organisation.

Financial instruments

The charity only has financial assets and financial liabilities of the kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and debt instruments are subsequently measured at amortised cost.

Judgements in applying accounting policies

In preparing these financial statements the trustees have made the following judgements:

- Determining whether income is restricted or unrestricted. These decisions depend upon the whether the donor has given the income subject to certain terms or conditions which impose a restriction in trust law.
- Determining the allocation of support costs to activities. These decisions depend upon the whether the cost can be directly attributed to an activity or shared between specific activities. The balance of costs is apportioned between the activities.

Key sources of estimation uncertainty

Tangible fixed assets are depreciated over their useful economic lives taking into account residual values, where appropriate. The actual lives of the assets and residual values may vary depending on a number of factors. Factors affecting the lives of assets include technological innovation and maintenance programmes.

Basis of consolidation

The accounts of the group consolidate the results of the company and its subsidiary undertakings, St Catherine's - Speech and Language for Young Adults and Adults Ltd which are made up to 31 August. The accounts are consolidated on a line by line basis.

2. DONATIONS AND LEGACIES

	Group 2024	Parent 2024	Group 2023	Parent 2023
		£	£	£
Donations	39,477	9,146	6,286	6,286
Gift aid	2,419	2,419	1,721	1,721
Fundraising activities	31,352	31,352	28,230	28,230
Grants	323,277	323,277	216,713	216,713
	<u>396,525</u>	<u>366,194</u>	<u>252,950</u>	<u>252,950</u>
Grants received, included in the above, are :	Group 2024	Parent 2024	Group 2023	Parent 2023
	£	£	£	£
Education Funding Agency	321,277	321,277	212,460	212,460
Co-op Local Community Fund	-	-	2,150	2,150
Other minor grants	2,000	2,000	2,103	2,103
	<u>323,277</u>	<u>323,277</u>	<u>216,713</u>	<u>216,713</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024

3 OTHER TRADING ACTIVITIES		Group 2024	Parent 2024	Group 2023	Parent 2023
		£	£	£	£
Shop income		29,842	29,842	23,777	23,777
Accommodation, rent and other income		16,788	118,788	19,974	121,974
		<u>46,630</u>	<u>148,630</u>	<u>43,751</u>	<u>145,751</u>
4 INVESTMENT INCOME		Group 2024	Parent 2024	Group 2023	Parent 2023
		£	£	£	£
Investment income		<u>6,219</u>	<u>6,219</u>	<u>3,161</u>	<u>3,161</u>
5 INCOME FROM CHARITABLE ACTIVITIES		Group 2024	Parent 2024	Group 2023	Parent 2023
Activity		£	£	£	£
School fees - Private and local authority funded	Educational services	3,321,401	3,233,601	2,816,983	2,816,983
School fees - EFA funded	Educational services	949,166	949,166	766,667	766,667
Post 19 income	Educational services	1,066,278	-	1,066,278	-
		<u>5,336,845</u>	<u>4,182,767</u>	<u>4,649,928</u>	<u>3,583,650</u>
6 RAISING FUNDS					
Raising donations and legacies		Group 2024	Parent 2024	Group 2023	Parent 2023
		£	£	£	£
Staff costs		90,878	90,878	63,649	63,649
Books, materials and small equipment		17,303	17,303	19,501	19,501
		<u>108,181</u>	<u>108,181</u>	<u>83,150</u>	<u>83,150</u>
Other trading activities					
Shop expenses		<u>5,656</u>	<u>5,656</u>	<u>10,782</u>	<u>10,782</u>
Aggregate amounts		<u>113,837</u>	<u>113,837</u>	<u>93,932</u>	<u>93,932</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024**

7 CHARITABLE ACTIVITIES COSTS

	Group	Parent	Group	Parent	Group	Parent
	Direct	Direct	Support	Support	Totals	Totals
	Costs	Costs	costs (see	costs (see		
	£	£	note 8)	note 8)	£	£
Educational services	4,456,446	3,655,804	853,634	756,494	5,310,080	4,412,298
Analysis of direct costs:		Group	Parent	Group	Parent	
		2024	2024	2023	2023	
Staff costs		4,098,499	3,066,506	3,481,320	3,066,506	
Books and materials		113,960	95,104	115,794	95,104	
Medical, fares and travel		33,987	23,493	28,100	23,493	
Grant repayment		17,977	17,977	17,977	17,977	
Post 19 College and Exam Fees		210,000	-	225,360	-	
		4,474,423	3,203,080	3,868,551	3,203,080	

8 SUPPORT COSTS

	Group	Parent	Group	Parent	Group	Parent
	Other	Other	Governance	Governance	Totals	Totals
	£	£	costs	costs	£	£
Educational services	782,549	698,644	71,084	57,850	853,634	756,494
Analysis of direct costs:		Group	Parent	Group	Parent	
		2024	2024	2023	2023	
Rent		4,500	-	-	-	
Rates and water		17,414	16,657	10,480	8,144	
Insurance		80,527	67,581	63,447	55,394	
Light and heat		153,790	138,224	170,648	149,664	
Telephone		19,902	16,634	15,902	13,905	
Sundries		2,176	2,176	8,088	8,088	
Food supplies		80,716	57,812	56,488	56,488	
Marketing		27,214	25,081	21,343	21,343	
Repairs and maintenance		156,228	147,773	131,893	118,743	
Licenses		18,428	15,502	15,563	13,163	
Refuse		7,036	3,933	6,107	4,108	
Minibus costs		36,948	35,958	31,851	30,573	
ICT costs		11,581	10,555	12,949	11,930	
Bank charges		2,698	2,580	2,191	2,108	
Photocopier rent		13,025	13,025	12,353	12,353	
Bad debts		6,211	6,211	-	-	
Training		15,318	14,428	19,450	17,943	
Depreciation		114,637	110,313	133,766	130,356	
Bank loan interest		14,201	14,201	15,101	15,101	
Auditors' remuneration		15,750	9,630	18,210	12,450	
Auditors' remuneration for non audit		5,610	3,330	4,590	2,250	
Legal fees		14,168	9,334	9,485	9,485	
Professional fees		35,556	35,556	37,615	36,159	
		853,634	756,494	797,521	729,748	

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

9 NET INCOME/(EXPENDITURE)

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

	2024	2023
	£	£
Auditors' remuneration	8,700	8,250
Auditors' remuneration - subsidiary	5,400	5,100
Auditors' remuneration for non audit work	4,600	4,375
Depreciation - owned assets	124,921	133,767
Profit on sale of assets	(10,284)	-

10 TRUSTEES' REMUNERATION AND BENEFITS

No trustees received any remuneration or other benefits for the year ended 31 August 2024 nor for the year ended 31 August 2023.

Trustees' expenses

During the year total expenses paid on behalf of trustees amounted to £nil (2023 : Nil).

11 STAFF COSTS

	2024	2023
	£	£
Wages and salaries	3,445,722	2,975,568
Social security costs	309,606	226,850
Other pension costs	343,171	278,902
	<u>4,098,499</u>	<u>3,481,320</u>

12 STAFF ANALYSIS

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

	2024	2023
Full time	70	61
Part time	67	76
	<u>137</u>	<u>137</u>

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

	2024	2023
£90,001 - £100,000	1	1
	<u>1</u>	<u>1</u>

The principal, Post 19 Registered Manager and deputy manager are considered key management personnel. The total employee benefits for these posts were £275,733 (2023 : £206,596).

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024

13 COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (GROUP)

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	34,532	218,418	252,950
Charitable activities			
Educational services	4,649,928	-	4,649,928
Other trading activities	43,751	-	43,751
Investment income	3,161	-	3,161
Total	4,731,372	218,418	4,949,790
EXPENDITURE ON			
Raising funds	84,271	9,661	93,932
Charitable activities			
Educational services	4,529,348	136,724	4,666,072
Total	4,613,619	146,385	4,760,004
NET INCOME	117,753	72,033	189,786
Transfers between funds	84,225	(84,225)	-
Other recognised gains/(losses)			
Actuarial gains on defined benefit	596,000	-	596,000
Net movement in funds	797,978	(12,192)	785,786
RECONCILIATION OF FUNDS			
Total funds brought forward			
Total funds brought forward	3,494,876	87,837	3,582,713
TOTAL FUNDS CARRIED FORWARD	4,292,854	75,645	4,368,499

The note shows the Statement of Financial Activities, split by fund, for the year ended 31 August 2023.

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024

13 COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - CONTINUED (PARENT)

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	34,532	218,418	252,950
Charitable activities			
Educational services	3,583,650	-	3,583,650
Other trading activities	145,751	-	145,751
Investment income	3,161	-	3,161
Other income	60,000	-	60,000
Total	3,827,094	218,418	4,045,512
EXPENDITURE ON			
Raising funds	84,271	9,661	93,932
Charitable activities			
Educational services	3,796,104	136,724	3,932,828
Total	3,880,375	146,385	4,026,760
NET INCOME	(53,281)	72,033	18,752
Transfer between funds	84,225	(84,225)	
Other recognised gains/(losses)			
Actuarial gains on defined benefit	596,000	-	596,000
Net movement in funds	626,944	(12,192)	614,752
RECONCILIATION OF FUNDS			
Total funds brought forward			
Total funds brought forward	3,257,906	87,837	3,345,743
TOTAL FUNDS CARRIED FORWARD	3,884,850	75,645	3,960,495

The note shows the Statement of Financial Activities, split by fund, for the year ended 31 August 2023.

ST CATHERINE'S - SPEECH AND LANGUAGE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024**

14 TANGIBLE FIXED ASSETS

	Freehold property Group £	Long leasehold Group £	Improvements to property Group £	Plant and machinery Group £	Totals Group £	Totals Parent £
COST						
At 1 September 2023	915,350	367,268	2,347,621	1,442,928	5,073,167	5,015,215
Additions	-	-	882,467	31,317	913,784	908,207
At 31 August 2024	<u>915,350</u>	<u>367,268</u>	<u>3,230,088</u>	<u>1,474,245</u>	<u>5,986,951</u>	<u>5,923,423</u>
DEPRECIATION						
At 1 September 2023	-	24,898	618,592	1,244,841	1,888,331	1,884,863
Charge for year	-	2,806	57,525	64,590	124,921	120,598
At 31 August 2024	-	<u>27,704</u>	<u>676,117</u>	<u>1,309,431</u>	<u>2,013,252</u>	<u>2,005,461</u>
NET BOOK VALUE						
At 31 August 2024	<u>915,350</u>	<u>339,564</u>	<u>2,553,971</u>	<u>164,814</u>	<u>3,973,699</u>	<u>3,917,962</u>
At 31 August 2023	<u>915,350</u>	<u>342,370</u>	<u>1,729,029</u>	<u>198,087</u>	<u>3,184,836</u>	<u>3,130,352</u>

15 SUBSIDIARY UNDERTAKING

The parent company's investments at the balance sheet date are:

St Catherine's Speech and Language for Young Adults and Adults Limited

Company registration number: 12675770

Charity registration number: 288148 (Linked with St Catherine's - Speech and Language)

Registered office: Grove Road, Ventnor, Isle of Wight, PO38 1TT

Nature of charity: Provision of education services

Limited by guarantee:

Sole Corporate Member

	2024 £	2023 £
Aggregate funds	541,631	408,004
Surplus for the year	<u>133,627</u>	<u>171,035</u>
	2024 £	2023 £
Income		
Donations	30,332	-
Charitable activities: Education services	1,154,078	1,066,277
Total income	<u>1,184,410</u>	<u>1,066,277</u>
Expenditure		
Charitable activities: Education services	1,050,783	895,242
Net income	<u>133,627</u>	<u>171,035</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024

16 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	Parent	Group	Parent
	2024	2024	2023	2023
	£	£	£	£
Trade debtors	1,429,316	922,625	2,516,149	1,263,374
Amounts owed by participating interests	-	-	-	487,331
Other debtors	5,202	5,202	29,138	11,330
Accrued income	2,471	2,471	2,471	2,471
Prepayments	46,391	43,102	44,978	42,298
	<u>1,483,380</u>	<u>973,400</u>	<u>2,592,736</u>	<u>1,806,804</u>

Of the £1,429,316 of trade debtors, the charity has received £1,407,355 between the balance sheet date and the date that the Trustees' report has been approved.

The trade debtors value also includes fees invoiced in advance of £1,405,273 and these fees are also included in accrued income as they relate to the period of 31 August 2025.

17 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	Parent	Group	Parent
	2024	2024	2023	2023
	£	£	£	£
Bank loans and overdrafts (see note 18)	21,903	21,903	20,733	20,733
Hire purchase (see note 25)	5,378	5,378	5,378	5,378
Trade creditors	160,708	156,284	227,394	216,218
Social security and other taxes	67,660	57,577	52,602	52,177
Other creditors	74,252	74,252	61,108	61,108
Amounts owed by participating interests	-	253,808	-	-
Accruals and deferred income	1,441,807	940,571	1,442,255	1,010,868
	<u>1,771,708</u>	<u>1,509,773</u>	<u>1,809,470</u>	<u>1,366,482</u>

18 CREDITORS: AMOUNTS FALLING DUE OVER ONE YEAR

	Group	Parent	Group	Parent
	2024	2024	2023	2023
Bank loans	317,928	317,928	340,183	340,183
Hire purchase (see note 25)	11,204	11,204	16,580	16,580
	<u>329,132</u>	<u>329,132</u>	<u>356,763</u>	<u>356,763</u>

An analysis of the maturity of loans is given below:

	Group	Parent	Group	Parent
	2024	2024	2023	2023
		£		£
Bank loans	<u>339,831</u>	<u>339,831</u>	<u>360,916</u>	<u>360,916</u>

The bank loan is secured on freehold property and is repayable by installments over 180 months at an fixed interest rate of 4.08% for the first 84 months.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024

18 CREDITORS: AMOUNTS FALLING DUE OVER ONE YEAR

An analysis of the maturity of loans is given below:	2024	2023
	£	£
Amounts falling due within one year on demand:		
Bank Loans	<u>21,903</u>	<u>20,733</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>22,808</u>	<u>21,889</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>74,239</u>	<u>71,245</u>
Amounts falling due in more than five years:		
Bank loans more 5 yr by installments	<u>220,881</u>	<u>247,049</u>

19 MOVEMENT IN FUNDS

	At 1.9.23	Net movement in funds	Transfers between funds	At 31.8.24
	£	£	£	£
Unrestricted funds				
General fund	746,377	362,011	(867,773)	240,615
Fixed Asset Fund Including Revaluation Reserve	2,747,477	(120,597)	951,250	3,578,130
Pension Scheme Surplus	599,000	208,000	-	807,000
Repairs fund	200,000	-	-	200,000
	<u>4,292,854</u>	<u>449,414</u>	<u>83,477</u>	<u>4,825,745</u>
Restricted funds				
Restricted Fund	75,645	120,888	(83,477)	113,056
TOTAL FUNDS (GROUP)	<u>4,368,499</u>	<u>570,302</u>	<u>-</u>	<u>4,938,801</u>
TOTAL FUNDS (PARENT)	<u>3,960,495</u>	<u>436,675</u>	<u>-</u>	<u>4,397,170</u>

The transfer of £951,250 between general funds and fixed asset fund is to account for the new additions in the period less depreciation movements. The transfer from restricted funds represents funds provided to purchase fixed assets which are used for general charitable purposes.

The transfer of £83,477 represents restricted income which has been used to purchase fixed assets for unrestricted use.

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024

19 MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses	Movement in funds £
Unrestricted funds				
General fund	5,450,365	(5,088,354)	-	362,011
Fixed Asset Fund Including Revaluation Reserve	-	(120,597)	-	(120,597)
Pension scheme deficit	-	-	208,000	208,000
	<u>5,450,365</u>	<u>(5,208,951)</u>	<u>208,000</u>	<u>449,414</u>
Restricted funds				
Restricted Fund	335,854	(214,966)	-	120,888
TOTAL FUNDS	<u>5,786,219</u>	<u>(5,423,917)</u>	<u>208,000</u>	<u>570,302</u>

Comparatives for movement in funds

	At 1.9.22 £	Net movement in funds £	Transfers between funds £	At 31.8.23 £
Unrestricted funds				
General fund	648,424	248,810	(150,857)	746,377
Fixed Asset Fund Including Revaluation Reserve	2,643,452	(131,057)	235,082	2,747,477
Pension Scheme Deficit	3,000	596,000	-	599,000
Repairs fund	200,000	-	-	200,000
	<u>3,494,876</u>	<u>713,753</u>	<u>84,225</u>	<u>4,292,854</u>
Restricted funds				
Restricted Fund	87,837	72,033	(84,225)	75,645
TOTAL FUNDS (GROUP)	<u>3,582,713</u>	<u>785,786</u>	<u>-</u>	<u>4,368,499</u>
TOTAL FUNDS (PARENT)	<u>3,345,743</u>	<u>614,752</u>	<u>-</u>	<u>3,960,495</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024

19 MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	4,731,372	(4,482,562)	-	248,810
Fixed Asset Fund Including Revaluation Reserve	-	(131,057)	-	(131,057)
Pension Scheme Deficit	-	-	596,000	596,000
	<u>4,731,372</u>	<u>(4,613,619)</u>	<u>596,000</u>	<u>713,753</u>
Restricted funds				
Restricted Fund	218,418	(146,385)	-	72,033
	<u>4,949,790</u>	<u>(4,760,004)</u>	<u>596,000</u>	<u>785,786</u>

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

	At 1.9.22 £	Net movement in funds £	Transfers between funds £	At 31.8.24 £
Unrestricted funds				
General fund	648,424	610,821	(1,018,630)	240,615
Fixed Asset Fund Including Revaluation Reserve	2,643,452	(251,654)	1,186,332	3,578,130
Pension Scheme Deficit	3,000	804,000	-	807,000
Repairs fund	200,000	-	-	200,000
	<u>3,494,876</u>	<u>1,163,167</u>	<u>167,702</u>	<u>4,825,745</u>
Restricted funds				
Restricted Fund	87,837	192,921	(167,702)	113,056
TOTAL FUNDS (GROUP)	<u>3,582,713</u>	<u>1,356,088</u>	<u>-</u>	<u>4,938,801</u>
TOTAL FUNDS (PARENT)	<u>3,345,743</u>	<u>1,051,427</u>	<u>-</u>	<u>4,397,170</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024**19 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 £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	10,181,737	(9,570,916)	-	610,821
Fixed Asset Fund Including Revaluation Reserve	-	(251,654)	-	(251,654)
Pension Scheme Deficit	-	-	804,000	804,000
	<u>10,181,737</u>	<u>(9,822,570)</u>	<u>804,000</u>	<u>1,163,167</u>
Restricted funds				
Restricted Fund	554,272	(361,351)	-	192,921
TOTAL FUNDS	<u>10,736,009</u>	<u>(10,183,921)</u>	<u>804,000</u>	<u>1,356,088</u>

Details of the funds are as follows:

Designated Funds

Fixed Asset fund including revaluation reserve

The trustees have decided to show reserves relating to fixed assets separately to free reserves.

Pension

The pension scheme deficit fund represents the projected value of the pension scheme assets less liabilities.

Repairs

The trustees have allocated £200,000 from cash funds held to hold for major repairs and improvements that have been identified.

Restricted**Education**

This fund represents moneys paid to the school by the EFA to be spent on the development and continuation of services for vulnerable 16-19 year olds.

Department for Education pupil premium

This fund represents moneys paid to the school by DFE via local authorities to be spent on improving the academic performance of disadvantaged students.

Education

This fund represents moneys paid to the school by the EFA to be spent on improvements, maintenance and capital repairs of buildings and other facilities.

There are several minor restricted funds which at the year end totalling £37,662 which are due to be spent in the next accounting period.

20 EMPLOYEE BENEFIT OBLIGATIONS

Defined benefit scheme

The Charity contributes to the Isle of Wight Council Pension fund. This is a separately funded scheme under which the Isle of Wight Council has set up a separate pension fund. The school is permitted to participate in the scheme under the terms of an 'administration agreement' for non teaching employees.

This is a defined benefit scheme in the UK. A full actuarial valuation was carried out as at 31 August 2024 by a qualified independent actuary. The Isle of Wight Council establishes the rates of contribution for both employees and employers participating in the scheme. The employer is also required to pay an additional £60,000 per year in monthly instalments.

Details of the scheme are as follows:

The amounts recognised in the Balance Sheet are as follows:

	Defined benefit pension plans	
	2024	2023
	£	£
Present value of funded obligations	(2,143,000)	(2,073,000)
Fair value of plan assets	2,950,000	2,672,000
	807,000	599,000
Present value of unfunded obligations	-	-
Surplus	807,000	599,000
Net asset	807,000	599,000

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024

20 EMPLOYEE BENEFIT OBLIGATIONS - continued

The amounts recognised in the Statement of Financial Activities are as follows:

	2024	2023
	£	£
Current service cost	35,000	66,000
Net interest from net defined benefit asset/liability	(84,000)	62,000
Past service cost	-	-
	<u>(49,000)</u>	<u>128,000</u>
Actual return on plan assets	<u>191,000</u>	<u>45,000</u>

Changes in the present value of the defined benefit obligation are as follows:

	Defined benefit pension plans	
	2024	2023
	£	£
Opening defined benefit obligation	2,073,000	2,544,000
Current service cost	35,000	66,000
Interest cost	107,000	107,000
Employee contributions	15,000	14,000
Benefits paid	(127,000)	(119,000)
Actuarial (gains)/losses from changes in financial assumptions	40,000	(539,000)
	<u>2,143,000</u>	<u>2,073,000</u>

Changes in the fair value of scheme assets are as follows:

	Defined benefit pension plans	
	2024	2023
	£	£
Opening fair value of scheme assets	2,672,000	2,547,000
Contributions by employer	60,000	77,000
Interest received	139,000	108,000
Expected return	191,000	45,000
Employee contributions	15,000	14,000
Benefits paid	(127,000)	(119,000)
	<u>2,950,000</u>	<u>2,672,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024

20 EMPLOYEE BENEFIT OBLIGATIONS - continued

The amounts recognised in other recognised gains and losses are as follows:

	2024	2023
	£	£
Actuarial (gains)/losses from changes in financial assumptions	(40,000)	539,000
	<u>(40,000)</u>	<u>539,000</u>

The major categories of scheme assets as a percentage of total scheme assets are as follows:

	Defined benefit pension plans	
	2024	2023
Equities	72%	72%
Bonds	16%	16%
Property	5%	5%
Cash	7%	7%
	<u>100%</u>	<u>100%</u>

Principal actuarial assumptions at the Balance Sheet date (expressed as weighted averages):

	2024	2023
Discount rate	4.95%	5.25%
Future salary increases	3.65%	4.05%
Future pension increases	2.65%	3.05%

Defined contribution scheme

The Charity contributes to two other separate staff pension schemes for eligible employees who also make a contribution. Details of these schemes are set out below:

Teachers' Pension Scheme

This is a contributory scheme run by Teachers' Pensions. The benefits of the scheme are governed by the Teachers' Pension Regulations 1997. The scheme automatically covers full time teachers who have not opted out of the scheme to make their own pension arrangements. Members of the scheme pay at varying rates ranging from 7.4% to 11.7% of their salary; the school pays a contribution of 16.48% of the member's salary.

Teachers' contributions are on a 'pay as you go' basis and the school's contributions are credited to the Exchequer under arrangements covered by the Superannuation Act 1972. The Teachers' Pension Regulations require an annual account, the Teachers' Pension Account, to be kept of receipts and expenditure. Any excess of income over expenditure is deemed to be invested in government securities and notional interest is added to the account; the resultant balance is known as the 'notional fund'.

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

20 EMPLOYEE BENEFIT OBLIGATIONS - continued

Scottish Equitable Group Personal Pension Scheme

The Charity also operates a defined contribution group personal pension scheme, the assets of which are held separately from those of the Charity in an independently administered fund. The charge for the year represents the cost of employer's contributions to the scheme for the year for those employees opting to join the scheme. Contributions are made by both employee and employer based mainly on a percentage of the employee's salary. The employer's contribution is between 1% and 4%.

21 CAPITAL COMMITMENTS

	2024	2023
	£	£
Contracted but not provided for in the financial statements	<u> -</u>	<u> 355,586</u>

The 2023 commitment relates to works on property improvements started before the year end.

22 RELATED PARTY DISCLOSURES

During the year, the Charity received income of £nil (2023 : £nil) from the Trustees under normal operating conditions.

During the year the parent charity has charged rent and management charges to the subsidiary for the value of £102,000 (2023: £102,000) and £51,000 (2023: £60,000) respectively. At the year end the subsidiary was owed by the parent £253,808 (2023: £487,331 - owed to the parent) which is lent on an interest free basis.

23 SUBSIDIARY UNDERTAKINGS

The charity has a subsidiary, being, St Catherine's - Speech and Language for Young Adults and Adults Ltd, which is linked by a uniting direction under s96 of the Charities Act 2006 and the results of the linked charity have been aggregated with the reporting charity following best practice as laid down in the Statement of Recommended Practice "Accounting And Reporting By Charities" (SORP 2019) issued in October 2019.

24 ULTIMATE CONTROLLING PARTY

The charity was under the control of the trustees throughout the year.

25 LEASING AGREEMENTS (GROUP AND PARENT)

Minimum lease payments under hire purchase fall due as follows:

	2024	2023
	£	£
Net obligations repayable		
Within one year	5,378	5,378
Between one and five years	<u> 11,204</u>	<u> 11,204</u>
	<u> 16,582</u>	<u> 16,582</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

England & Wales - Charity number 288148

Accounts

REGISTERED COMPANY NUMBER: 01757474 (England and Wales)

REGISTERED CHARITY NUMBER: 288148

**REPORT OF THE TRUSTEES AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2023
FOR
ST CATHERINE'S - SPEECH AND LANGUAGE**

Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

ST CATHERINE'S - SPEECH AND LANGUAGE

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FOR THE YEAR ENDED 31 AUGUST 2023**

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ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2023

The trustees who are also directors of the charity and the group for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 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

The relief of sickness, poverty, hardship and distress, among children, young people, their families and other persons who are socially excluded from society as a result of their speech, language and communication needs, by: providing a range of services which include advancing their education through the running of a residential special school and sixth form centre, vocational training, integrated therapy, outreach services and advice and support to parents and families; and raising public awareness of the issues affecting children, young people and their families and others with speech, language and communication needs.

Objectives – St Catherine's – Speech and Language for Adults and Young Adults

The objects of the Charity are the relief of sickness, poverty, hardship and distress among young adults and adults who are socially excluded from society as a result of their speech, language and communication needs, in particular by:

- (a) providing education, vocational training, integrated therapy, outreach services, advice, support and care;
- (b) raising public awareness of the issues affecting those with speech, language and communication needs.

Public benefit

The board of Trustees understands the requirements as set out in Section 17(5) of the Charities Act 2011 and takes the view that St Catherine's completely satisfies all guidance issued by the Charity Commission with regard to public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Introduction

St Catherine's is a national charity working with children and young people with severe and lifelong speech, language and communication needs and a range of associated issues including autistic spectrum conditions, dyspraxia and dyslexia.

Our aim is to support and enable our children and young people to achieve more than they ever thought possible. To this end, our centre in the heart of Ventnor on the Isle of Wight provides:

- specialist education through a school and sixth form college;
- intensive speech and language therapy and occupational therapy which is integrated into the curriculum;
- residential care provision, which supports St Catherine's to deliver a waking day curriculum;
- life-relevant skills and opportunities to develop social interaction to prepare young people for their transition to more independent adulthood;
- St Catherine's Post 19 Provision a specialist Post 16 institution delivering a tailored service of education, therapy, residential accommodation and support to develop independence skills; and
- out-of-school activities.

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2023

Our approach:

- supports effective learning;
- builds confidence and self-esteem; and
- reinforces the importance of providing wide-ranging personal development opportunities.

Strategic plan

Our Strategic Plan for 2019-2024 is detailed below:

Our aim is to support and enable our children and young people to achieve more than they ever thought possible.

St Catherine's is a safe, welcoming and nurturing school where children and young people, families and staff are included and valued equally. Together we provide opportunities for all students to grow in confidence and develop a love of learning both within school and in the wider community. All are encouraged and challenged to become as independent as they can to prepare for life beyond St Catherine's.

We aim to:

- provide a fully integrated programme of education, therapy and care to ensure that each child and young person has the very best opportunities to fulfil their potential within their school career;
- deliver a holistic yet individual curriculum that supports the academic and personal development of each student through encouraging responsibility, independence and self-awareness and developing resilience and the skills to make positive choices;
- promote open and honest communication throughout the school and its wider community;
- set high standards and expectations for all children and young people according to their individual needs and abilities;
- celebrate diversity by promoting personal, social, moral, spiritual and cultural development, encouraging creativity, and inspiring respect for themselves and others regardless of race, gender, age, religion or cultural beliefs, sexual orientation or disability; and
- continually develop a professional and approachable staff team who inspire confidence in the support given to children and young people and their families across all areas of the school.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2023

Strategic intent

Our centre in the heart of Ventnor provides excellent specialist and integrated education which includes:

- personalised teaching and learning;
- intensive speech, language and occupational therapy which is integrated into the curriculum;
- the development of life-relevant skills; and
- residential provision.

Our strategic intents are four-fold.

1. Students and their families

We intend to:

- increase and sustain the number of students; and
- offer more services to the Island community and a wider range of students and their families.

2. Provision

St Catherine's will:

- be a centre of excellence for children and young people with Special Educational Needs and Disabilities; and
- offer outstanding provision in all areas.

3. Premises

- All elements of our environment will be fit for purpose and will support and promote outstanding learning.
- We will maximise the use of all our assets.

4. Charity

- The objects of the charity will be upheld, namely: The relief of sickness, poverty, hardship and distress, among children, young people, their families and other persons who are socially excluded from society as a result of their speech, language and communication needs, by: providing a range of services which include advancing their education through the running of a residential special school and sixth form centre, vocational training, integrated therapy, outreach services and advice and support to parents and families; and raising public awareness of the issues affecting children, young people and their families and others with speech, language and communication needs.
-In their financial planning and execution, St Catherine's trustees aim to prepare and deliver an annual budget with a surplus of at least 2% to contribute towards a fund for the continued improvement of the fabric of the school.

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2023

Performance review for the period 1st September 2022 to 31st August 2023

St Catherine's School, Sixth Form College and Post 19

Across the 2022-23 year, St Catherine's supported 104 students aged 8 to 25, from the Isle of Wight and across the UK through its school, sixth form college and Post 19 provision. Each of our students has complex special educational needs and each has his/her own individualised educational and residential programme integrating high quality learning, speech, language and occupational therapy and life-relevant skills.

In March 2023, the residential provision for St Catherine's School and College was inspected by Ofsted and judged Outstanding. Highlights from the report include:

"Students flourish through accessing the residential provision in the school. They receive warm and nurturing care and support from the dedicated staff team, who enjoy their roles" ..

"The student council has a tremendous influence across the school with well-managed groups in the school and sixth form. It is exceptionally well organised, and students are passionate about their roles in the council. The process empowers students to collaborate with peers and staff while representing them and advocating others".

"The safeguarding approach in the school is exemplary. Vigorous measures are used when serious incidents are reported, and thorough risk assessing processes are completed that demonstrate clear monitoring systems that assures student safety".

"Leaders have an exceptional knowledge of all the students in the school and regularly review children's progress against their agreed goals and targets".

FINANCIAL REVIEW

Financial Position

Total Income for the year to 31 August 2023 was £4,949,790 (2022: £4,270,723) and total expenditure in the year was £4,760,004 (2022: £4,159,982). Total assets as at 31 August 2023 were £5,935,732 (2022: £4,283,166) and total liabilities were £2,166,233 (2022: £703,453)

The Charity reports an overall surplus for the year, before other recognised gains and losses, of £189,786 (2022: £110,741). A surplus of £117,753 (2022: £100,289) was from unrestricted funds and a surplus of £72,033 (2022: £10,452) was from restricted funds.

Total funds to carry forward at 31 August 2023 were £3,582,713 (2022: £2,932,972) of which £3,494,876 (2022: £2,855,587) were unrestricted funds and £87,837 (2022: £77,385) were restricted funds. Designated funds within unrestricted funds amounted to £3,546,477 (2022: £2,846,452). Details of designated funds are included in note 19.

Pension deficit

The charity has been re admitted into the IOW Council Pension Fund and the audited accounts have been updated to show a pension scheme surplus of £599,000 (2022: £3,000) following an actuarial gain on defined benefit schemes of £596,000 (2022: £539,000) in the 12 months to 31 August 2023.

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2023

FINANCIAL REVIEW - continued

Fundraising

The charity organises a number of its own fundraising events or supports third-party event organisers, but both have been limited by the pandemic. No professional fundraising organisations, agency or commercial participator has been or will be employed, as a matter of current policy.

The Charity is registered with the Fundraising Regulator and conforms to its Code of Standards. It also complies with guidelines published by the Charity Commission and the Institute of Fundraising. The Charity monitors fundraising on its behalf by attendance at events, or where public collections are being made, by identify checks on collectors, issuing clear guidelines on practices and instructions for remitting funds, and issuing letters and badges of identification with contact details for the charity. No complaints regarding fundraising were received during the year.

Reserves policy

In its financial planning and execution, St Catherine's trustees aim to prepare and deliver an annual budget with a surplus of at least 2% of total income to contribute towards the aim of building reserves equating to one term's operating costs.

The charity's audited accounts for the year ending 31 August 2023 show:

- an operational unrestricted year end surplus of £117,753 (equivalent to +2% of total income); and
- free reserves of £746,377 which represents 49% of 1 term's operating costs of £1,537,873

As part of the charity's overall risk management strategy, trustees will continue to monitor closely the general reserves' fund with a view to achieving a position equivalent to one term's operating costs, including reviewing assets currently held with a view to converting surplus assets into cash resources.

SUBSIDIARY UNdertakings

The charity has a subsidiary, being, St Catherine's – Speech and Language for young adults and adults Ltd, which is linked by a uniting direction under s96 of the Charities Act 2006 and the results of the linked charity have been aggregated with the reporting charity following best practice as laid down in the Statement of Recommended Practice "Accounts and Reporting by Charities (SORP 2019) issued in October 2019.

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

Recruitment and appointment of new trustees

Trustees are recruited openly and through recommendation from appointing bodies and through parent/family representation. In addition to this the board has two staff elected governors. The appointing bodies are as follows:

- The Bishop of Portsmouth
- The Portsmouth Diocesan Education Committee
- The Isle of Wight Local Authority
- The Isle of Wight College

Elected trustees are, after nomination, elected by majority vote. Staff governors are nominated, seconded and (if needed) voted for by the staff body. Parent governors/trustees are parents of children either at, or recently at, St Catherine's.

The day to day management of the charity is the responsibility of the principal.

The Pay Committee has responsibility for setting the remuneration of Key management personnel in line with industry standards.

Induction and training of new trustees

All new trustees and governors receive induction training and training during the year on the work of the Charity and on specific issues. Some of this training is combined with staff training.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk Management

The trustees have a risk management strategy which comprises:

- Regular reviews of the risks the Charity may face;
- The establishment of systems and procedures to mitigate those risks identified in the reviews; and
- The implementation of procedures designed to minimise any potential impact on the Charity, should those risks materialise.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

St Catherine's – Speech and Language - 01757474 (England and Wales)
St Catherine's – Speech and Language for Adults and Young Adults – 12675770

Registered Charity number

St Catherine's – Speech and Language -288148
St Catherine's – Speech and Language for Adults and Young Adults – 288148-2

Registered office

Grove Road
Ventnor
Isle of Wight
PO38 1TT

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2023

Trustees

Dudley Delannoy	
Pete Elliott	
Anthony Flower	
Martyn Heather	
Hayley Jarvis	
Barbara Kelly	Resigned June 2023
Daniel Kitcher	
Sarah Loftus	
Michael Loftus	Appointed November 2022
John Metcalfe	
Graham Pengelly	
Clive Powe	
Mark Rhodes	
Caroline Weeks	
Susan Churches	Appointed June 2023

Staff Appointed Governors

Victoria Middleton

Parent Governor

Roger Wiltshire Resigned August 2023

Senior Management Team

Principal	Sarah Thompson
Vice Principal	Jenn Snaith
Head of Care	Victoria Middleton
Head of School	Nes Fradgley
Head of Sixth Form	Kayleigh Sparkes
	Jo Elliott – appointed 1 st September 2022
Head of Occupational Therapy	Tom Evans
Head of Speech and Language Therapy	Kayleigh Sparkes – appointed 1 st September 2022
Head of Finance	Zoe Janvrin
Marketing and Fundraising Manager	Susan Graves

Company Secretary

Zoe Janvrin

Auditors

Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2023

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of St Catherine's - Speech and Language 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:

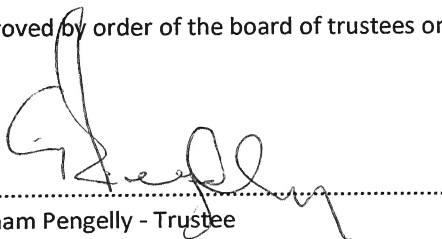
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Bright Brown Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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 23 May 2024 and signed on its behalf by:



.....

Graham Pengelly - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ST CATHERINE'S - SPEECH AND LANGUAGE

Opinion

We have audited the financial statements of St Catherine's - Speech And Language (the 'parent charitable company') and its subsidiary (the 'charitable group') for the year ended 31 August 2023 which comprise the consolidated and parent Statement of Financial Activities, the consolidated and parent Balance Sheet, the consolidated and parent Cash Flow Statements 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

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 August 2023 and of the group and parent incoming resources and application of resources, including its income and expenditure, for
- 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 group and parent financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's or parent's 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.

Matters on which we are required to report by exception

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ST CATHERINE'S - SPEECH AND LANGUAGE

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; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the group charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group and parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group and parent 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.

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:

Based on our understanding of the group and parent charitable company, the principal risks are that of management override of controls, potential fraud in revenue recognition, recovery of trade debtors, and valuation of defined benefit pension scheme. The engagement team considered these risks and audit procedures were undertaken as follows:

- A review of journals made in preparing the final results for preparation of the accounts, and a review of accounting estimates made by management.
- A review of transactions and records to ensure there are no transactions that have no apparent commercial purpose or that are processed outside the usual accounting systems.
- Extension of the sample sizes for audit testing carried out in relation to income and trade debtors, and consideration and testing of systems in place around this income.
- Discussions with management regarding the ability to override controls and review of processes in place to confirm no override had occurred
- Consideration of defined benefit pension scheme results from reviewing actuary reports and entries made into financial statements.
- Discussions with management, including consideration of any known or suspected instances of non-compliance with laws and regulations or fraud.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ST CATHERINE'S - SPEECH AND LANGUAGE**

There are inherent limitations in the audit procedures described above, and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error as fraud may involve deliberate concealment or intentional misrepresentations.

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 parent 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 parent 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 group and parent charitable company and the parent charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David Stevens ACA (Senior Statutory Auditor)
for and on behalf of Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

Date: 23/5/2024

ST CATHERINE'S - SPEECH AND LANGUAGE

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2023

			2023	2022
	Notes	Unrestricted funds £	Restricted funds £	Total funds £
INCOME FROM				
Donations and legacies	2	34,532	218,418	252,950
Charitable activities				
Educational services	5	4,649,928	-	4,649,928
Other trading activities	3	43,751	-	43,751
Investment income	4	3,161	-	3,161
Total		<u>4,731,372</u>	<u>218,418</u>	<u>4,949,790</u>
EXPENDITURE ON				
Raising funds	6	84,271	9,661	93,932
Charitable activities				
Educational services	7	<u>4,529,348</u>	<u>136,724</u>	<u>4,666,072</u>
Total		<u>4,613,619</u>	<u>146,385</u>	<u>4,760,004</u>
NET INCOME/(EXPENDITURE)				
		117,753	72,033	189,786
Transfers between funds				
		84,225	(84,225)	-
Other recognised gains/(losses)				
Actuarial gains on defined benefit schemes	20	596,000	-	596,000
Net movement in funds		<u>797,978</u>	<u>(12,192)</u>	<u>785,786</u>
RECONCILIATION OF FUNDS				
Total funds brought forward				
Total funds brought forward	19	3,494,876	87,837	3,582,713
TOTAL FUNDS CARRIED FORWARD		<u>4,292,854</u>	<u>75,645</u>	<u>4,368,499</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

These notes form part of these financial statements

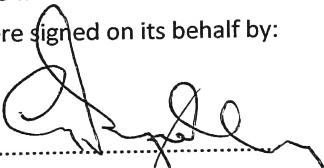
ST CATHERINE'S - SPEECH AND LANGUAGE

CONSOLIDATED BALANCE SHEET
FOR THE YEAR ENDED 31 AUGUST 2023

				2023	2022
	Notes	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
FIXED ASSETS					
Tangible assets	14	3,184,836	-	3,184,836	2,643,354
CURRENT ASSETS					
Debtors	16	2,592,736	-	2,592,736	1,533,913
Cash at bank		<u>71,940</u>	<u>86,220</u>	<u>158,160</u>	<u>105,899</u>
		2,664,676	86,220	2,750,896	1,639,812
CREDITORS					
Amounts falling due within one	17	<u>(1,798,895)</u>	<u>(10,575)</u>	<u>(1,809,470)</u>	<u>(342,536)</u>
NET CURRENT ASSETS		<u>865,781</u>	<u>75,645</u>	<u>941,426</u>	<u>1,297,276</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,050,617	75,645	4,126,262	3,940,630
CREDITORS					
Amounts falling due after more than one year	18	(356,763)	-	(356,763)	(360,917)
PENSION ASSET	20	599,000	-	599,000	3,000
NET ASSETS		<u>4,292,854</u>	<u>75,645</u>	<u>4,368,499</u>	<u>3,582,713</u>
FUNDS					
Unrestricted funds	19			4,292,854	3,494,876
Restricted funds				<u>75,645</u>	<u>87,837</u>
TOTAL FUNDS				<u>4,368,499</u>	<u>3,582,713</u>

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 23 May 2024 and were signed on its behalf by:


.....
Graham Pengelly - Trustee

These notes form part of these financial statements

ST CATHERINE'S - SPEECH AND LANGUAGE

PARENT STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2023

			2023	2022
	Notes	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	2	34,532	218,418	252,950
Charitable activities				
Educational services	5	3,583,650	-	3,583,650
Other trading activities	3	145,751	-	145,751
Investment income	4	3,161	-	3,161
Other income		60,000	-	60,000
Total		<u>3,827,094</u>	<u>218,418</u>	<u>4,045,512</u>
EXPENDITURE ON				
Raising funds	6	84,271	9,661	93,932
Charitable activities				
Educational services	7	<u>3,796,104</u>	<u>136,724</u>	<u>3,932,828</u>
Total		<u>3,880,375</u>	<u>146,385</u>	<u>4,026,760</u>
NET INCOME/(EXPENDITURE)		(53,281)	72,033	18,752
Transfers between funds		84,225	(84,225)	-
Other recognised gains/(losses)				
Actuarial gains on defined benefit schemes	20	596,000	-	596,000
Net movement in funds		626,944	(12,192)	614,752
RECONCILIATION OF FUNDS				
Total funds brought forward				
Total funds brought forward	19	<u>3,257,906</u>	<u>87,837</u>	<u>3,345,743</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>3,884,850</u></u>	<u><u>75,645</u></u>	<u><u>3,960,495</u></u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

These notes form part of these financial statements

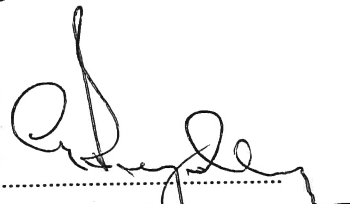
ST CATHERINE'S - SPEECH AND LANGUAGE

PARENT BALANCE SHEET
FOR THE YEAR ENDED 31 AUGUST 2023

				2023	2022
	Notes	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
FIXED ASSETS					
Tangible assets	14	3,130,352	-	3,130,352	2,643,128
CURRENT ASSETS					
Debtors	16	1,806,804	-	1,806,804	1,267,743
Cash at bank		<u>61,364</u>	<u>86,220</u>	<u>147,585</u>	<u>104,827</u>
		1,868,168	86,220	1,954,389	1,372,570
CREDITORS					
Amounts falling due within one year	17	<u>(1,355,907)</u>	<u>(10,575)</u>	<u>(1,366,482)</u>	<u>(312,038)</u>
NET CURRENT ASSETS		<u>512,261</u>	<u>75,645</u>	<u>587,906</u>	<u>1,060,532</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,642,613	75,645	3,718,258	3,703,660
CREDITORS					
Amounts falling due after more than one year	18	(356,763)	-	(356,763)	(360,917)
PENSION ASSET	20	<u>599,000</u>	-	<u>599,000</u>	<u>3,000</u>
NET ASSETS		<u><u>3,884,850</u></u>	<u><u>75,645</u></u>	<u><u>3,960,495</u></u>	<u><u>3,345,743</u></u>
FUNDS					
Unrestricted funds	19			3,884,850	3,257,906
Restricted funds				<u>75,645</u>	<u>87,837</u>
TOTAL FUNDS				<u><u>3,960,495</u></u>	<u><u>3,345,743</u></u>

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 23 May 2024 and were signed on its behalf by:


.....
Graham Pengelly - Trustee

ST CATHERINE'S - SPEECH AND LANGUAGE

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2023

		2023	2022
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	746,216	(26,256)
Interest paid		<u>(15,101)</u>	<u>(14,812)</u>
Net cash (used in)/provided by operating activities		<u>731,115</u>	<u>(41,068)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(675,249)</u>	<u>(875,931)</u>
Net cash used in investing activities		<u>(675,249)</u>	<u>(875,931)</u>
Cash flows from financing activities			
New loans in year		26,888	396,000
Loan repayments in year		<u>(30,493)</u>	<u>(14,898)</u>
Net cash provided by financing activities		<u>(3,605)</u>	<u>381,102</u>
Change in cash and cash equivalents in the reporting period		52,261	(535,897)
Cash and cash equivalents at the beginning of the reporting period		105,899	641,796
Cash and cash equivalents at the end of the reporting period		<u><u>158,160</u></u>	<u><u>105,899</u></u>

These notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2023

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

	2023	2022
	£	£
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	189,786	110,741
Adjustments for:		
Depreciation charges	133,766	107,384
Interest paid	15,101	14,812
Increase in debtors	(1,058,823)	(401,627)
Increase in creditors	1,466,386	142,434
Net cash (used in)/provided by operations	<u>746,216</u>	<u>(26,256)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)

	At 1.9.22	Cash flow	At 31.8.23
	£	£	£
Net cash			
Cash at bank	<u>105,899</u>	<u>47,332</u>	<u>153,231</u>
	<u>105,899</u>	<u>47,332</u>	<u>153,231</u>
Debt			
Finance leases	-	(21,959)	(21,959)
Debts falling due within 1 year	(20,185)	(548)	(20,733)
Debts falling due within 1 -2 years	(21,020)	(869)	(21,889)
Debts falling due within 2 -5 years	(68,417)	(2,828)	(71,245)
Debts falling due over one year	<u>(271,480)</u>	<u>24,431</u>	<u>(247,049)</u>
	<u>(381,102)</u>	<u>(1,773)</u>	<u>(382,875)</u>
Total	<u>(275,203)</u>	<u>45,559</u>	<u>(229,644)</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2022**

		2023	2022
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	679,044	(27,611)
Interest paid		<u>(15,101)</u>	<u>(14,812)</u>
Net cash (used in)/provided by operating activities		<u>663,943</u>	<u>(42,423)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(617,580)</u>	<u>(875,648)</u>
Net cash used in investing activities		<u>(617,580)</u>	<u>(875,648)</u>
Cash flows from financing activities			
New loans in year		26,888	396,000
Loan repayments in year		<u>(30,493)</u>	<u>(14,898)</u>
Net cash provided by financing activities		<u>(3,605)</u>	<u>381,102</u>
Change in cash and cash equivalents in the reporting period		42,758	(536,969)
Cash and cash equivalents at the beginning of the reporting period		104,827	641,796
Cash and cash equivalents at the end of the reporting period		<u>147,585</u>	<u>104,827</u>

These notes form part of these financial statements

NOTES TO THE PARENT CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2023

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

	2023	2022
	£	£
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	18,752	(126,229)
Adjustments for:		
Depreciation charges	130,358	107,327
Interest paid	15,101	14,812
(Increase)/decrease in debtors	(539,061)	(135,457)
Increase in creditors	1,053,894	111,936
Net cash (used in)/provided by operations	<u>679,044</u>	<u>(27,611)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)

	At 1.9.22	Cash flow	At 31.8.23
	£	£	£
Net cash			
Cash at bank	<u>104,827</u>	<u>42,758</u>	<u>147,585</u>
	<u>104,827</u>	<u>42,758</u>	<u>147,585</u>
Debt			
Finance leases	-	(21,959)	(21,959)
Debts falling due within 1 year	(20,185)	(548)	(20,733)
Debts falling due within 1 -2 years	(21,020)	(869)	(21,889)
Debts falling due within 2 -5 years	(68,417)	(2,828)	(71,245)
Debts falling due over one year	<u>(271,480)</u>	<u>24,431</u>	<u>(247,049)</u>
	<u>(381,102)</u>	<u>(1,773)</u>	<u>(382,875)</u>
Total	<u>(276,275)</u>	<u>40,985</u>	<u>(235,290)</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023

1. ACCOUNTING POLICIES

General Information

The St Catherine's - Speech and Language is a private company limited by guarantee and incorporated in England and Wales, registered no 01757474, registered office Grove Road, Ventnor, Isle of Wight PO38 1TT. The financial statements are presented in Sterling, which is the functional currency of the charitable group. There are no material uncertainties about the charity's ability to continue.

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 and Charities Act 2011. The financial statements have been prepared under the historical cost convention.

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.

Voluntary Income

Donations are recognised in the Statement of Financial Activities once the charitable company has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably, this is generally upon receipt of the donation.

Grants and pupil premium income is recognised when unconditional element to the income is passed to the charitable company. Where there are performance related terms and conditions that must be met before unconditional entitlement passes to the charitable company, the income is recognised once it is highly probable that these will be met. Where no such conditions are in place the income is recognised when it is received.

Activities for generating funds

This consists of shop income and accommodation income. The shop income is recognised in the Statement of Financial Activities, net of VAT when the goods are delivered. Accommodation income is recognised based on the date of the stay.

Investment Income

Rental income is recognised in the period to which the rental income relates. Interest is recognised on receipt.

Incoming Resources from Charitable Activities

Income from charitable activities is recognised, net of VAT and all other sales taxes when the services are provided. This consists of school fees income payable by the guardian of the children or the local authority.

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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023

1. ACCOUNTING POLICIES - continued

Allocation and apportionment of costs

Support costs are costs related to providing direct support to the charitable company but also includes IT costs, insurance, telephone and other office costs. Governance costs are audit fees and trustee meeting and travel expenditure. Any such costs incurred during the year that are not directly attributable to the charitable activities of the organisation are allocated on the proportion of total direct costs required to support each activity.

Tangible fixed assets

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

Freehold property	- not provided
Long leasehold	- Over the period of the lease
Improvements to proper	- Straight line over 3 - 50 years
Plant and machinery	- Straight line over 3 - 50 years

It is the charity's policy not to depreciate freehold property as the trustees believe they are held in good repair and annual improvements are carried out. The trustees consider this policy best reflects the value of freehold property.

Investments

Investments in subsidiary companies are recognised at cost where applicable.

Taxation

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

Fund accounting

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

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

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

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

The Charity operates three staff pension schemes providing benefits based on final pensionable pay as follows:

(i) Teacher's Pension Scheme

This is a statutory, contributory final salary scheme. It is an unfunded scheme which is provided for by the Superannuation Act 1972 under which retirement and other superannuation benefits are paid out of monies provided by Parliament.

(ii) Isle of Wight Council Pension Fund

This is a Local Government Pension Scheme run by the Isle of Wight Council as administering authority. The Fund is maintained by the Isle of Wight Council under regulations made under the Superannuations Act 1972. As the scheme is set up by statute, payment of the scheme benefits is guaranteed by law. Contributions for both schemes are charged to the Statement of Financial Activities so as to spread the costs of pensions over employees' working lives with the organisation. Any actuarial gains or losses relating to the scheme is recognised in the Statement of Financial Activities in accordance with FRS102.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

1. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

(iii) Scottish Equitable group Personal Pension Scheme

The Charity has set up a separate Group Personal Pension Scheme. This is a defined contribution scheme in which the contributions are being charged to the Statement of Financial Activities so as to spread the cost of pensions over the employees' working lives with the organisation.

Financial instruments

The charity only has financial assets and financial liabilities of the kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and debt instruments are subsequently measured at amortised cost.

Judgements in applying accounting policies

In preparing these financial statements the trustees have made the following judgements:

- Determining whether income is restricted or unrestricted. These decisions depend upon the whether the donor has given the income subject to certain terms or conditions which impose a restriction in trust law.
- Determining the allocation of support costs to activities. These decisions depend upon the whether the cost can be directly attributed to an activity or shared between specific activities. The balance of costs is apportioned between the activities.

Key sources of estimation uncertainty

Tangible fixed assets are depreciated over their useful economic lives taking into account residual values, where appropriate. The actual lives of the assets and residual values may vary depending on a number of factors. Factors affecting the lives of assets include technological innovation and maintenance programmes.

Basis of consolidation

The accounts of the group consolidate the results of the company and its subsidiary undertakings, St Catherine's - Speech and Language for Young Adults and Adults Ltd which are made up to 31 August. The accounts are consolidated on a line by line basis.

2. DONATIONS AND LEGACIES	Group	Parent	Group	Parent
	2023	2023	2022	2022
		£	£	£
Donations	6,286	6,286	18,683	18,683
Gift aid	1,721	1,721	1,689	1,689
Fundraising activities	28,230	28,230	17,920	17,920
Grants	216,713	216,713	175,698	175,698
	<u>252,950</u>	<u>252,950</u>	<u>213,990</u>	<u>213,990</u>
Grants received, included in the above, are :	Group	Parent	Group	Parent
	2023	2023	2022	2022
	£	£	£	£
Education Funding Agency	212,460	212,460	168,349	168,349
Isle of Wight Council	-	-	1,790	1,790
Co-op Local Community Fund	2,150	2,150	-	-
Other minor grants	2,103	2,103	5,559	5,559
	<u>216,713</u>	<u>216,713</u>	<u>175,698</u>	<u>175,698</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

3 OTHER TRADING ACTIVITIES

	Group 2023	Parent 2023	Group 2022	Parent 2022
	£	£	£	£
Shop income	23,777	23,777	15,460	15,460
Accommodation, rent and other income	19,974	121,974	18,363	86,363
	<u>43,751</u>	<u>145,751</u>	<u>33,823</u>	<u>101,823</u>

4 INVESTMENT INCOME

	Group 2023	Parent 2023	Group 2022	Parent 2022
	£	£	£	£
Investment income	<u>3,161</u>	<u>3,161</u>	<u>174</u>	<u>174</u>

5 INCOME FROM CHARITABLE ACTIVITIES

	Group 2023	Parent 2023	Group 2022	Parent 2022
Activity	£	£	£	£
School fees - Private and local authority funded	2,816,983	2,816,983	2,344,383	2,344,383
School fees - EFA funded	766,667	766,667	676,667	676,667
Post 19 income	1,066,278	-	1,001,686	-
	<u>4,649,928</u>	<u>3,583,650</u>	<u>4,022,736</u>	<u>3,021,050</u>

6 RAISING FUNDS

Raising donations and legacies

	Group 2023	Parent 2023	Group 2022	Parent 2022
	£	£	£	£
Staff costs	63,649	63,649	60,192	60,192
Books, materials and small equipment	19,501	19,501	6,982	6,982
	<u>83,150</u>	<u>83,150</u>	<u>67,174</u>	<u>67,174</u>

Other trading activities

Shop expenses	<u>10,782</u>	<u>10,782</u>	<u>6,362</u>	<u>6,362</u>
Aggregate amounts	<u>93,932</u>	<u>93,932</u>	<u>73,536</u>	<u>73,536</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

7 CHARITABLE ACTIVITIES COSTS

	Group Direct Costs £	Parent Direct Costs £	Group Support costs (see note 8) £	Parent Support costs (see note 8) £	Group Totals £	Parent Totals £
Educational services	3,868,551	3,203,080	797,521	729,748	4,666,072	3,932,828
Analysis of direct costs:		Group 2023	Parent 2023	Group 2022	Parent 2022	
Staff costs		3,481,320	3,066,506	2,962,751	2,677,974	
Books and materials		115,794	95,104	98,416	80,605	
Medical, fares and travel		28,100	23,493	27,271	23,931	
Grant repayment		17,977	17,977	-	-	
Post 19 College and Exam Fees		225,360	-	210,000	-	
		<u>3,868,551</u>	<u>3,203,080</u>	<u>3,298,438</u>	<u>2,782,510</u>	

8 SUPPORT COSTS

	Group Other £	Parent Other £	Group Governance costs £	Parent Governance costs £	Group Totals £	Parent Totals £
Educational services	727,621	669,404	69,900	60,344	797,521	729,748
Analysis of direct costs:		Group 2023	Parent 2023	Group 2022	Parent 2022	
Rent		-	-	3,000	-	
Rates and water		10,480	8,144	8,057	7,809	
Insurance		63,447	55,394	54,519	46,656	
Light and heat		170,648	149,664	113,217	107,083	
Telephone		15,902	13,905	12,551	12,541	
Sundries		8,088	8,088	3,797	3,797	
Food supplies		56,488	56,488	42,900	42,900	
Marketing		21,343	21,343	15,037	15,037	
Repairs and maintenance		131,893	118,743	276,968	182,743	
Licenses		15,563	13,163	14,200	13,729	
Refuse		6,107	4,108	4,464	4,464	
Minibus costs		31,851	30,573	7,381	7,381	
ICT costs		12,949	11,930	11,534	11,444	
Bank charges		2,191	2,108	1,809	1,789	
Photocopier rent		12,353	12,353	10,282	10,282	
Bad debts		-	-	17,702	17,702	
Training		19,450	17,943	22,607	22,607	
Depreciation		133,767	130,356	107,384	107,328	
Bank loan interest		15,101	15,101	14,812	14,812	
Auditors' remuneration		18,210	12,450	11,200	6,400	
Auditors' remuneration for non audit		4,590	2,250	5,100	3,300	
Legal fees		9,485	9,485	3,673	3,673	
Professional fees		37,615	36,159	25,814	23,742	
		<u>797,521</u>	<u>729,748</u>	<u>788,008</u>	<u>667,219</u>	

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

9 NET INCOME/(EXPENDITURE)

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

	2023	2022
	£	£
Auditors' remuneration	8,250	6,400
Auditors' remuneration - subsidiary	5,100	4,800
Auditors' remuneration for non audit work	4,375	5,100
Depreciation - owned assets	133,767	107,384

10 TRUSTEES' REMUNERATION AND BENEFITS

No trustees received any remuneration or other benefits for the year ended 31 August 2023 nor for the year ended 31 August 2022.

Trustees' expenses

During the year total expenses paid on behalf of trustees amounted to £nil (2022 : Nil).

11 STAFF COSTS

	2023	2022
	£	£
Wages and salaries	2,975,568	2,530,820
Social security costs	226,850	216,953
Other pension costs	278,902	214,978
	<u>3,481,320</u>	<u>2,962,751</u>

12 STAFF ANALYSIS

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

	2023	2022
Full time	61	67
Part time	76	55
	<u>137</u>	<u>122</u>

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

	2023	2022
£80,001 - £90,000	-	1
£90,001 - £100,000	1	-
	<u>1</u>	<u>1</u>

The principal, Post 19 Registered Manager and deputy manager are considered key management personnel. The total employee benefits for these posts were £206,596 (2022 : £149,059).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

13 COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES (GROUP)

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	29,670	184,320	213,990
Charitable activities			
Educational services	4,022,736	-	4,022,736
Other trading activities	33,823	-	33,823
Investment income	174	-	174
Total	<u>4,086,403</u>	<u>184,320</u>	<u>4,270,723</u>
EXPENDITURE ON			
Raising funds	73,536	-	73,536
Charitable activities			
Educational services	3,912,578	173,868	4,086,446
Total	<u>3,986,114</u>	<u>173,868</u>	<u>4,159,982</u>
NET INCOME	100,289	10,452	110,741
Other recognised gains/(losses)			
Actuarial gains on defined benefit	539,000	-	539,000
Net movement in funds	<u>639,289</u>	<u>10,452</u>	<u>649,741</u>
RECONCILIATION OF FUNDS			
Total funds brought forward			
Total funds brought forward	<u>2,855,587</u>	<u>77,385</u>	<u>2,932,972</u>
TOTAL FUNDS CARRIED FORWARD	<u>3,494,876</u>	<u>87,837</u>	<u>3,582,713</u>

The note shows the Statement of Financial Activities, split by fund, for the year ended 31 August 2022.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

13 COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - CONTINUED (PARENT)

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	29,670	184,320	213,990
Charitable activities			
Educational services	3,021,050	-	3,021,050
Other trading activities	33,823	-	33,823
Investment income	68,174	-	68,174
Other income	60,000	-	60,000
Total	<u>3,212,717</u>	<u>184,320</u>	<u>3,397,037</u>
EXPENDITURE ON			
Raising funds	73,536	-	73,536
Charitable activities			
Educational services	3,275,862	173,868	3,449,730
Total	<u>3,349,398</u>	<u>173,868</u>	<u>3,523,266</u>
NET INCOME	(136,681)	10,452	(126,229)
Other recognised gains/(losses)			
Actuarial gains on defined benefit	539,000	-	539,000
Net movement in funds	402,319	10,452	412,771
RECONCILIATION OF FUNDS			
Total funds brought forward			
Total funds brought forward	<u>2,855,587</u>	<u>77,385</u>	<u>2,932,972</u>
TOTAL FUNDS CARRIED FORWARD	<u>3,257,906</u>	<u>87,837</u>	<u>3,345,743</u>

The note shows the Statement of Financial Activities, split by fund, for the year ended 31 August 2022.

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

14 TANGIBLE FIXED ASSETS

	Freehold property Group £	Long leasehold Group £	Improvements to property Group £	Plant and machinery Group £	Totals Group £	Totals Parent £
COST						
At 1 September 2022	915,350	367,268	1,748,304	1,366,996	4,397,918	4,397,635
Additions	-	-	599,317	75,932	675,249	617,580
At 31 August 2023	915,350	367,268	2,347,621	1,442,928	5,073,167	5,015,216
DEPRECIATION						
At 1 September 2022	-	22,092	560,314	1,172,158	1,754,564	1,754,507
Charge for year	-	2,806	58,278	72,683	133,767	130,357
At 31 August 2023	-	24,898	618,592	1,244,841	1,888,331	1,884,864
NET BOOK VALUE						
At 31 August 2023	915,350	342,370	1,729,029	198,087	3,184,836	3,130,352
At 31 August 2022	915,350	345,176	1,187,990	194,838	2,643,354	2,643,128

15 SUBSIDIARY UNDERTAKING

The parent company's investments at the balance sheet date are:

St Catherine's Speech and Language for Young Adults and Adults Limited

Company registration number: 12675770

Charity registration number: 288148 (Linked with St Catherine's - Speech and Language)

Registered office: Grove Road, Ventnor, Isle of Wight, PO38 1TT

Nature of charity: Provision of education services

Limited by guarantee:

Sole Corporate Member

	2023 £	2022 £
Aggregate funds	408,004	236,969
Surplus for the year	171,035	236,969
	2023 £	2022 £
Income		
Charitable activities: Education services	1,066,277	1,001,689
Total income	1,066,277	1,001,689
Expenditure		
Charitable activities: Education services	895,242	764,720
Net income	171,035	236,969

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

16 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	Parent	Group	Parent
	2023	2023	2022	2022
	£	£	£	£
Trade debtors	2,516,149	1,263,374	1,494,076	782,418
Amounts owed by participating interests	-	487,331	-	445,576
Other debtors	29,138	11,330	9,677	9,677
Accrued income	2,471	2,471	2,657	2,657
Prepayments	44,978	42,298	27,503	27,415
	<u>2,592,736</u>	<u>1,806,804</u>	<u>1,533,913</u>	<u>1,267,743</u>

Of the £2,516,149 of trade debtors, the charity has received £2,481,206 between the balance sheet date and the date that the Trustees' report has been approved.
The trade debtors value also includes fees invoiced in advance of £1,390,069 and these fees are also included in accrued income as they relate to the period of 31 August 2024.

17 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	Parent	Group	Parent
	2023	2023	2022	2022
	£	£	£	£
Bank loans and overdrafts (see note 18)	20,733	20,733	20,185	20,185
Hire purchase (see note 25)	5,378	5,378	-	-
Trade creditors	227,394	216,218	101,669	100,908
Social security and other taxes	52,602	52,177	84,388	79,119
Other creditors	61,108	61,108	79,881	62,378
Accruals and deferred income	1,442,255	1,010,868	56,413	49,448
	<u>1,809,470</u>	<u>1,366,482</u>	<u>342,536</u>	<u>312,038</u>

18 CREDITORS: AMOUNTS FALLING DUE OVER ONE YEAR

	Group	Parent	Group	Parent
	2023	2023	2022	2022
Bank loans	340,183	340,183	360,917	360,917
Hire purchase (see note 25)	16,580	16,580	-	-
	<u>356,763</u>	<u>356,763</u>	<u>360,917</u>	<u>360,917</u>

An analysis of the maturity of loans is given below:

	Group	Parent	Group	Parent
	2023	2023	2022	2022
		£		£
Bank loans	<u>360,916</u>	<u>360,916</u>	<u>381,102</u>	<u>381,102</u>

The bank loan is secured on freehold property and is repayable by installments over 180 months at an fixed interest rate of 4.08% for the first 84 months.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

18 CREDITORS: AMOUNTS FALLING DUE OVER ONE YEAR

An analysis of the maturity of loans is given below:	2023	2022
	£	£
Amounts falling due within one year on demand:		
Bank Loans	<u>20,733</u>	<u>20,185</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>21,889</u>	<u>21,020</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>71,245</u>	<u>68,417</u>
Amounts falling due in more than five years:		
Bank loans more 5 yr by installments	<u>247,049</u>	<u>271,480</u>

19 MOVEMENT IN FUNDS

	At 1.9.22	Net movement in funds	Transfers between funds	At 31.8.23
	£	£	£	£
Unrestricted funds				
General fund	648,424	248,810	(150,857)	746,377
Fixed Asset Fund Including Revaluation Reserve	2,643,452	(131,057)	235,082	2,747,477
Pension Scheme Surplus	3,000	596,000	-	599,000
Repairs fund	200,000	-	-	200,000
	<u>3,494,876</u>	<u>713,753</u>	<u>84,225</u>	<u>4,292,854</u>
Restricted funds				
Restricted Fund	87,837	72,033	(84,225)	75,645
TOTAL FUNDS (GROUP)	<u>3,582,713</u>	<u>785,786</u>	<u>-</u>	<u>4,368,499</u>
TOTAL FUNDS (PARENT)	<u>3,345,743</u>	<u>614,752</u>	<u>-</u>	<u>3,960,495</u>

The transfer of £235,082 between general funds and fixed asset fund is to account for the new additions in the period less depreciation movements. The transfer from restricted funds represents funds provided to purchase fixed assets which are used for general charitable purposes.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

19 MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses	Movement in funds £
Unrestricted funds				
General fund	4,731,372	(4,482,562)	-	248,810
Fixed Asset Fund Including Revaluation Reserve	-	(131,057)	-	(131,057)
Pension scheme deficit	-	-	596,000	596,000
	<u>4,731,372</u>	<u>(4,613,619)</u>	<u>596,000</u>	<u>713,753</u>
Restricted funds				
Restricted Fund	218,418	(146,385)	-	72,033
TOTAL FUNDS	<u>4,949,790</u>	<u>(4,760,004)</u>	<u>596,000</u>	<u>785,786</u>

Comparatives for movement in funds

	At 1.9.21 £	Prior year adjustment	Net movement in funds £	Transfers between funds £	At 31.8.22 £
Unrestricted funds					
General fund	1,190,631	154,619	207,617	(904,443)	648,424
Fixed Asset Fund Including Revaluation Reserve	1,846,337	-	(107,328)	904,443	2,643,452
Pension Scheme Deficit	(1,041,000)	505,000	539,000	-	3,000
Repairs fund	200,000	-	-	-	200,000
	<u>2,195,968</u>	<u>659,619</u>	<u>639,289</u>	<u>-</u>	<u>3,494,876</u>
Restricted funds					
Restricted Fund	232,004	(154,619)	10,452	-	87,837
TOTAL FUNDS (GROUP)	<u>2,427,972</u>	<u>505,000</u>	<u>649,741</u>	<u>-</u>	<u>3,582,713</u>
TOTAL FUNDS (PARENT)	<u>2,427,972</u>	<u>505,000</u>	<u>412,771</u>	<u>-</u>	<u>3,345,743</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

19 MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	4,086,403	(3,878,786)	-	207,617
Fixed Asset Fund Including Revaluation Reserve	-	(107,328)	-	(107,328)
Pension Scheme Deficit	-	-	539,000	539,000
	<u>4,086,403</u>	<u>(3,986,114)</u>	<u>539,000</u>	<u>639,289</u>
Restricted funds				
Restricted Fund	<u>184,320</u>	<u>(173,868)</u>	-	<u>10,452</u>
TOTAL FUNDS	<u>4,270,723</u>	<u>(4,159,982)</u>	<u>539,000</u>	<u>649,741</u>

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

	At 1.9.21 £	Prior year adjustment	Net movement in funds £	Transfers between funds £	At 31.8.23 £
Unrestricted funds					
General fund	1,190,631	154,619	456,427	(1,055,300)	746,377
Fixed Asset Fund Including Revaluation Reserve	1,846,337	-	(238,385)	1,139,525	2,747,477
Pension Scheme Deficit	(1,041,000)	505,000	1,135,000	-	599,000
Repairs fund	200,000	-	-	-	200,000
	<u>2,195,968</u>	<u>659,619</u>	<u>1,353,042</u>	<u>84,225</u>	<u>4,292,854</u>
Restricted funds					
Restricted Fund	<u>232,004</u>	<u>(154,619)</u>	<u>82,485</u>	<u>(84,225)</u>	<u>75,645</u>
TOTAL FUNDS (GROUP)	<u>2,427,972</u>	<u>505,000</u>	<u>1,435,527</u>	<u>-</u>	<u>4,368,499</u>
TOTAL FUNDS (PARENT)	<u>2,427,972</u>	<u>505,000</u>	<u>1,027,523</u>	<u>-</u>	<u>3,960,495</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

19 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 £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	8,817,775	(8,516,291)	-	301,484
Fixed Asset Fund Including Revaluation Reserve	-	(203,493)	-	(203,493)
Pension Scheme Deficit	-	-	1,135,000	1,135,000
	<u>8,817,775</u>	<u>(8,719,784)</u>	<u>1,135,000</u>	<u>1,232,991</u>
Restricted funds				
Restricted Fund	391,753	(300,579)	-	91,174
TOTAL FUNDS	<u>9,209,528</u>	<u>(9,020,363)</u>	<u>1,135,000</u>	<u>1,324,165</u>

Details of the funds are as follows:

Designated Funds

Fixed Asset fund including revaluation reserve

The trustees have decided to show reserves relating to fixed assets separately to free reserves. This fund also includes the revaluation reserve which represents the amount by which investments exceed their historical cost.

Pension

The pension scheme deficit fund represents the projected value of the pension scheme assets less liabilities.

Repairs

The trustees have allocated £200,000 from cash funds held to hold for major repairs and improvements that have been identified.

College

The trustees have identified a site to expand the school operation the charity and purchased this in the 2022 financial year and the designation has been released.

Restricted

Education

This fund represents moneys paid to the school by the EFA to be spent on the development and continuation of services for vulnerable 16-19 year olds.

Department for Education pupil premium

This fund represents moneys paid to the school by DFE via local authorities to be spent on improving the academic performance of disadvantaged students.

Education

This fund represents moneys paid to the school by the EFA to be spent on improvements, maintenance and capital repairs of buildings and other facilities.

There are several minor restricted funds which at the year end totalling £41,698 which are due to be spent in the next accounting period.

20 EMPLOYEE BENEFIT OBLIGATIONS**Defined benefit scheme**

The Charity contributes to the Isle of Wight Council Pension fund. This is a separately funded scheme under which the Isle of Wight Council has set up a separate pension fund. The school is permitted to participate in the scheme under the terms of an 'administration agreement' for non teaching employees.

This is a defined benefit scheme in the UK. A full actuarial valuation was carried out as at 31 August 2023 by a qualified independent actuary. The Isle of Wight Council establishes the rates of contribution for both employees and employers participating in the scheme. The current rates for employees are variable and 20.3% for employers. The employer is also required to pay an additional £55,000 per year in monthly instalments.

Details of the scheme are as follows:

The amounts recognised in the Balance Sheet are as follows:

	Defined benefit pension plans	
	2023	2022
	£	£
Present value of funded obligations	(2,073,000)	(2,544,000)
Fair value of plan assets	2,672,000	2,547,000
	599,000	3,000
Present value of unfunded obligations	-	-
	599,000	3,000
Surplus	599,000	3,000
Net asset	599,000	3,000

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

20 EMPLOYEE BENEFIT OBLIGATIONS - continued

The amounts recognised in the Statement of Financial Activities are as follows:

	2023	2022
	£	£
Current service cost	66,000	46,000.00
Net interest from net defined benefit asset/liability	62,000	256,000
Past service cost	-	-
	<u>128,000</u>	<u>302,000</u>
Actual return on plan assets	<u>45,000</u>	<u>(205,000)</u>

Changes in the present value of the defined benefit obligation are as follows:

	Defined benefit pension plans	
	2023	2022
	£	£
Opening defined benefit obligation	2,544,000	3,352,000
Current service cost	66,000	46,000
Interest cost	107,000	51,000
Employee contributions	14,000	5,000
Benefits paid	(119,000)	(142,000)
Actuarial (gains)/losses from changes in financial assumptions	<u>(539,000)</u>	<u>(768,000)</u>
	<u>2,073,000</u>	<u>2,544,000</u>

Changes in the fair value of scheme assets are as follows:

	Defined benefit pension plans	
	2023	2022
	£	£
Opening fair value of scheme assets	2,547,000	2,816,000
Contributions by employer	77,000	30,000
Interest received	108,000	43,000
Expected return	45,000	(205,000)
Employee contributions	14,000	5,000
Benefits paid	<u>(119,000)</u>	<u>(142,000)</u>
	<u>2,672,000</u>	<u>2,547,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

20 EMPLOYEE BENEFIT OBLIGATIONS - continued

The amounts recognised in other recognised gains and losses are as follows:

	2023	2022
	£	£
Actuarial (gains)/losses from changes in financial assumptions	539,000	768,000
	<u>539,000</u>	<u>768,000</u>

The major categories of scheme assets as a percentage of total scheme assets are as follows:

	Defined benefit pension plans	
	2023	2022
Equities	72%	71%
Bonds	16%	17%
Property	5%	7%
Cash	7%	5%
	<u>100%</u>	<u>100%</u>

Principal actuarial assumptions at the Balance Sheet date (expressed as weighted averages):

	2023	2022
Discount rate	5.25%	4.25%
Future salary increases	4.05%	4.15%
Future pension increases	3.05%	3.35%

Defined contribution scheme

The Charity contributes to two other separate staff pension schemes for eligible employees who also make a contribution. Details of these schemes are set out below:

Teachers' Pension Scheme

This is a contributory scheme run by Teachers' Pensions. The benefits of the scheme are governed by the Teachers' Pension Regulations 1997. The scheme automatically covers full time teachers who have not opted out of the scheme to make their own pension arrangements. Members of the scheme pay at varying rates ranging from 7.4% to 11.7% of their salary; the school pays a contribution of 16.48% of the member's salary.

Teachers' contributions are on a 'pay as you go' basis and the school's contributions are credited to the Exchequer under arrangements covered by the Superannuation Act 1972. The Teachers' Pension Regulations require an annual account, the Teachers' Pension Account, to be kept of receipts and expenditure. Any excess of income over expenditure is deemed to be invested in government securities and notional interest is added to the account; the resultant balance is known as the 'notional fund'.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

20 EMPLOYEE BENEFIT OBLIGATIONS - continued

Scottish Equitable Group Personal Pension Scheme

The Charity also operates a defined contribution group personal pension scheme, the assets of which are held separately from those of the Charity in an independently administered fund. The charge for the year represents the cost of employer's contributions to the scheme for the year for those employees opting to join the scheme. Contributions are made by both employee and employer based mainly on a percentage of the employee's salary. The employer's contribution is between 1% and 4%.

21 CAPITAL COMMITMENTS

	2023	2022
	£	£
Contracted but not provided for in the financial statements	<u>355,586</u>	<u>32,611</u>

The 2023 commitment relates to works on property improvements started before the year end. The 2022 commitment relates to a minibus ordered in the year to 31 August 2022 but not received until the current period.

22 RELATED PARTY DISCLOSURES

During the year, the Charity received income of £nil (2022 : £nil) from the Trustees under normal operating conditions.

During the year the parent charity has charged rent and management charges to the subsidiary for the value of £102,000 (2022: £68,000) and £60,000 (2022: £60,000) respectively. At the year end the subsidiary owed the parent £487,331 (2022: £445,576) which is lent on an interest free basis.

23 SUBSIDIARY UNDERTAKINGS

The charity has a subsidiary, being, St Catherine's - Speech and Language for Young Adults and Adults Ltd, which is linked by a uniting direction under s96 of the Charities Act 2006 and the results of the linked charity have been aggregated with the reporting charity following best practice as laid down in the Statement of Recommended Practice "Accounting And Reporting By Charities" (SORP 2019) issued in October 2019.

24 ULTIMATE CONTROLLING PARTY

The charity was under the control of the trustees throughout the year.

25 LEASING AGREEMENTS (GROUP AND PARENT)

Minimum lease payments under hire purchase fall due as follows:

	2023	2022
	£	£
Net obligations repayable		
Within one year	5,378	-
Between one and five years	<u>16,580</u>	<u>-</u>
	<u>21,958</u>	<u>-</u>

ST CATHERINE'S - SPEECH AND LANGUAGE

England & Wales - Charity number 288148

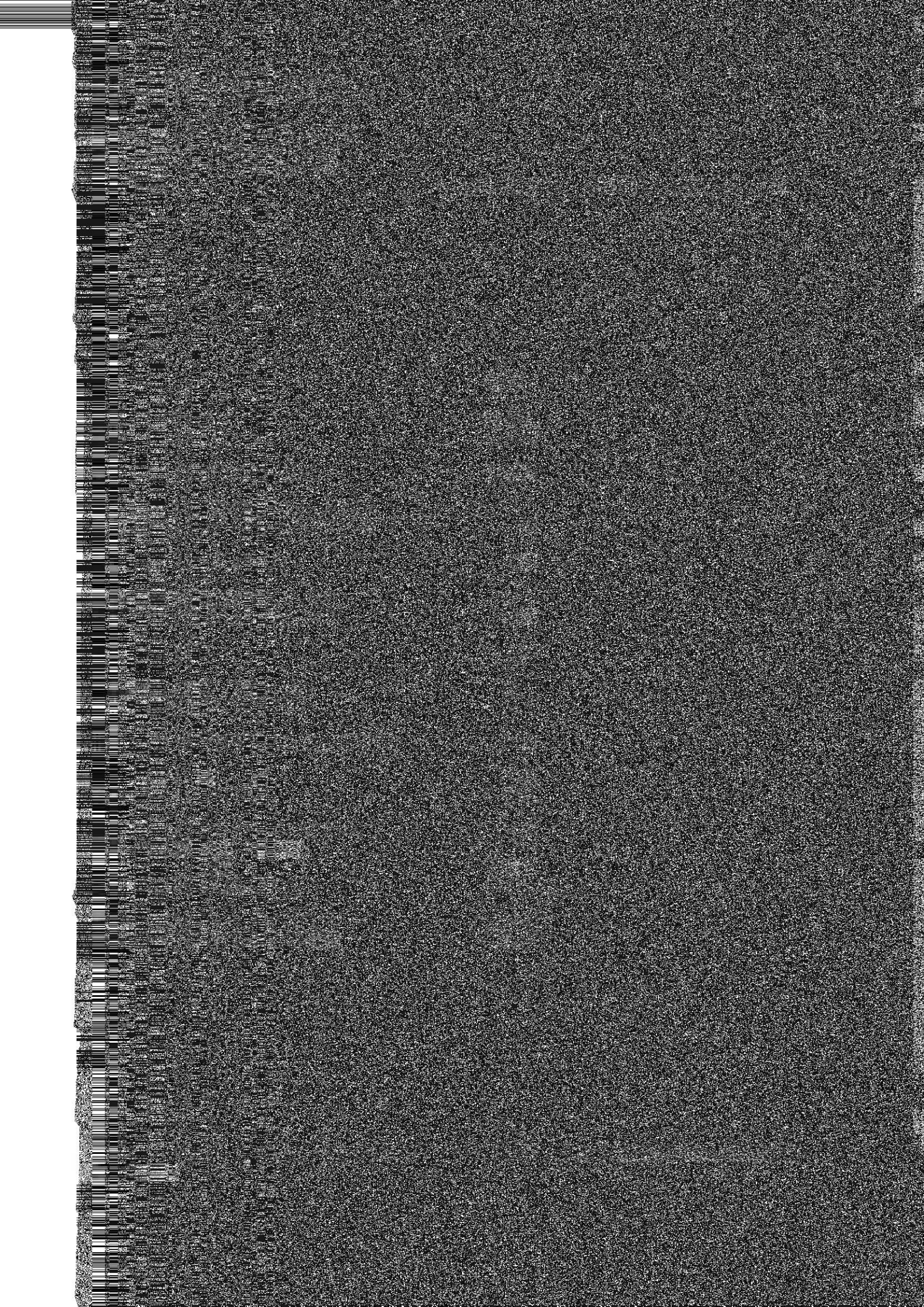
Accounts

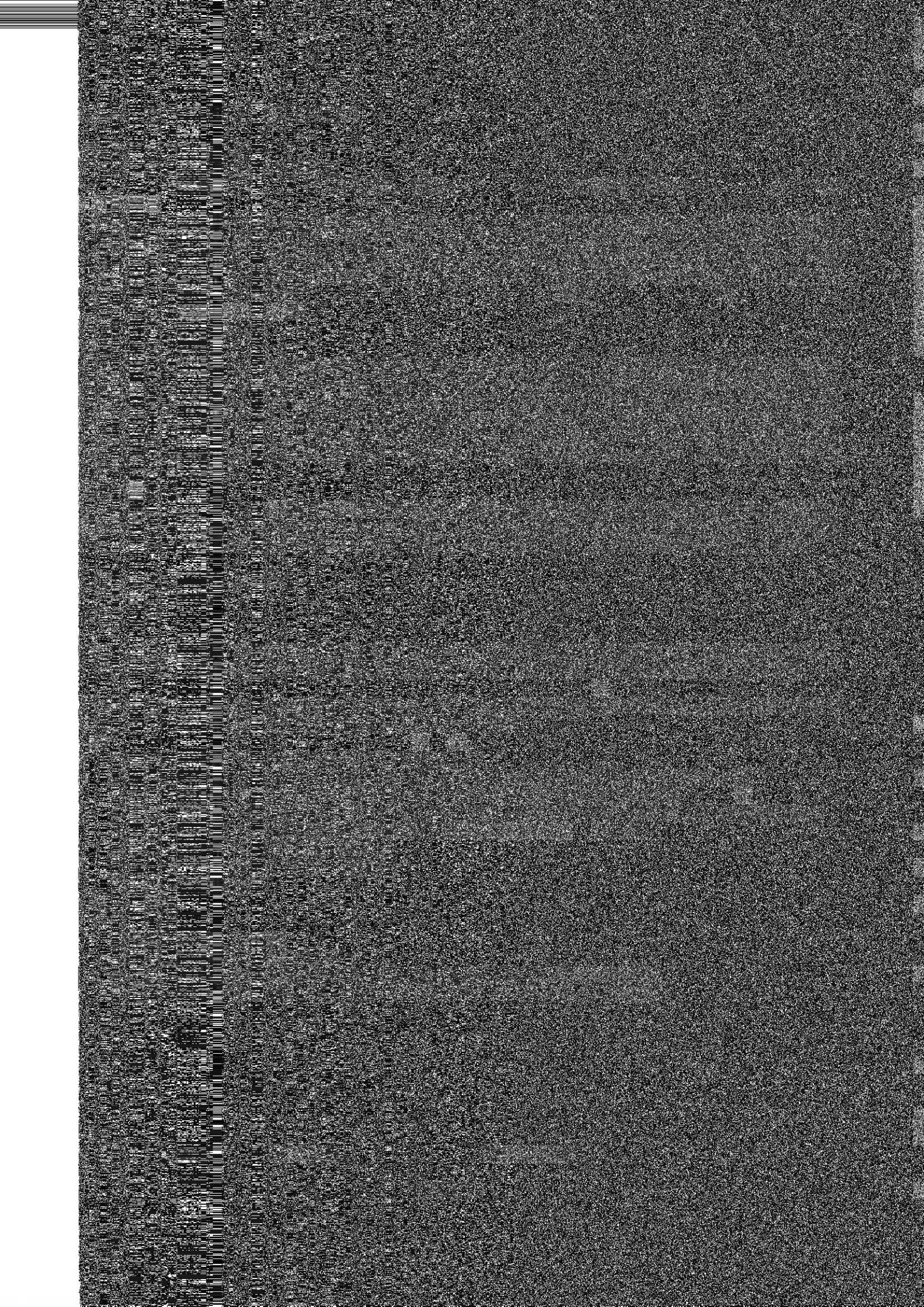
REGISTERED COMPANY NUMBER: 01750474 (England and Wales)

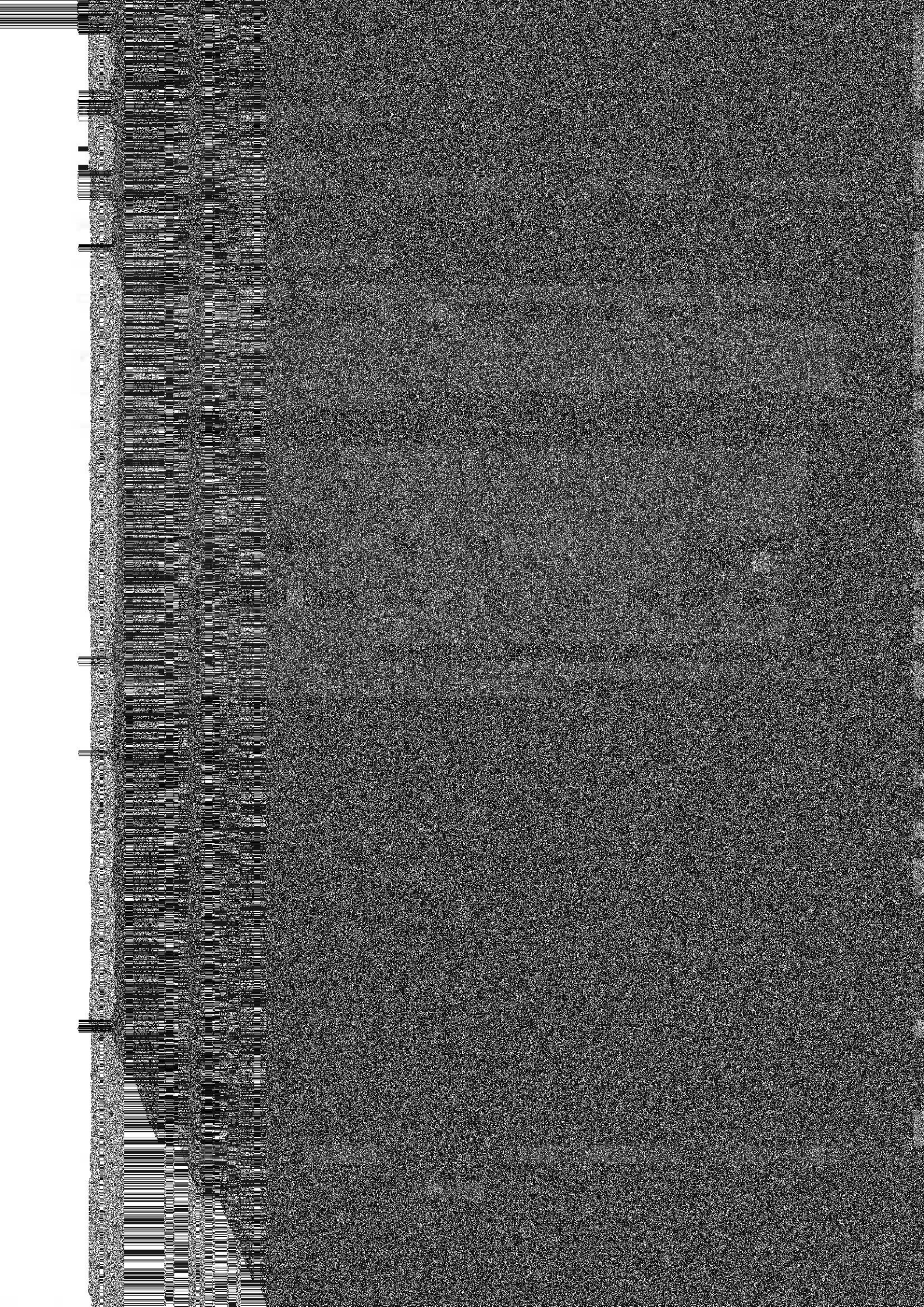
REGISTERED CHARITY NUMBER: 288148

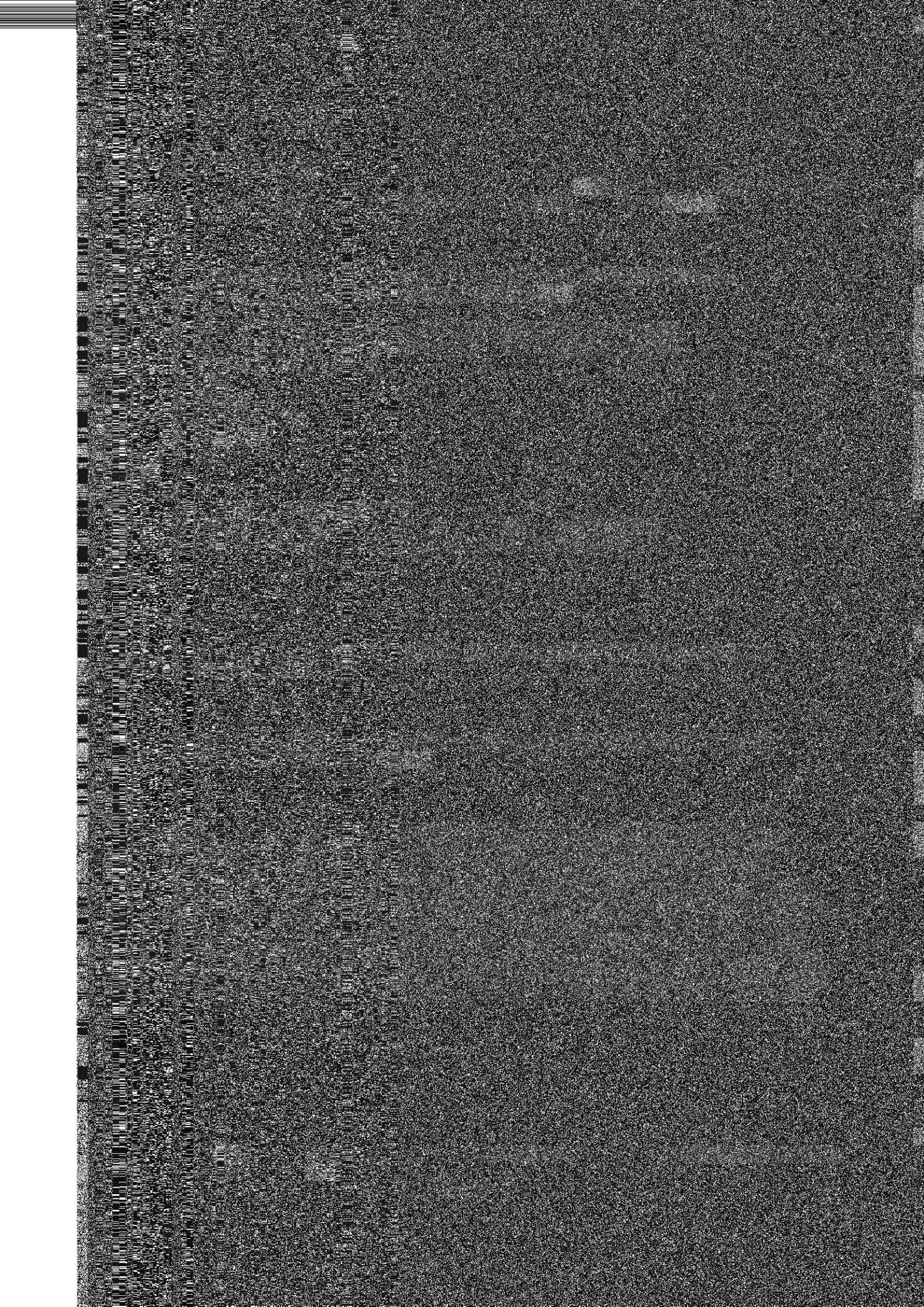
REPORT OF THE TRUSTEES AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022
FOR
ST CATHERINE'S - SPEECH AND LANGUAGE

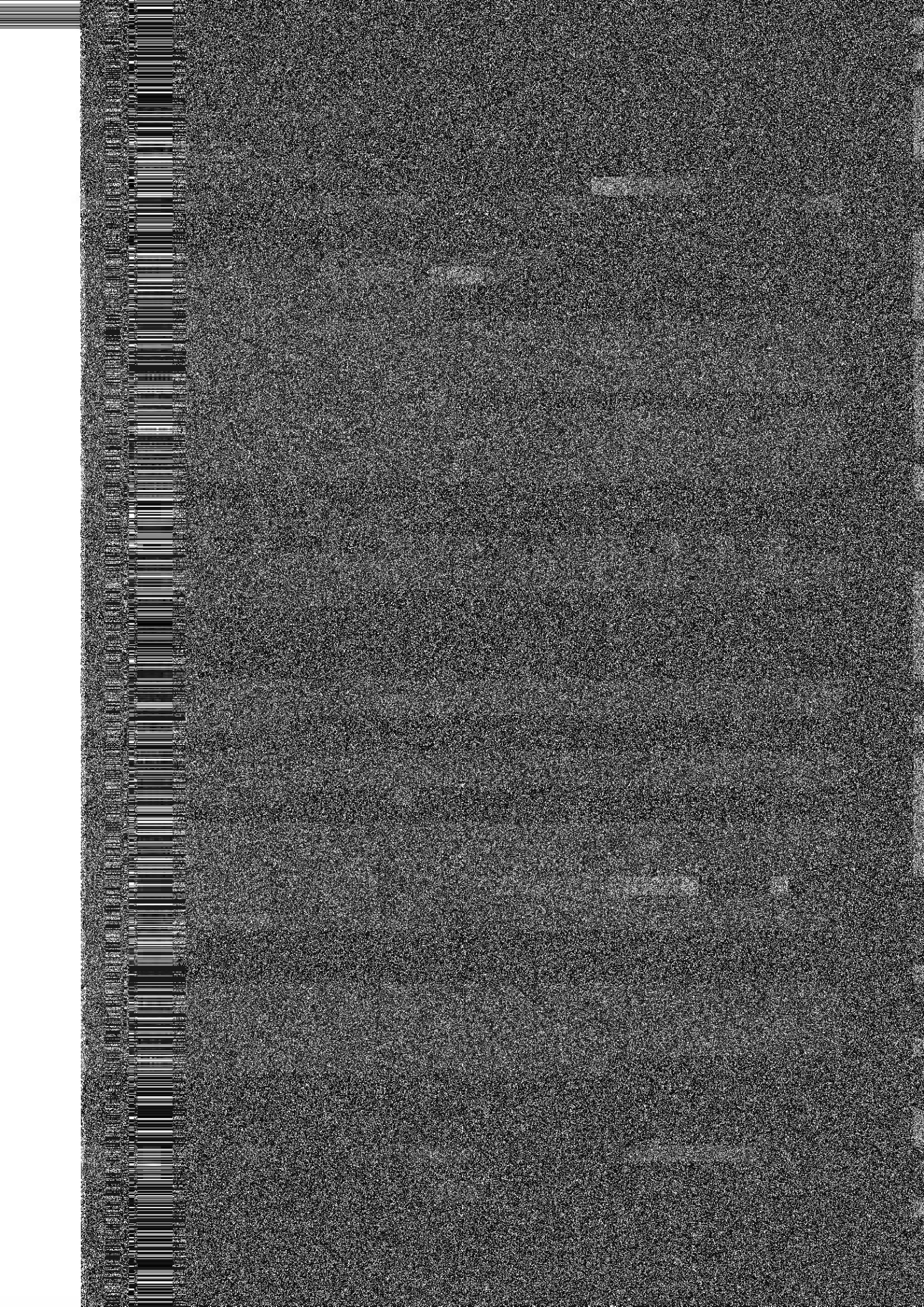
Brian Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Nicholas Lane
Newport
Isle of Wight
PO30 9RZ

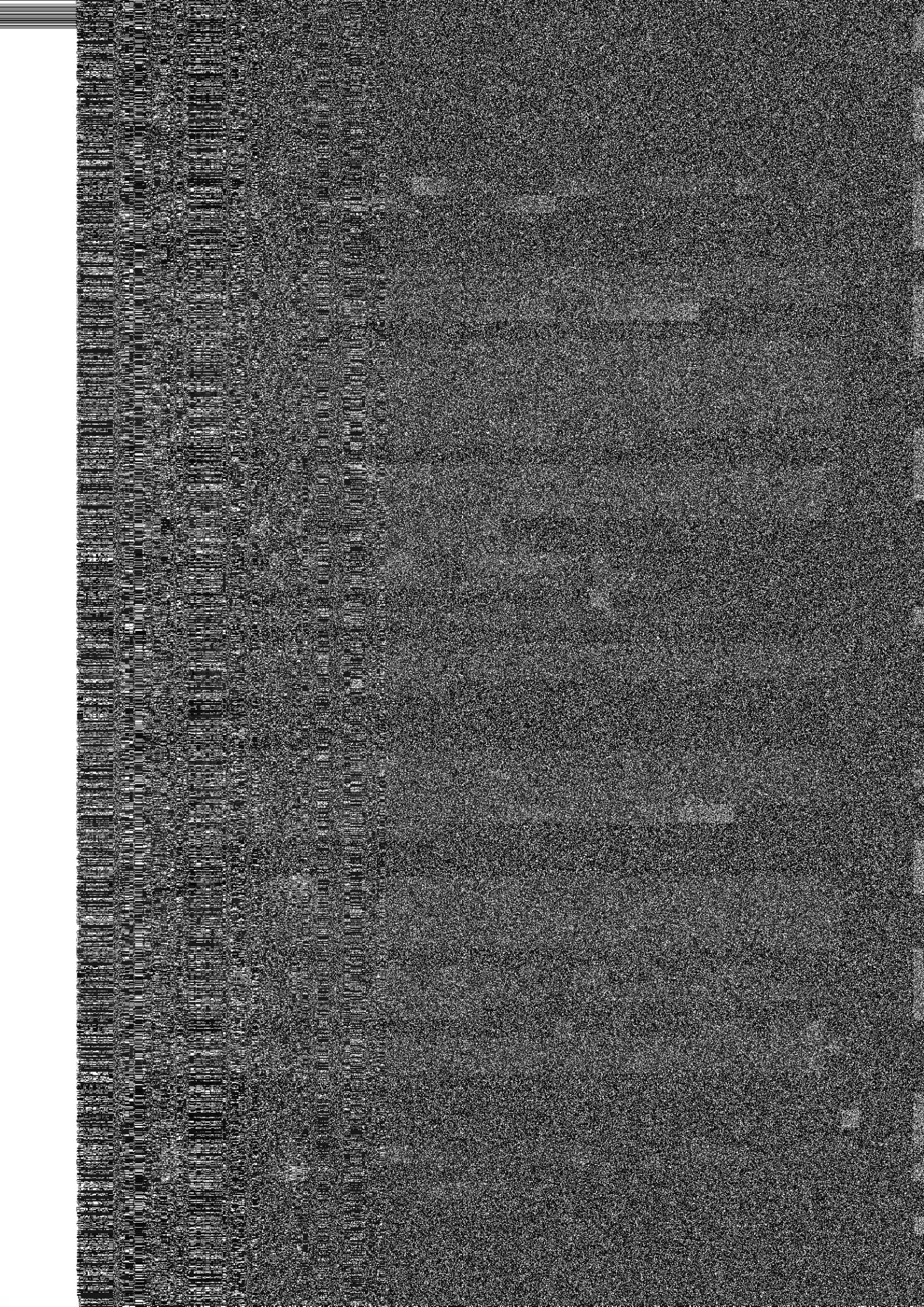


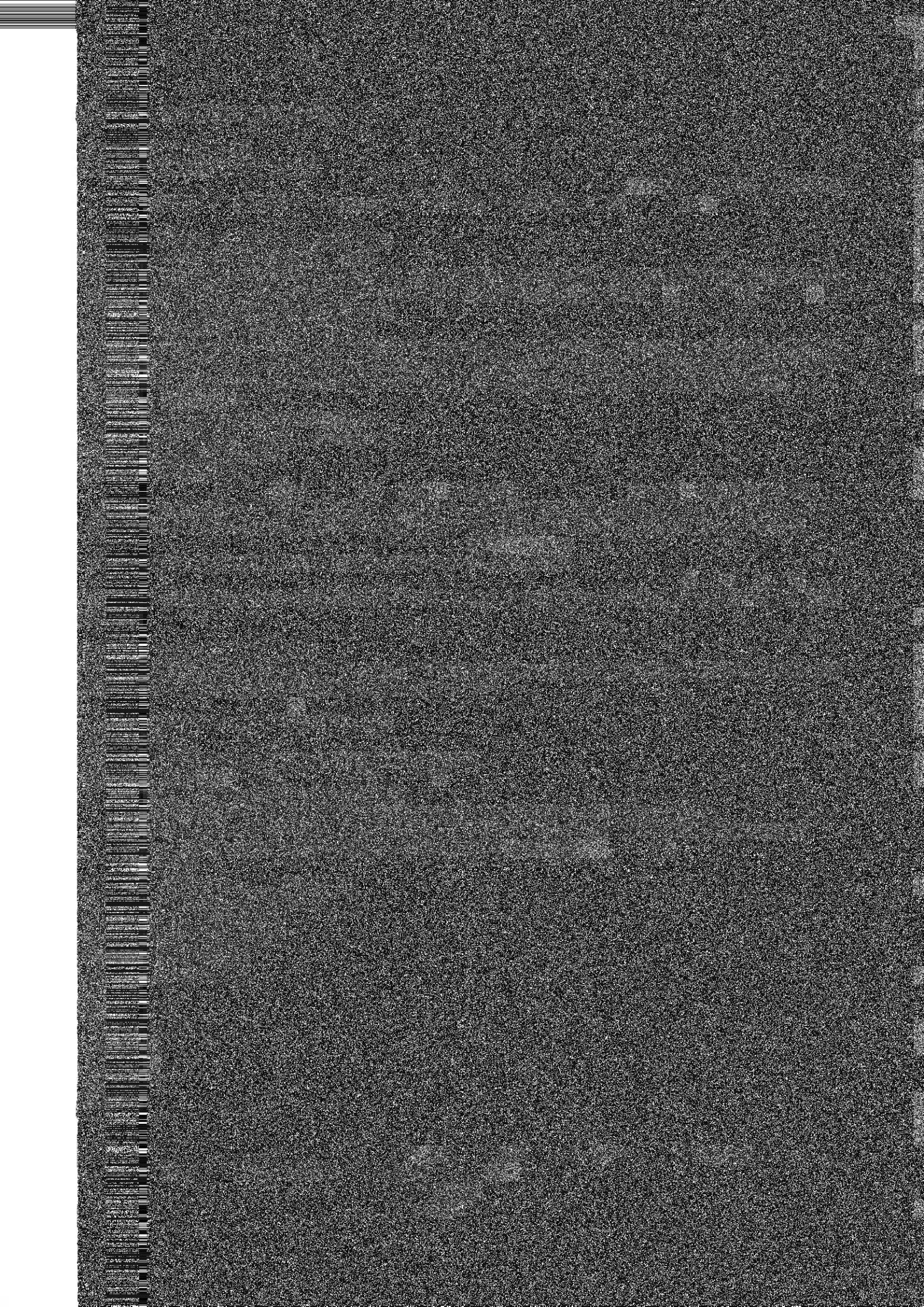


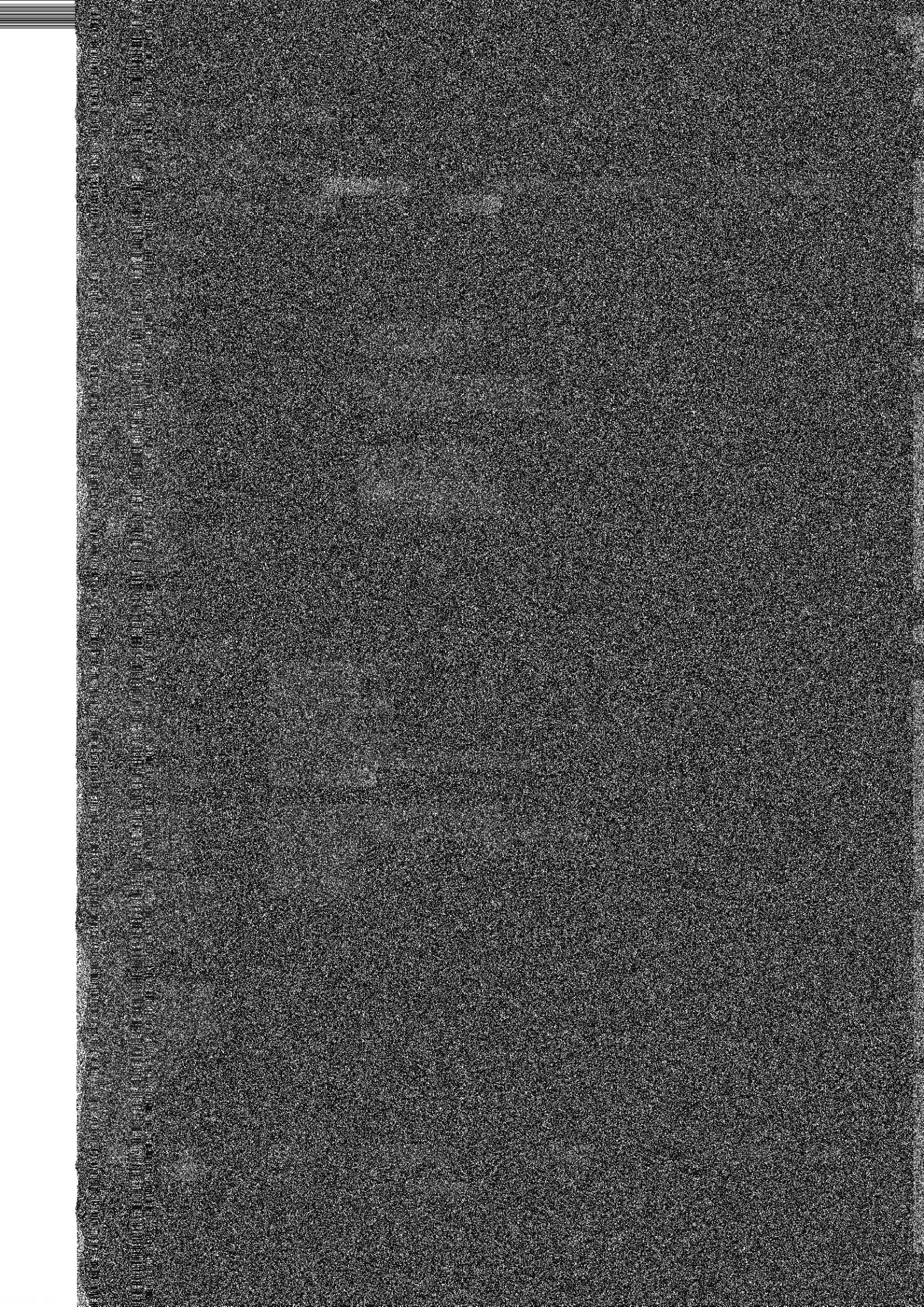












ST CATHERINE'S - SPEECH AND LANGUAGE

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of St Catherine's - Speech And Language 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:

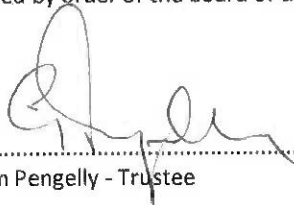
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

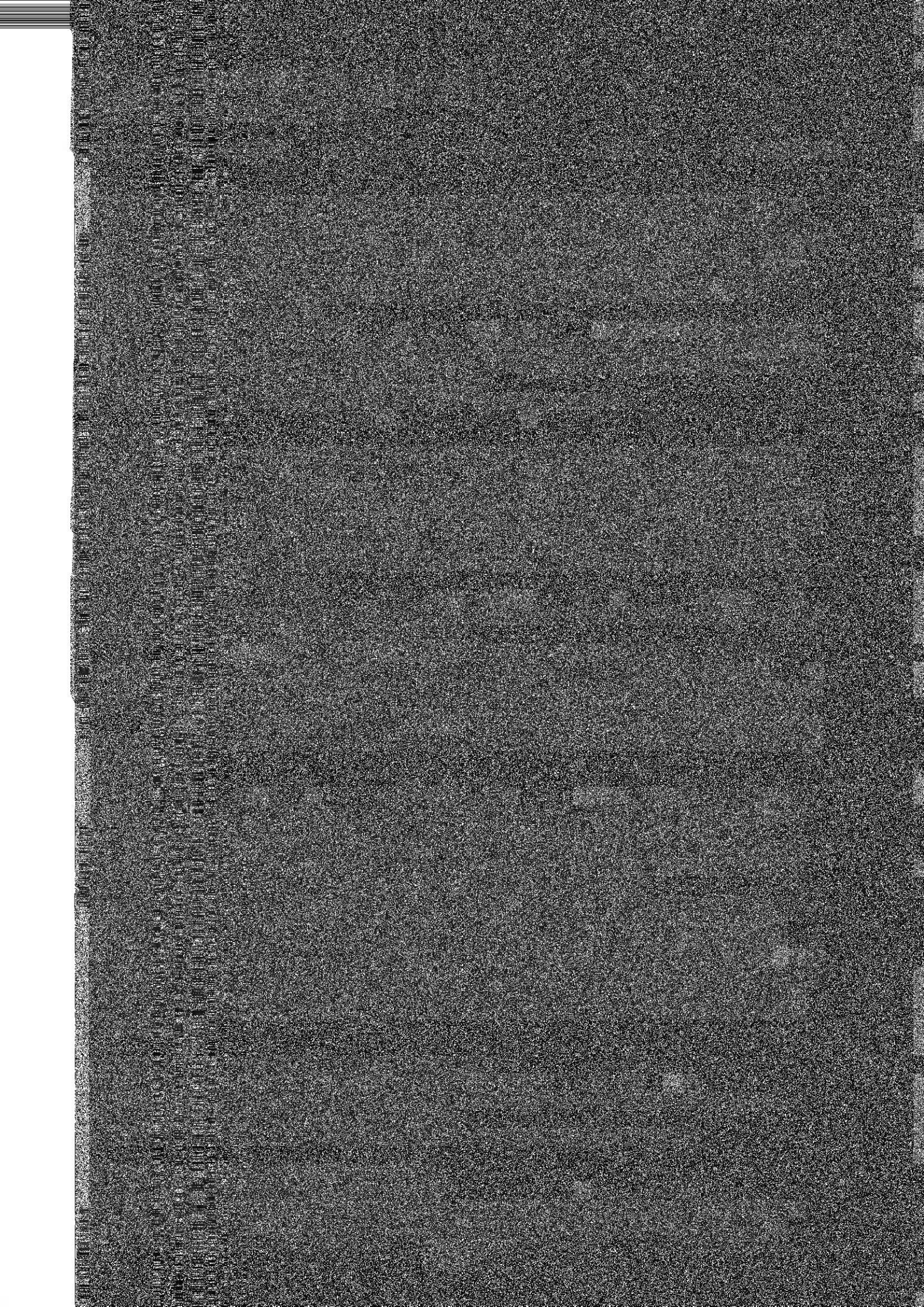
The auditors, Bright Brown Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

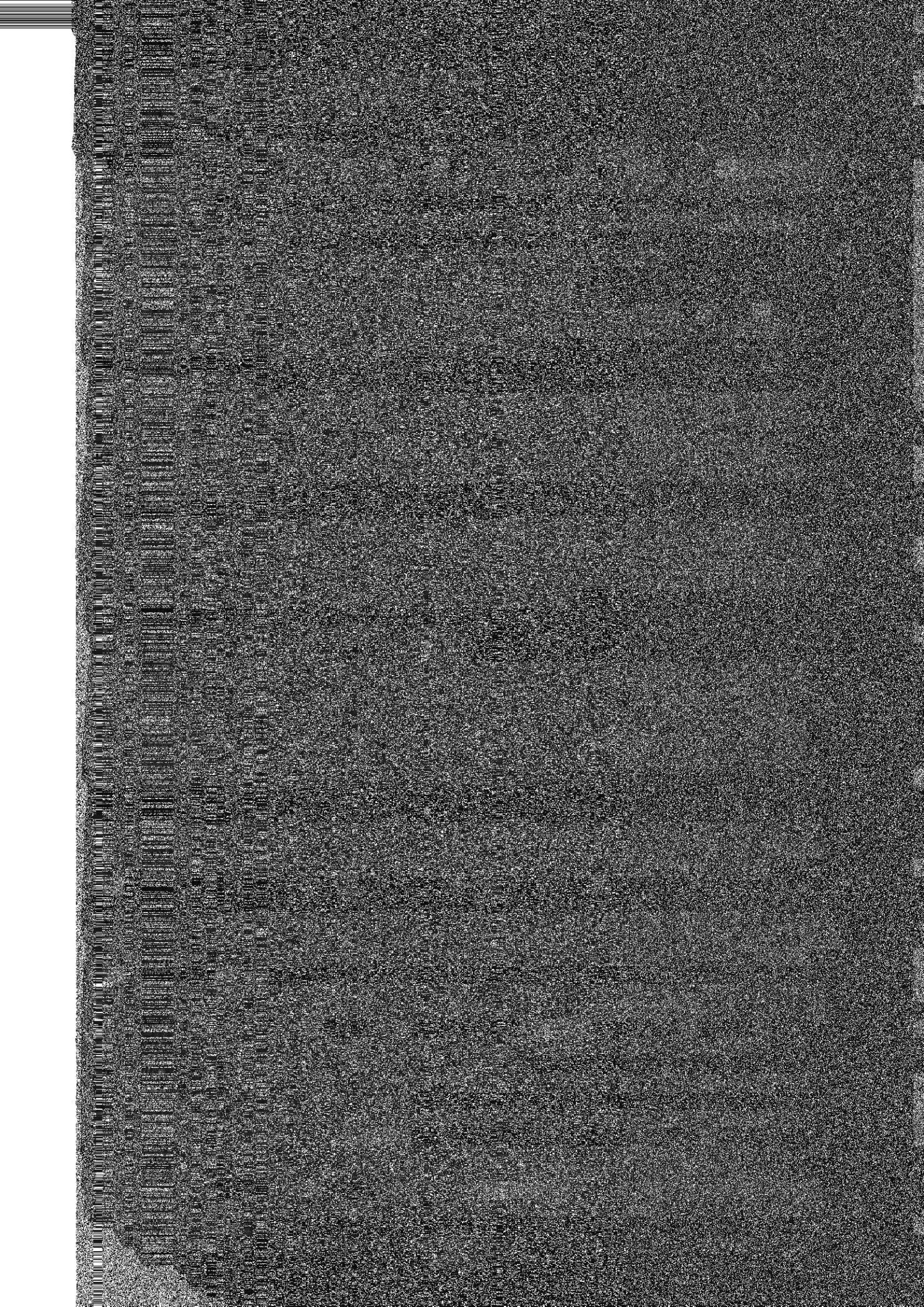
This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

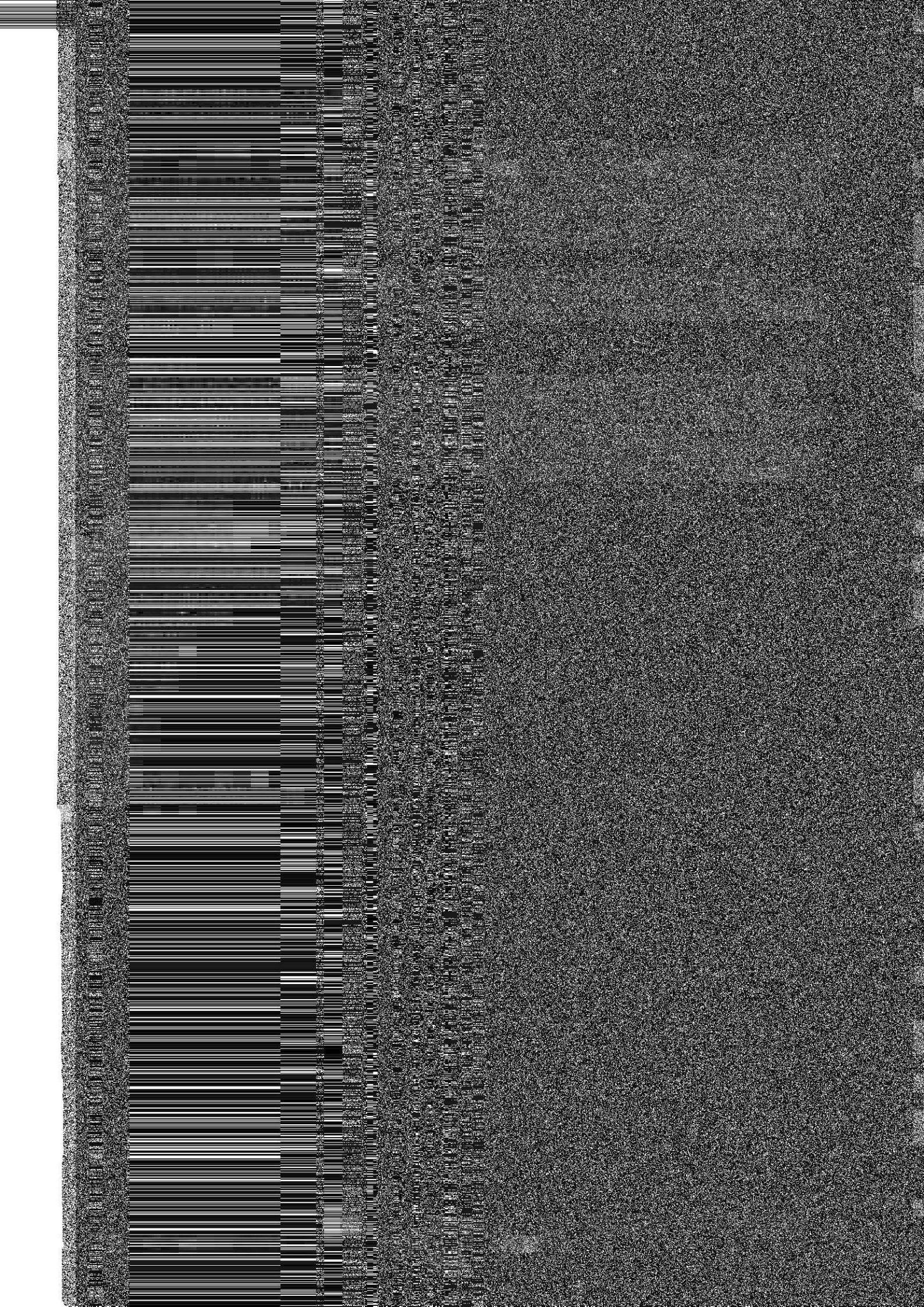
Approved by order of the board of trustees on 24/7/23 and signed on its behalf by:

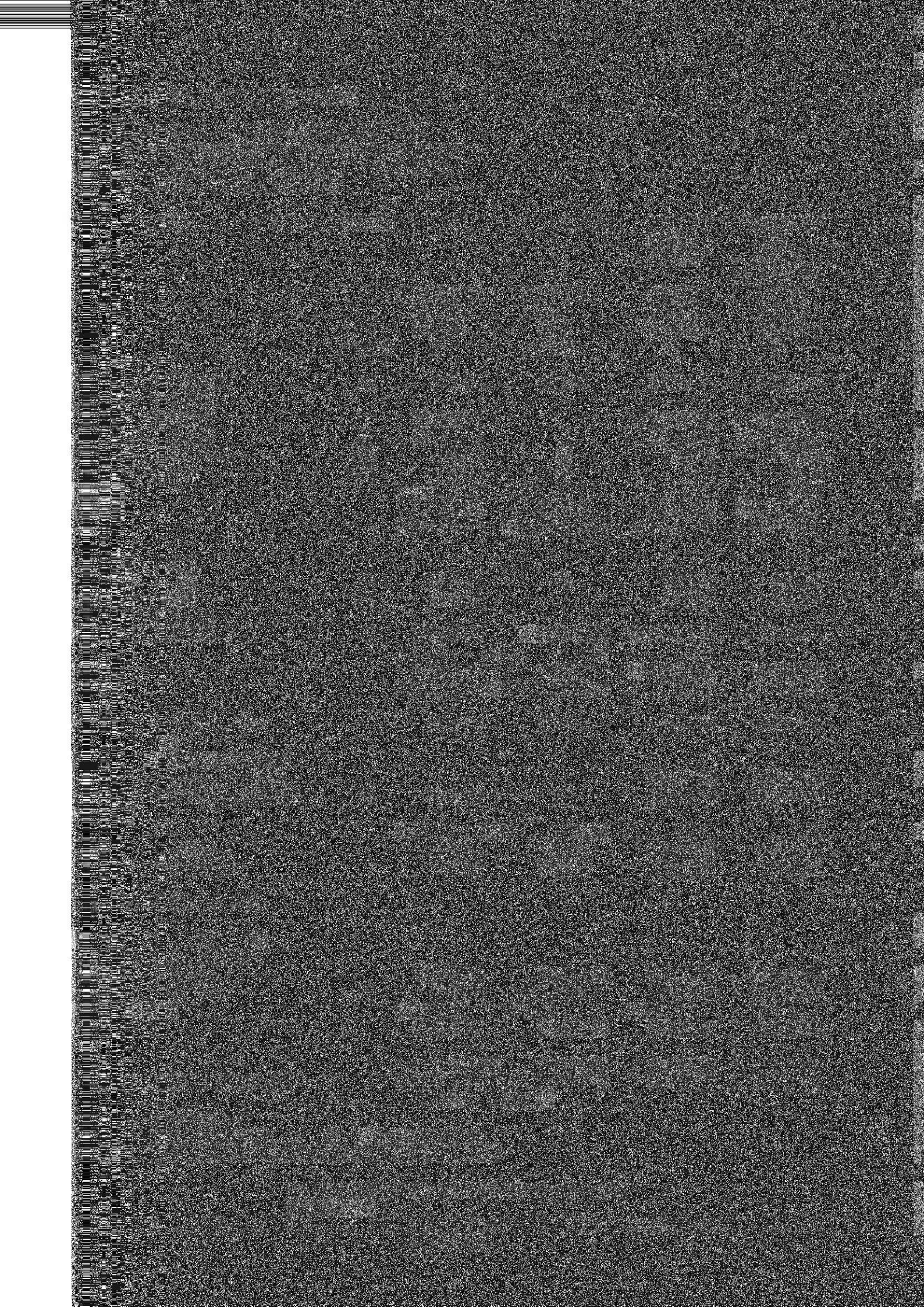


.....
Graham Pengelly - Trustee









ST CATHERINE'S - SPEECH AND LANGUAGE

CONSOLIDATED BALANCE SHEET
FOR THE YEAR ENDED 31 AUGUST 2022

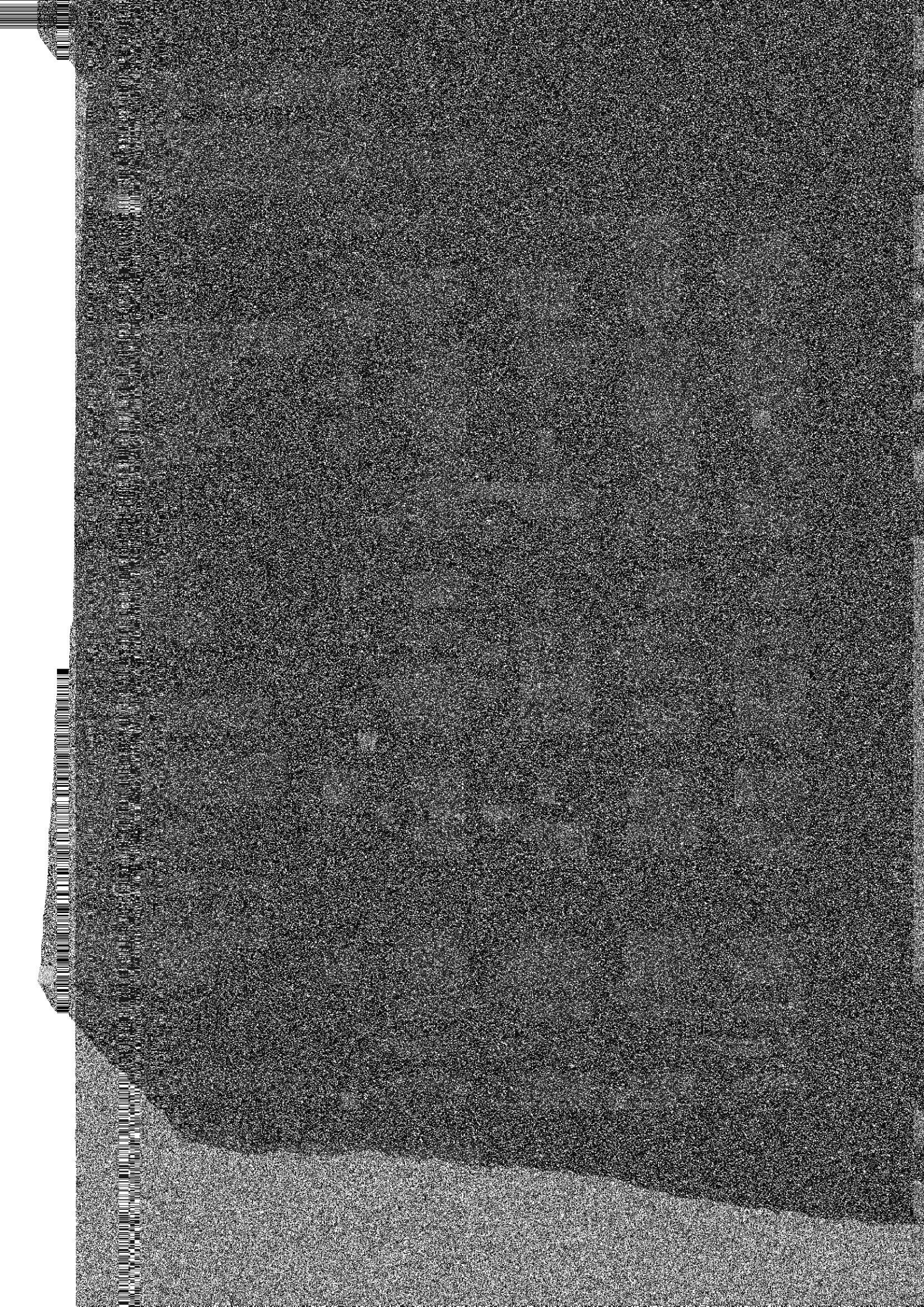
		2022	2021
		Total funds	As restated total funds
	Notes	£	£
FIXED ASSETS			
Tangible assets	14	2,643,354	2,674,807
CURRENT ASSETS			
Debtors	16	1,543,919	1,046,106
Cash at bank		16,002	67,976
		<u>1,559,921</u>	<u>1,114,082</u>
CREDITORS			
Amounts falling due within one year	17	(342,596)	(379,017)
		<u>1,217,325</u>	<u>735,065</u>
NET CURRENT ASSETS		<u>347,626</u>	<u>379,017</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,990,980</u>	<u>3,053,824</u>
CREDITORS			
Amounts falling due after more than one year	18	(360,917)	(360,917)
PENSION ASSET/(LIABILITY)	20	3,000	(536,000)
		<u>3,000</u>	<u>(536,000)</u>
NET ASSETS		<u>2,690,980</u>	<u>2,517,824</u>
FUNDS			
Unrestricted funds	19	1,494,876	1,355,587
Restricted funds		87,837	77,985
TOTAL FUNDS		<u>1,582,713</u>	<u>1,433,572</u>

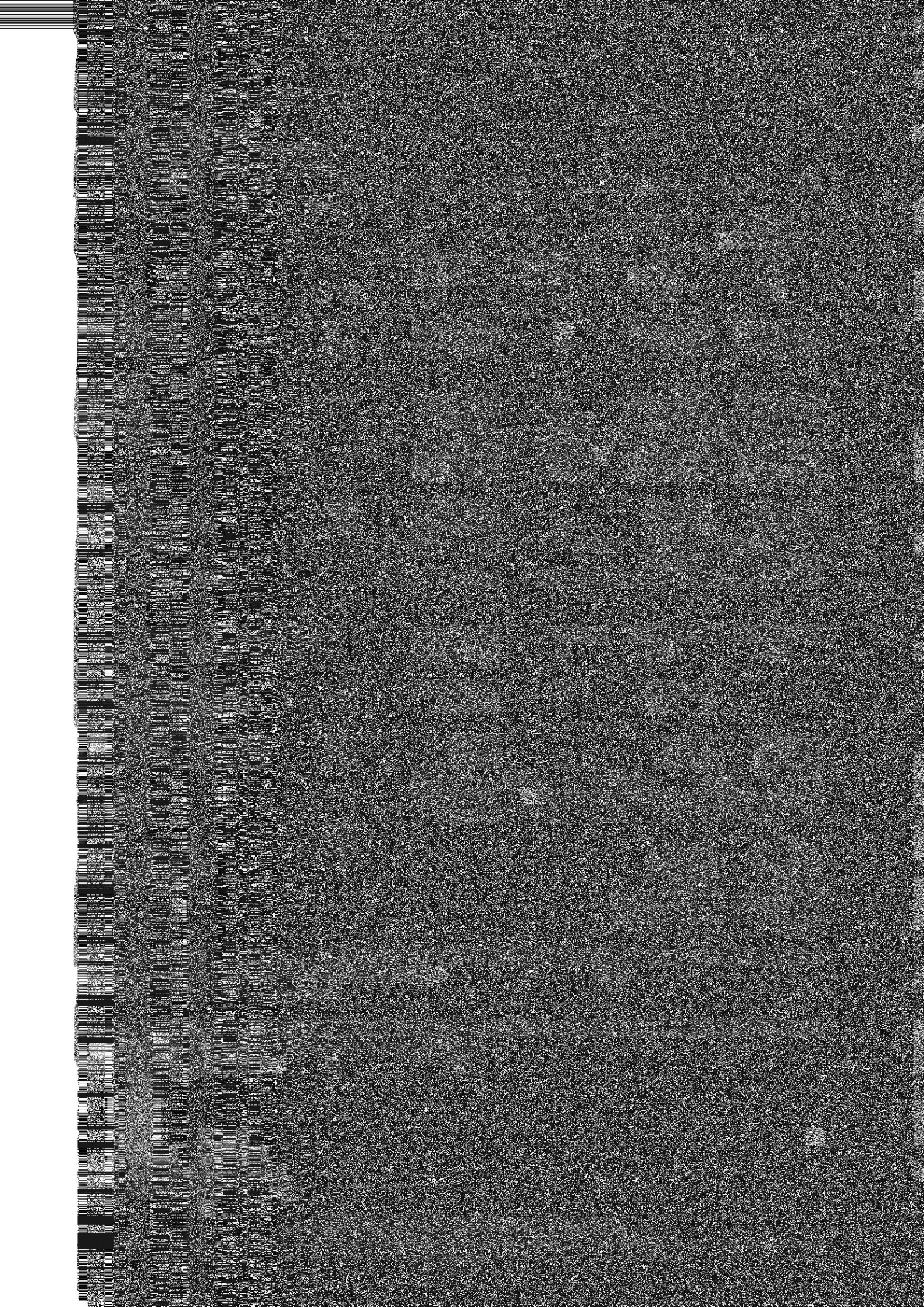
These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

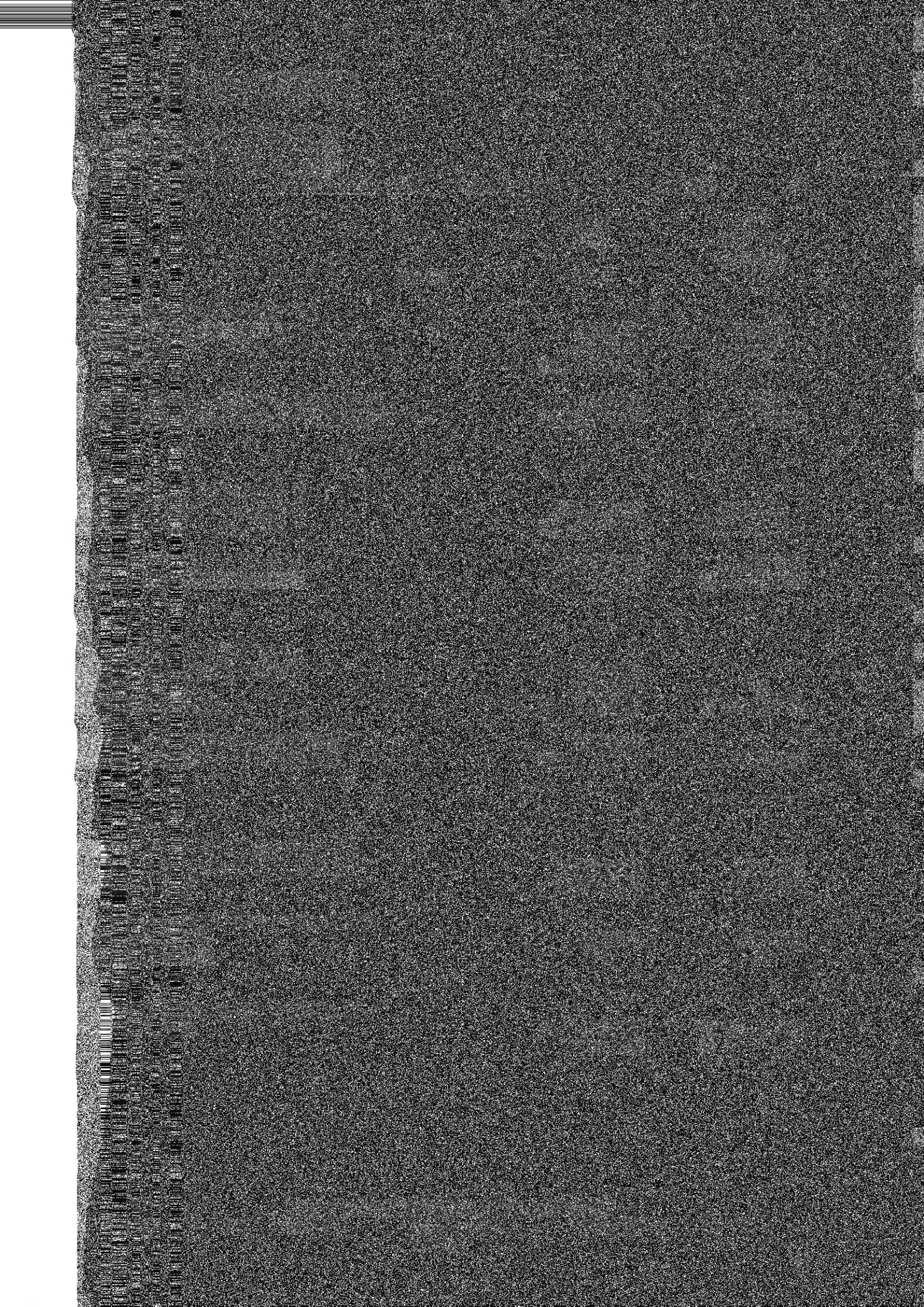
The financial statements were approved by the Board of Trustees and authorised for issue on 27th October 2022 and were signed on its behalf by:

Graham Pengelly - Trustee

These notes form part of these financial statements



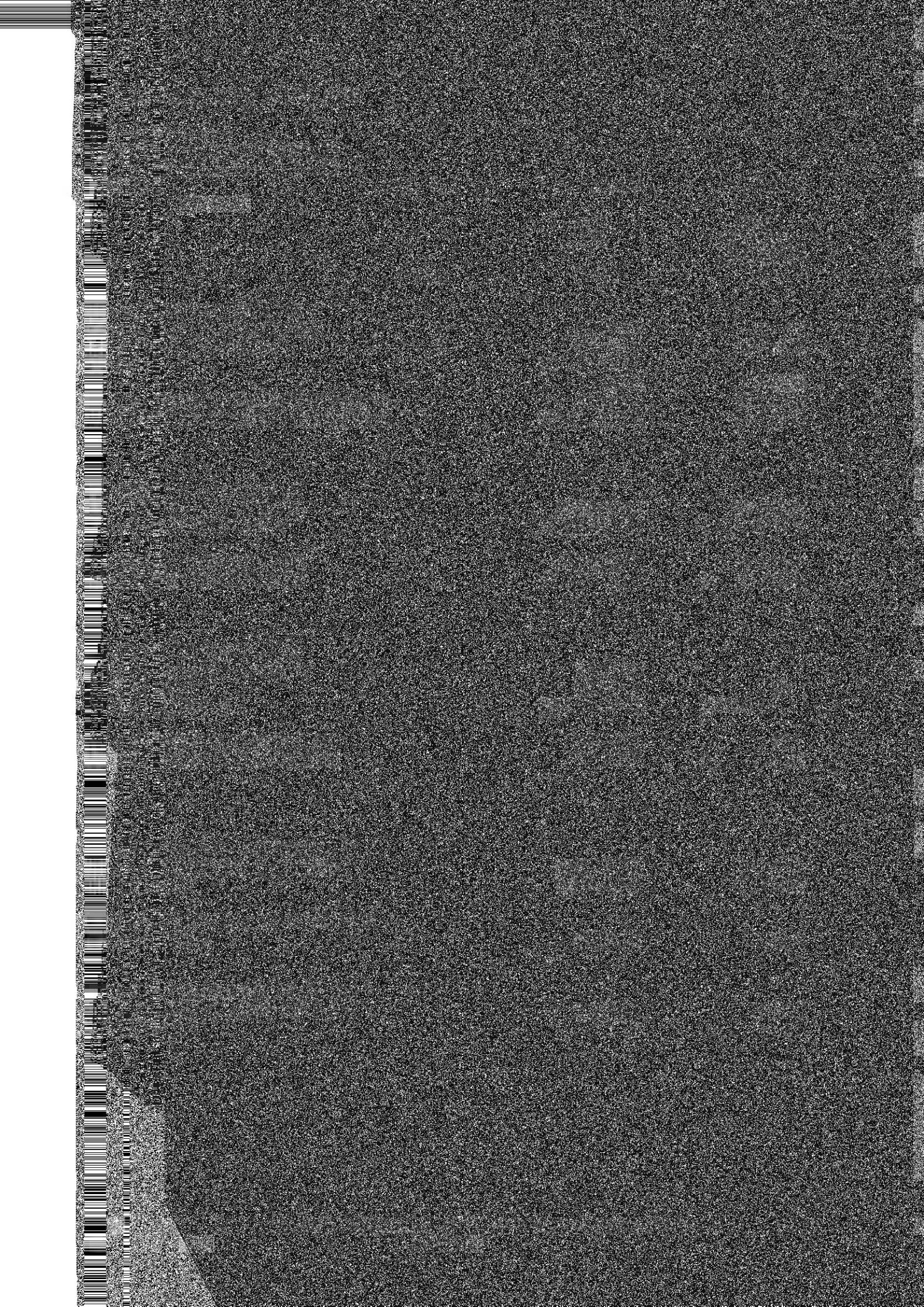


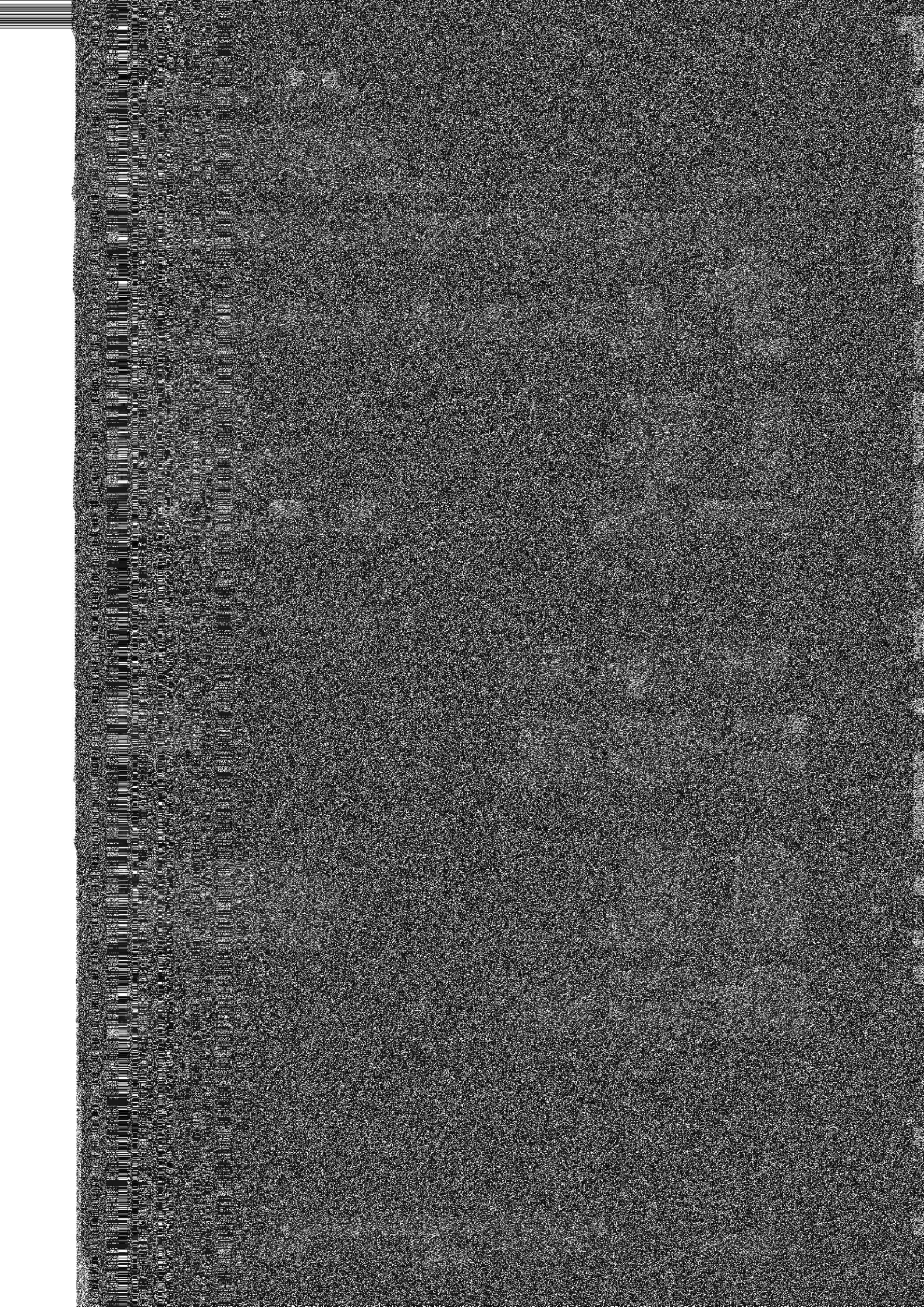


NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2022

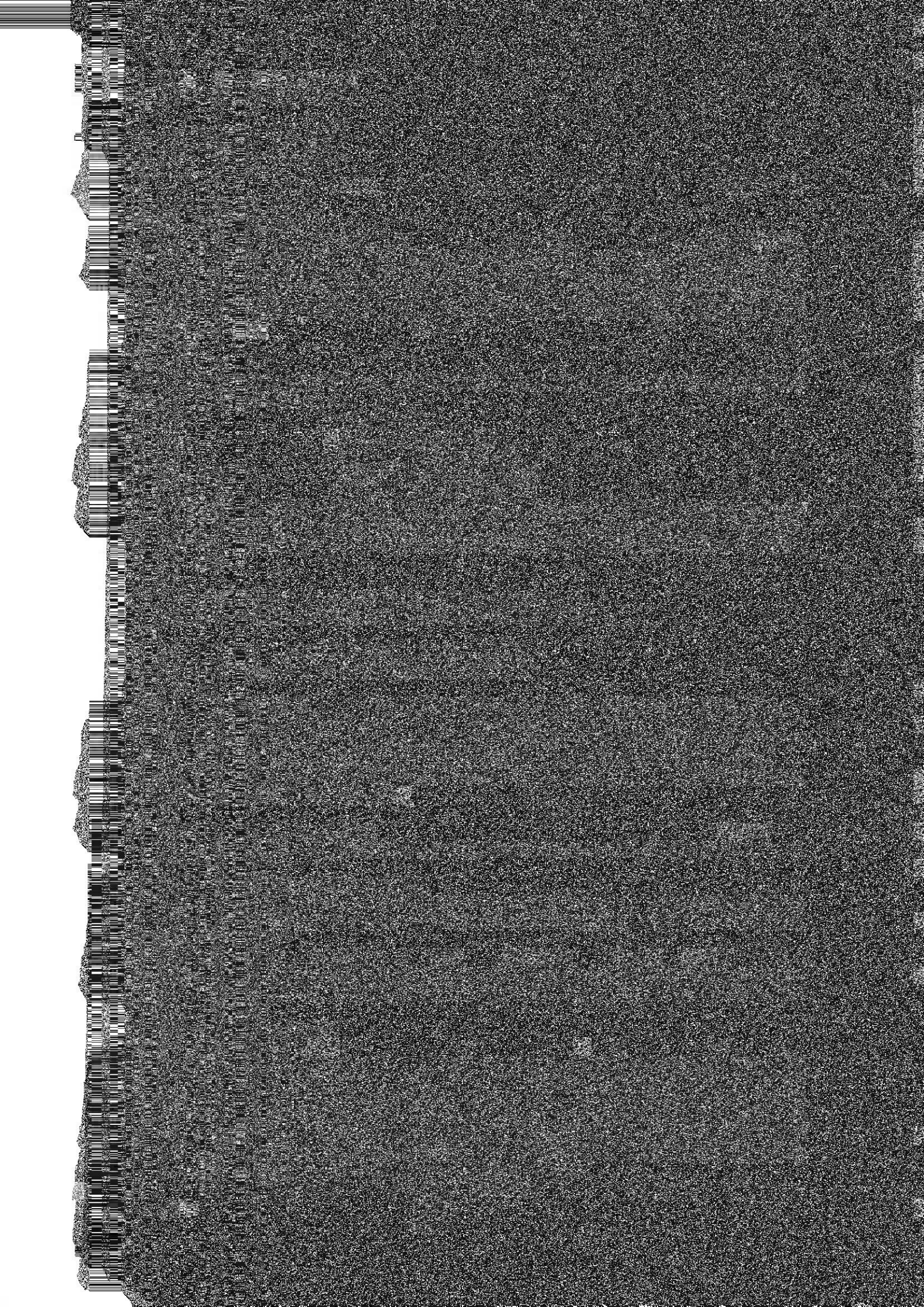
1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	2022	2021
	£	As restated £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	110,741	273,915
Adjustments for:		
Depreciation charges	107,384	96,490
Interest paid	14,812	-
(Increase)/decrease in debtors	(447,807)	107,754
Increase in creditors	142,434	743
Net cash (used in)/provided by operations	<u>(72,436)</u>	<u>478,902</u>

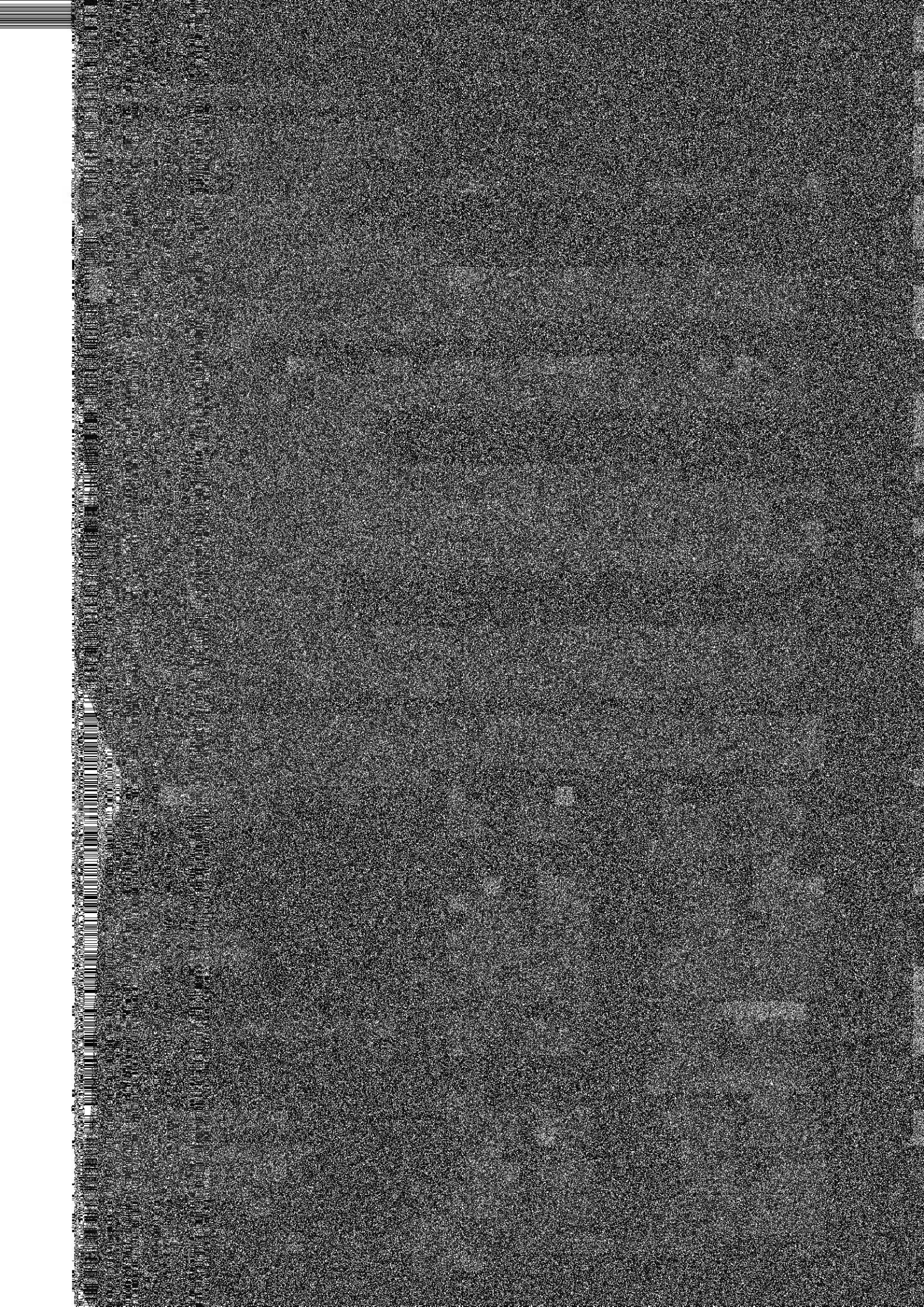
2. ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)	At 1.9.21	Cash flow	At 31.8.22
	£	£	£
Net cash			
Cash at bank	<u>687,976</u>	<u>(582,077)</u>	<u>105,899</u>
	<u>687,976</u>	<u>(582,077)</u>	<u>105,899</u>
Debt			
Debts falling due within 1 year	-	(20,185)	(20,185)
Debts falling due within 1 -2 years	-	(21,020)	(21,020)
Debts falling due within 2 -5 years	-	(68,417)	(68,417)
Debts falling due over one year	-	(271,480)	(271,480)
	-	<u>(381,102)</u>	<u>(381,102)</u>
Total	<u>687,976</u>	<u>(963,179)</u>	<u>(275,203)</u>

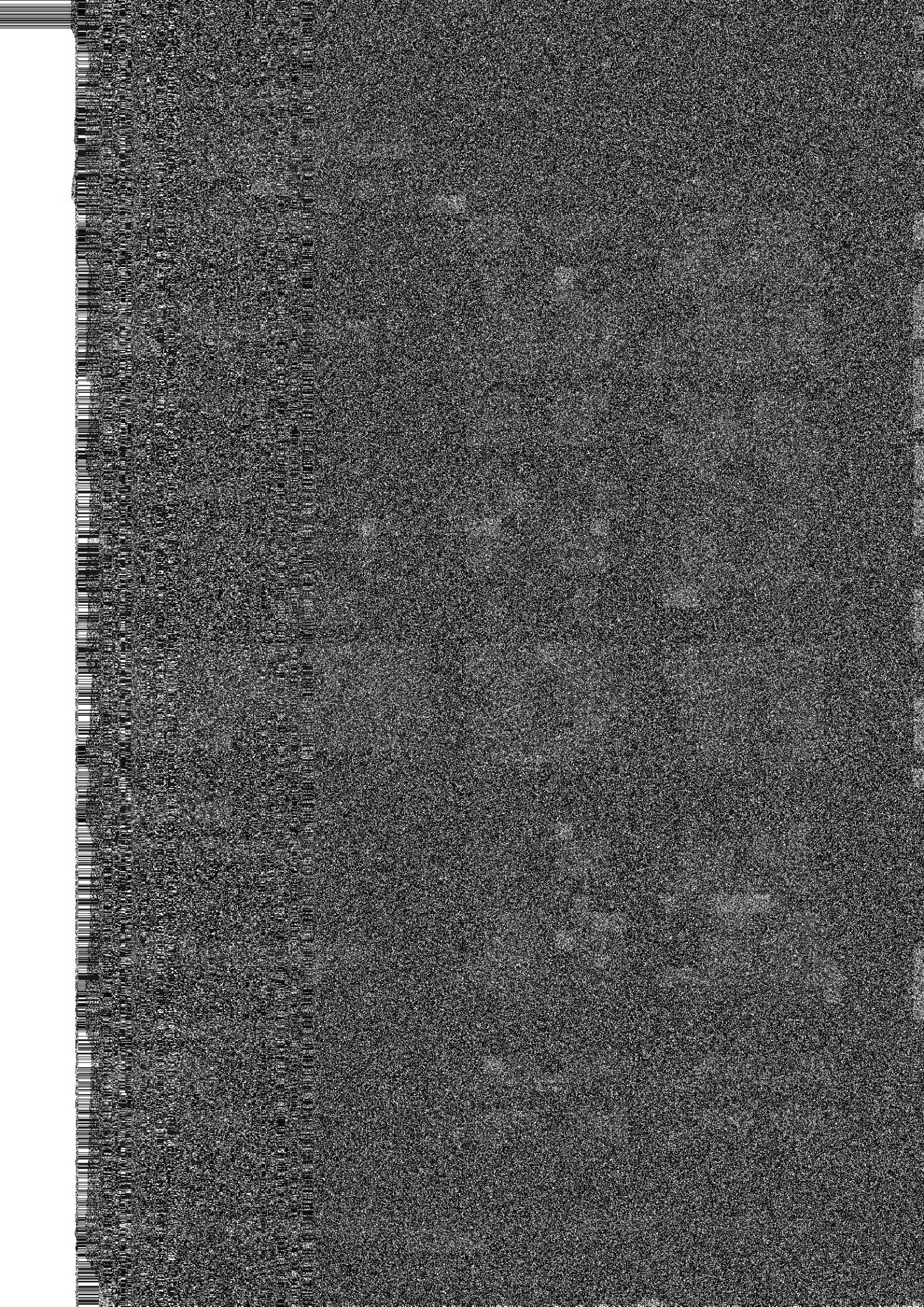


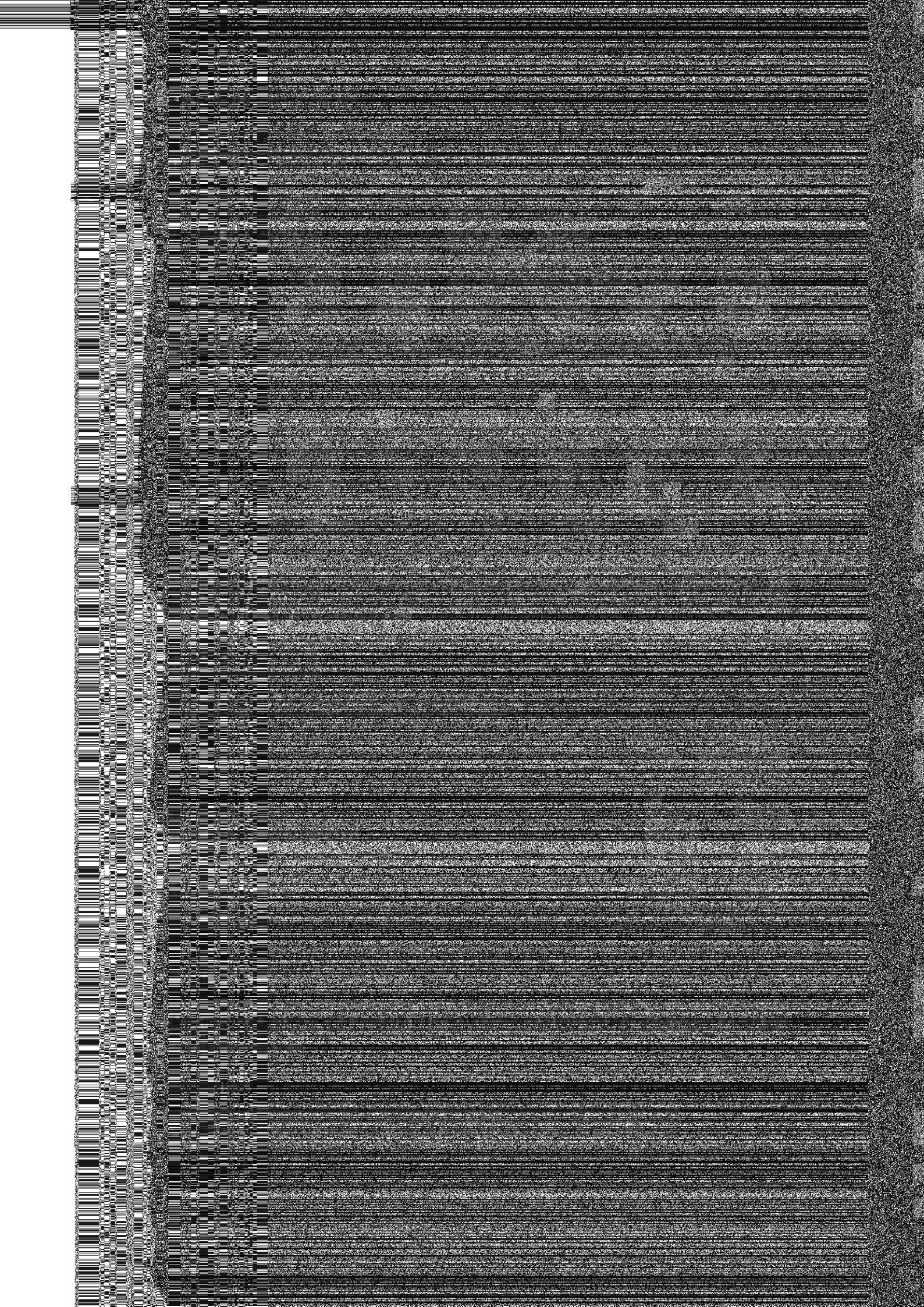


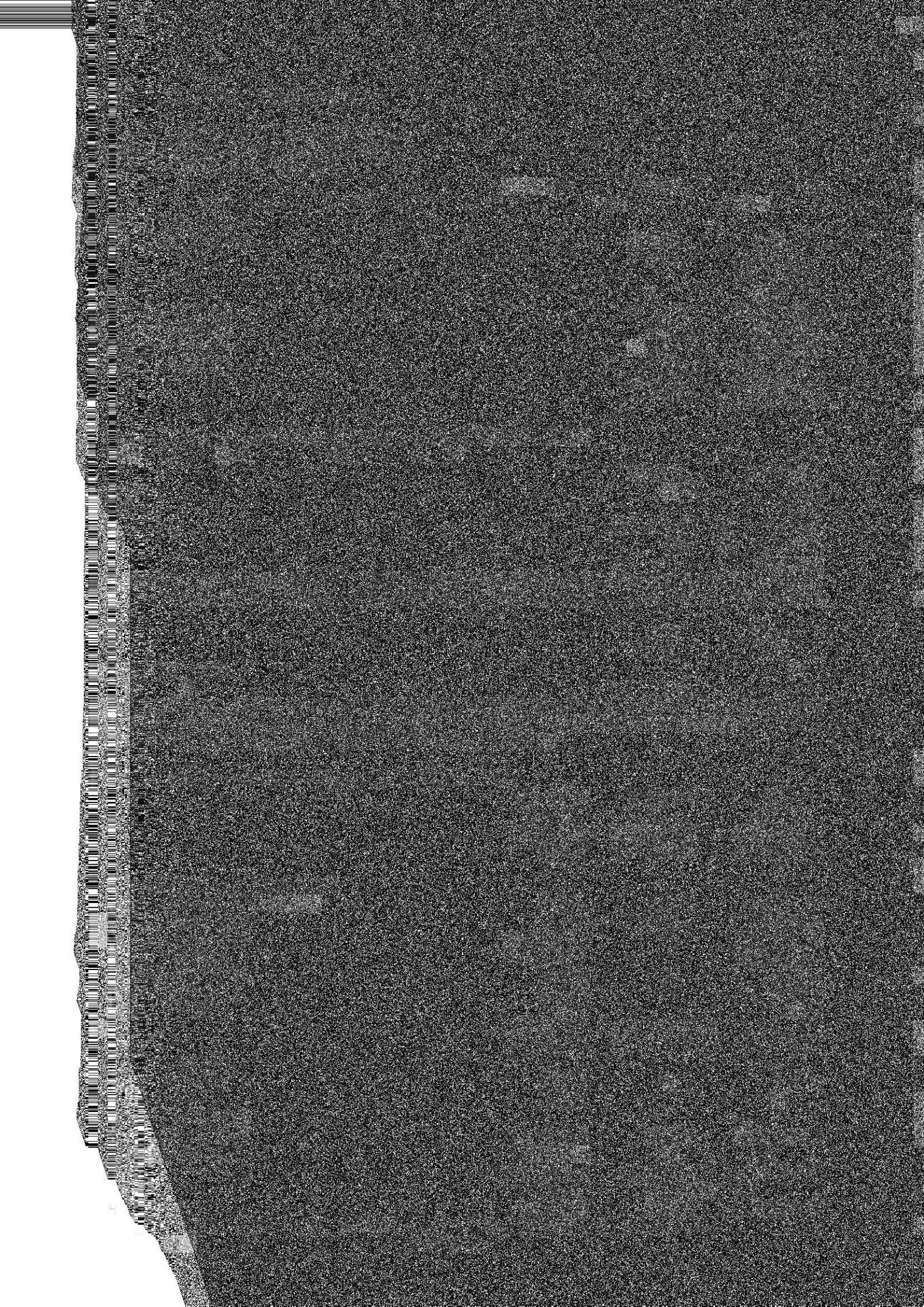


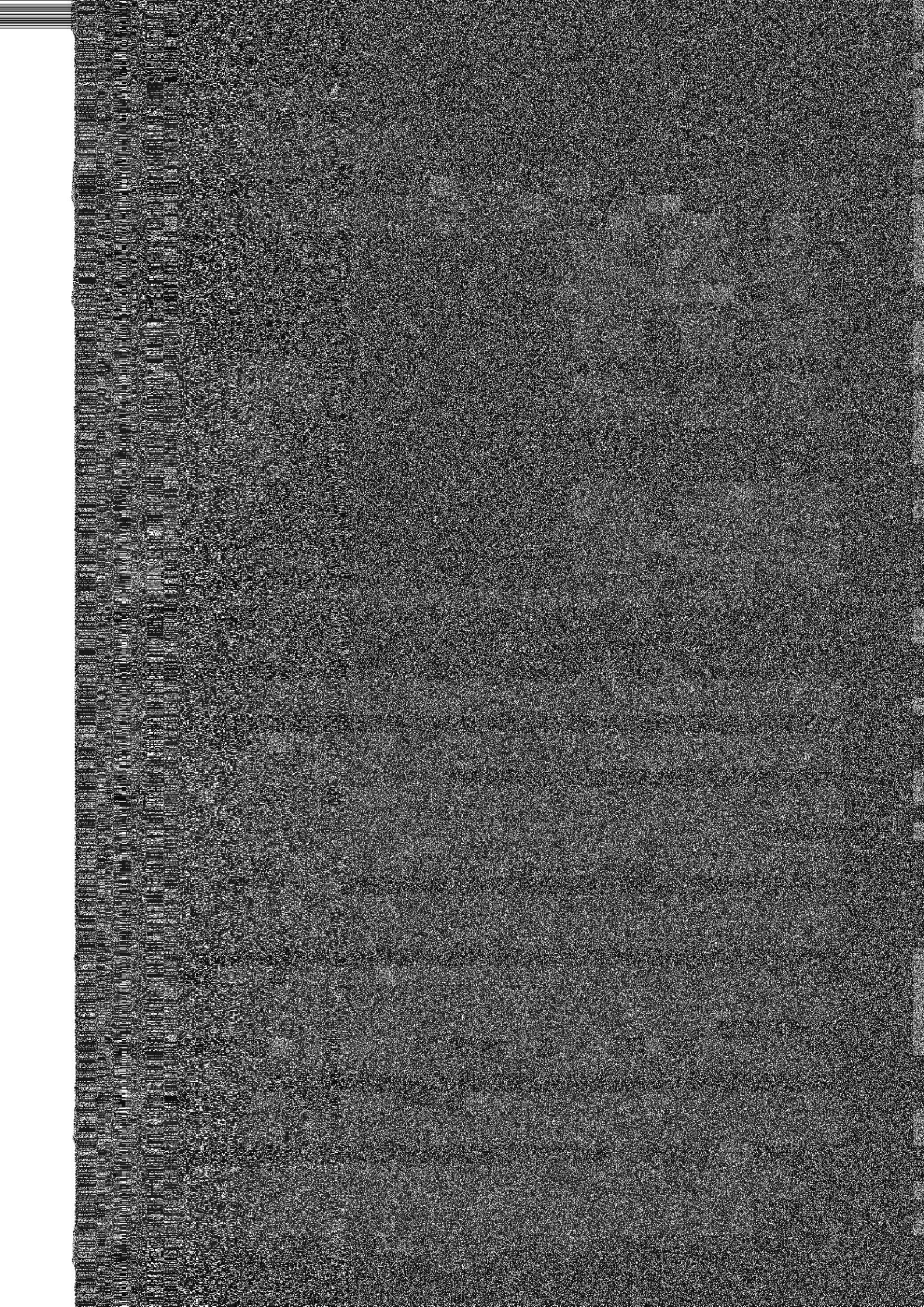


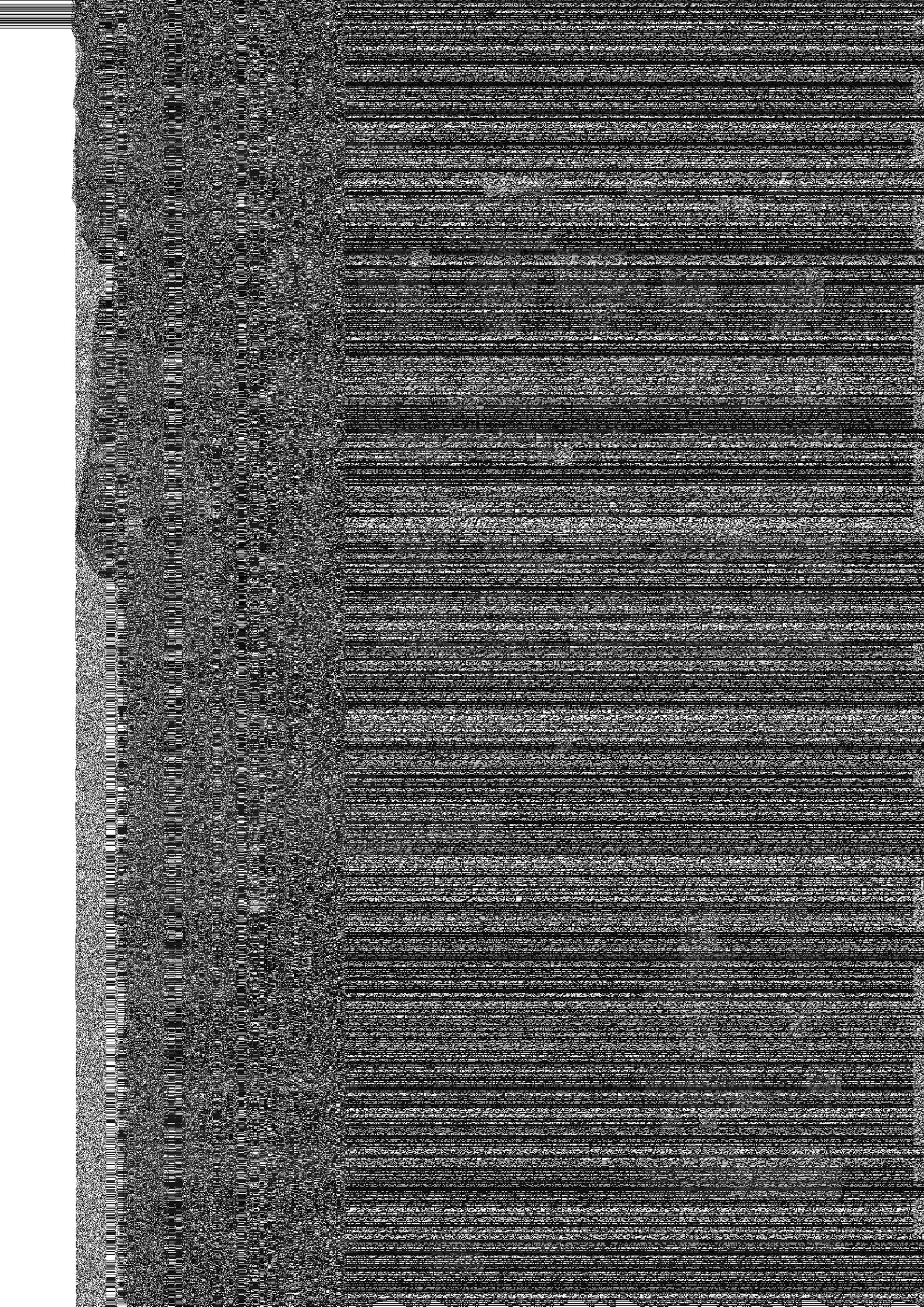












NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2022**16 DEBTORS, AMOUNTS FALLING DUE WITHIN ONE YEAR**

	Group 2022 £	Parent 2022 £	Group As restated 2021 £	Parent As restated 2021 £
Trade debtors	1,494,076	782,413	981,504	921,504
Amounts owed by participating interests		445,576		46,130
Other debtors	9,677	9,677	21,327	21,327
Accrued income	2,657	2,657	34,905	34,305
Prepayments	37,503	27,435	48,970	48,970
	<u>1,583,813</u>	<u>1,268,144</u>	<u>1,095,706</u>	<u>1,112,236</u>

Of the £1,494,076 of trade debtors, the charity has received £1,241,358 between the balance sheet date and the date that the Trustees' report has been approved.

17 CREDITORS, AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2022 £	Parent 2022 £	Group As restated 2021 £	Parent As restated 2021 £
Bank loans and overdrafts (see note 19)	20,185	20,185		
Trade creditors	101,903	100,908	19,111	19,111
Social security and other taxes	64,385	79,119	57,135	77,133
Other creditors	79,881	62,478	39,035	39,035
Accrued and deferred income	55,413	49,446	44,436	44,638
	<u>342,367</u>	<u>342,098</u>	<u>179,917</u>	<u>179,917</u>

18 CREDITORS, AMOUNTS FALLING DUE OVER ONE YEAR

Bank loans	<u>360,917</u>	<u>360,917</u>
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An analysis of the maturity of loans is given below:

	Group 2022 £	Parent 2022 £	Group 2022 £	Parent 2022 £
Bank loans	<u>360,917</u>	<u>360,917</u>		

The bank loan is secured on freehold property and is repayable by instalments over 120 months at an fixed interest rate of 4.99% for the first 24 months.

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2022

18 CREDITORS: AMOUNTS FALLING DUE OVER ONE YEAR

An analysis of the maturity of loans is given below:	2022	2021
	£	As restated £
Amounts falling due within one year on demand:		
Bank Loans	20,185	-
Amounts falling between one and two years:		
Bank loans - 1-2 years	21,020	-
Amounts falling due between two and five years:		
Bank loans - 2-5 years	68,417	-
Amounts falling due in more than five years:		
Bank loans more 5 yr by installments	271,480	-

19 MOVEMENT IN FUNDS

	At 1.9.21	Prior year adjustment	Net movement in funds	Transfers between funds	At 31.8.22
	£		£	£	£
Unrestricted funds					
General fund	1,190,955	154,619	(29,352)	(904,443)	411,779
General fund - Post 19	-	-	236,969	-	236,969
Fixed Asset Fund Including Revaluation Reserve	1,846,013	-	(107,328)	904,443	2,643,128
Pension Scheme Deficit	(1,041,000)	505,000	539,000	-	3,000
Repairs fund	200,000	-	-	-	200,000
	2,195,968	659,619	639,289	-	3,494,875
Restricted funds					
Restricted Fund	232,004	(154,619)	10,452	-	87,837
TOTAL FUNDS (GROUP)	2,427,972	505,000	649,741	-	3,582,713
TOTAL FUNDS (PARENT)	2,427,972	505,000	412,771	-	3,345,743

The transfer of £904,443 between general funds and fixed asset fund is to account for the new additions in the period less depreciation movements.

ST CATHERINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2022

19 MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses	Movement in funds £
Unrestricted funds				
General fund	4,086,403	(3,873,786)		212,617
Fixed Asset Fund including Revaluation Reserve		(107,328)		(107,328)
Pension Scheme Deficit			539,000	539,000
	4,086,403	(3,981,114)	539,000	644,289
Restricted funds				
Restricted Fund	184,320	(173,869)		10,452
TOTAL FUNDS	4,270,723	(4,154,982)	539,000	654,741

Comparative for movement in funds

	At 1st July	Prior year adjustment	Net movement in funds	Transfer between funds	At 31st August
	£	£	£	£	£
Unrestricted funds					
General fund	1,345,574	42,069	444,701	(189,114)	1,643,230
Fixed Asset Fund including Revaluation Reserve	1,848,013				1,848,013
Pension Scheme Deficit	(596,000)	338,000	167,000		(90,000)
Repairs fund	200,000				200,000
College Building fund				(350,000)	
	1,050,700	380,069	511,701		1,942,570
Restricted funds					
Restricted Fund	77,395	(42,069)	173,869		209,195
TOTAL FUNDS (GROUP)	2,971,669	338,000	685,271		3,694,940
TOTAL FUNDS (PARENT)	2,971,669	338,000	440,915		3,750,584

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2022

15 MOVEMENT IN FUNDS - continued

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

	Incoming Resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	3,425,088	(2,989,787)		444,301
Fixed Asset Fund including Revaluation Reserve		(36,489)		(36,889)
Pension Scheme Deficit			157,006	167,000
	3,425,088	(3,026,276)	157,006	545,818
Restricted funds				
Restricted Fund	297,432	(281,329)		16,103
TOTAL FUNDS	3,722,520	(3,307,605)	157,006	561,921

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

	At 1.9.20 £	Prior year adjustment £	Net movement in funds £	Transfer between funds £	At 31.8.22 £
Unrestricted funds					
General fund	593,518	196,688	260,006	(98,797)	411,458
General fund - Post 19			26,909		26,969
Fixed Asset Fund including Revaluation Reserve	1,503,188		(203,493)	1,342,757	2,642,452
Pension Scheme Deficit	(1,841,000)	338,000	700,000		3,000
Repairs fund	700,000				700,000
College building fund	350,000			(350,000)	
	1,950,706	534,688	999,482		3,484,876
Restricted funds					
Restricted Fund	192,371	(196,688)	91,174		87,897
TOTAL FUNDS (GROUP)	2,143,077	338,000	1,090,656		3,571,773
TOTAL FUNDS (PARENT)	2,154,057	338,000	853,686		3,345,743

ST CATHARINE'S - SPEECH AND LANGUAGE

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 AUGUST 2021

12 MOVEMENT IN FUNDS - continued

For each year 12 months and prior year 12 months compared with movements in funds set out in the above are as follows:

	Including movements	Resources, gains and expenditure	and reserves	Movement in funds
Unrestricted funds				
General fund	2,244,441	(2,144,167)		100,274
Fixed Asset Fund (including Revaluation Reserve)		(103,291)		(103,291)
Pension scheme deficit			795,800	795,800
	<u>2,244,441</u>	<u>(2,247,458)</u>	<u>795,800</u>	<u>792,783</u>
Restricted funds				
Restricted fund	1,211,755	(300,273)		911,482
TOTAL FUNDS	<u>3,456,196</u>	<u>(2,547,731)</u>	<u>795,800</u>	<u>1,699,265</u>

Details of the funds are as follows:

Designated Funds

Fixed Asset fund including revaluation reserve

The trustees have decided to show reserves relating to fixed assets separately to free reserves. This fund also includes the revaluation reserve which represents the amount by which fixed assets exceed their historical cost. Pension

The pension scheme deficit fund represents the projected value of the pension scheme assets less liabilities.

Repairs

The trustees have allocated £200,000 from cash funds held in bond for major repairs and improvements that have been identified.

College

The trustees have provided a site towards the school provision. The charity purchased this in the 2022 financial year and the destination is under review.

Restricted

Education

This fund represents money paid to the school by the LPA to be spent on the development and maintenance of services for vulnerable 16-19 year olds.

Department for Education fund premium

This fund represents a grant paid to the school by DfE via local authorities to be spent on improving the academic performance of disadvantaged students.

Education

This fund represents money granted the school by the CFA to be spent on capital projects, maintenance and repairs of buildings and other facilities.

There are several other restricted funds which at the year end totaling £42,630 which are due to be spent in the next accounting period.

20 EMPLOYEE BENEFIT OBLIGATIONS**Defined benefit scheme**

The Charity contributes to the Isle of Wight Council Pension fund. This is a separately funded scheme under which the Isle of Wight Council has set up a separate pension fund. The school is permitted to participate in the scheme under the terms of an administration agreement for non-teaching employees.

This is a defined benefit scheme in the UK. A full actuarial valuation was carried out as at 31 August 2022 by a qualified independent actuary. The Isle of Wight Council establishes the rates of contribution for both employees and employers participating in the scheme. The current rates for employees are variable and 20.3% for employers. The employer is also required to pay an additional £51,000 per year in monthly instalments.

Details of the scheme are as follows:

The amounts recognised in the Balance Sheet are as follows:

	Defined benefit pension plans	
	2022	2021
Present value of funded obligations	(2,541,000)	(3,352,000)
Fair value of plan assets	2,542,000	2,316,000
	3,000	(536,000)
Present value of unfunded obligations		
Surplus/(Deficit)	3,000	(536,000)
Net asset/(liability)	3,000	(536,000)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2022**20 EMPLOYEE BENEFIT OBLIGATIONS - continued**

The amounts recognised in the Statement of Financial Activities are as follows:

	2022	2021
	£	£
Current service cost	26,000	
Net interest from net defined benefit asset/liability	296,000	(320,000)
Past service cost		
	<u>302,000</u>	<u>(320,000)</u>
Actual return on plan assets	<u>(205,000)</u>	<u>37,000</u>

Changes in the present value of the defined benefit obligation are as follows:

	Defined benefit pension plans	
	2022	2021
	£	£
Opening defined benefit obligation	3,352,000	3,249,000
Current service cost	46,000	
Interest cost	51,000	51,000
Employee contributions	5,000	
Benefits paid	(142,000)	(141,000)
Actuarial gains/losses from changes in financial assumptions	<u>(766,000)</u>	<u>753,000</u>
	<u>2,544,000</u>	<u>3,352,000</u>

Changes in the fair value of scheme assets are as follows:

	Defined benefit pension plans	
	2022	2021
	£	£
Opening fair value of scheme assets	1,816,000	2,546,000
Contributions by employer	20,000	
Interest received	41,000	40,000
Expected return	<u>(205,000)</u>	<u>37,000</u>
Employee contributions	5,000	
Benefits paid	<u>(142,000)</u>	<u>(141,000)</u>
	<u>2,547,000</u>	<u>2,816,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2022

20 EMPLOYEE BENEFIT OBLIGATIONS - continued

The amounts recognised in other recognised gains and losses are as follows:

	2022	2021
	£	£
Actuarial (gains)/losses from changing financial assumptions	768,000	(193,000)
	<u>768,000</u>	<u>(193,000)</u>

The major categories of scheme assets as a percentage of total scheme assets are as follows:

	Defined benefit pension plans	
	2022	2021
Equities	73%	73%
Bonds	17%	20%
Property	7%	5%
Cash	3%	2%
	<u>100%</u>	<u>100%</u>

Principal actuarial assumptions at the balance sheet date (expressed as weighted averages):

	2022	2021
Discount rate	4.25%	1.88%
Future salary increases	4.45%	3.70%
Future pension increases	3.35%	2.90%

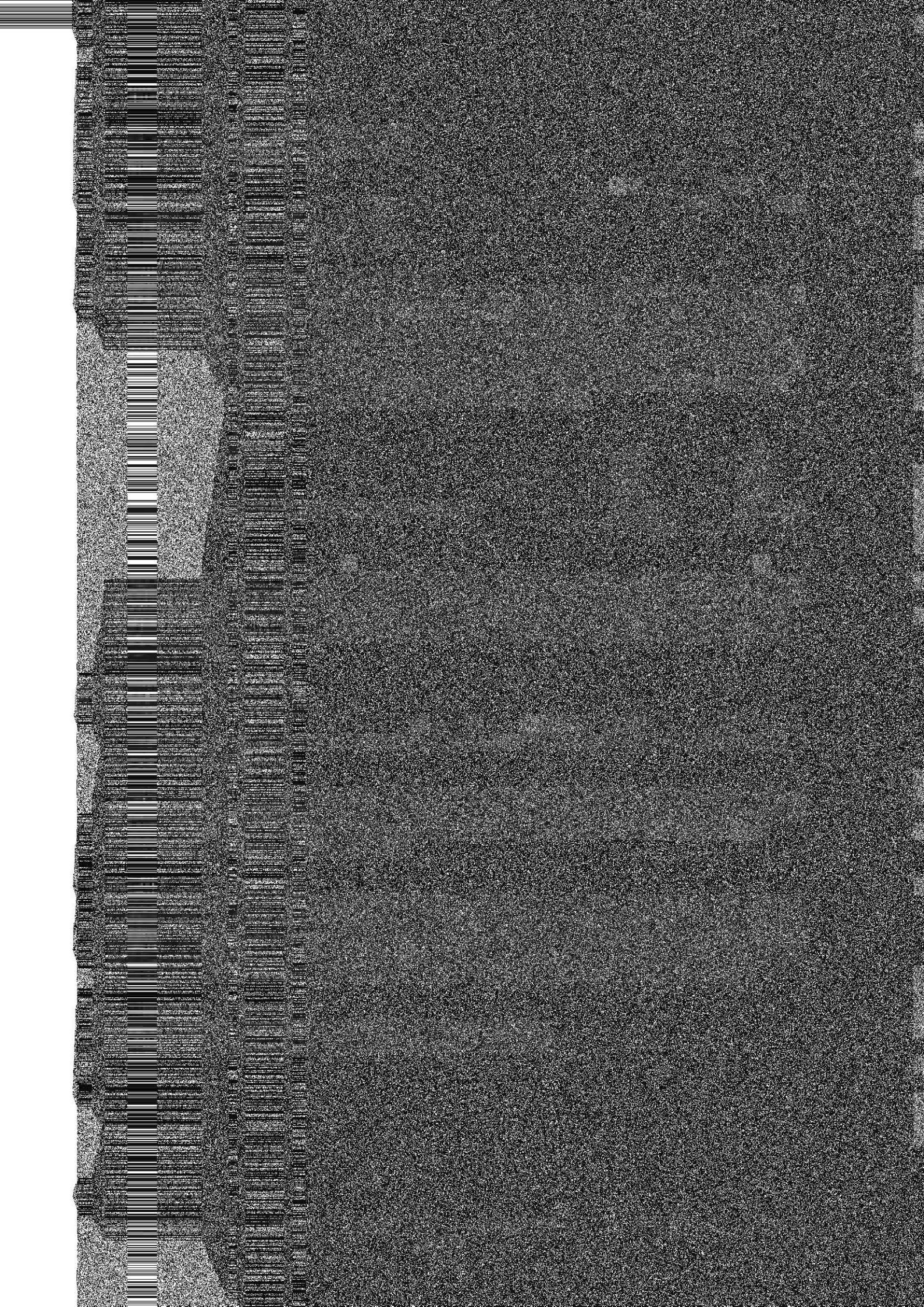
Defined contribution scheme

The charity contributes to two other separate staff pension schemes for eligible employees who also make a contribution. Details of these schemes are set out below:

Teachers' Pension Scheme

This is a contributory scheme run by Teachers' Pensions. The benefits of the scheme are governed by the Teachers' Pension Regulations 1997. The scheme automatically covers full-time teachers who have not opted out of the scheme to make their own pension arrangements. Members of the scheme pay at varying rates ranging from 7.4% to 11.7% of their salary; the school pays a contribution of 15.46% of the member's salary.

Teachers' contributions are on a pay-as-you-go basis and the school's contributions are credited to the Exchequer under arrangements covered by the Superannuation Act 1972. The Teachers' Pension Regulations require an annual account, the Teachers' Pension Account, to be kept of receipts and expenditure. Any excess of income over expenditure is deemed to be invested in government securities and national interest is added to the account. The resultant balance is known as the 'notional fund'.



ST CATHERINE'S - SPEECH AND LANGUAGE

England & Wales - Charity number 288148

Accounts

REGISTERED COMPANY NUMBER: 01757474 (England and Wales)
REGISTERED CHARITY NUMBER: 288148

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021
FOR
ST CATHERINE'S - SPEECH AND LANGUAGE**

Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

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Cash Flow Statement	16
Notes to the Cash Flow Statement	17
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ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 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 August 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

The relief of sickness, poverty, hardship and distress, among children, young people, their families and other persons who are socially excluded from society as a result of their speech, language and communication needs, by: providing a range of services which include advancing their education through the running of a residential special school and sixth form centre, vocational training, integrated therapy, outreach services and advice and support to parents and families; and raising public awareness of the issues affecting children, young people and their families and others with speech, language and communication needs.

Public benefit

The board of Trustees understands the requirements as set out in Section 17(5) of the Charities Act 2011 and takes the view that St Catherine's completely satisfies all guidance issued by the Charity Commission with regard to public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Introduction

St Catherine's is a national charity working with children and young people with severe and lifelong speech, language and communication needs and a range of associated issues including autistic spectrum conditions, dyspraxia and dyslexia.

Our aim is to support and enable our children and young people to achieve more than they ever thought possible. To this end, our centre in the heart of Ventnor on the Isle of Wight provides:

- specialist education through a school and sixth form college;
- intensive speech and language therapy and occupational therapy which is integrated into the curriculum;
- residential care provision, which supports St Catherine's to deliver a waking day curriculum;
- life-relevant skills and opportunities to develop social interaction to prepare young people for their transition to more independent adulthood;
- an occupational therapy outreach service; and
- out-of-school activities.

Our approach:

- supports effective learning;
- builds confidence and self-esteem; and
- reinforces the importance of providing wide-ranging personal development opportunities.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Strategic plan

Our Strategic Plan for 2019-2024 is detailed below:

Our aim is to support and enable our children and young people to achieve more than they ever thought possible.

St Catherine's is a safe, welcoming and nurturing school where children and young people, families and staff are included and valued equally. Together we provide opportunities for all students to grow in confidence and develop a love of learning both within school and in the wider community. All are encouraged and challenged to become as independent as they can to prepare for life beyond St Catherine's.

We aim to:

- provide a fully integrated programme of education, therapy and care to ensure that each child and young person has the very best opportunities to fulfil their potential within their school career;
- deliver a holistic yet individual curriculum that supports the academic and personal development of each student through encouraging responsibility, independence and self-awareness and developing resilience and the skills to make positive choices;
- promote open and honest communication throughout the school and its wider community;
- set high standards and expectations for all children and young people according to their individual needs and abilities;
- celebrate diversity by promoting personal, social, moral, spiritual and cultural development, encouraging creativity, and inspiring respect for themselves and others regardless of race, gender, age, religion or cultural beliefs, sexual orientation or disability; and
- continually develop a professional and approachable staff team who inspire confidence in the support given to children and young people and their families across all areas of the school.

Strategic intent

Our centre in the heart of Ventnor provides excellent specialist and integrated education which includes:

- personalised teaching and learning;
- intensive speech, language and occupational therapy which is integrated into the curriculum;
- the development of life-relevant skills; and
- residential provision.

Our strategic intents are four-fold.

1. Students and their families

We intend to:

- increase and sustain the number of students; and
- offer more services to the Island community and a wider range of students and their families.

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

2. Provision

St Catherine's will:

- be a centre of excellence for children and young people with Special Educational Needs and Disabilities; and
- offer outstanding provision in all areas.

3. Premises

- All elements of our environment will be fit for purpose and will support and promote outstanding learning.
- We will maximise the use of all our assets.

4. Charity

- The objects of the charity will be upheld, namely: The relief of sickness, poverty, hardship and distress, among children, young people, their families and other persons who are socially excluded from society as a result of their speech, language and communication needs, by: providing a range of services which include advancing their education through the running of a residential special school and sixth form centre, vocational training, integrated therapy, outreach services and advice and support to parents and families; and raising public awareness of the issues affecting children, young people and their families and others with speech, language and communication needs.
-In their financial planning and execution, St Catherine's trustees aim to prepare and deliver an annual budget with a surplus of at least 2% to contribute towards a fund for the continued improvement of the fabric of the school.

Performance review for the period 1st September 2020 to 31st August 2021

St Catherine's School and Sixth Form College

Across the 2020-21 year, St Catherine's supported 73 students aged 9 to 19, from the Isle of Wight and across the UK through its school and sixth form college. Each of our students has complex special educational needs and each has his/her own individualised educational and care programme integrating high quality learning, speech, language and occupational therapy and life-relevant skills. The number of day students continues to increase and St Catherine's have adapted to this employing a Family Liaison Officer, who works closely with the families of local children.

During the financial year, St Catherine's had one Ofsted inspection. In July 2021, Ofsted undertook a social care inspection which judged the overall residential experiences and progress of children and young people at St Catherine's as good. The report by inspectors noted;

"Children are supported by committed and skilled staff, who clearly understand each child's needs. This is underpinned by the multi-disciplinary approach to care and education, including occupational therapy, speech and language therapy and health needs, ensuring that there is genuine consistency across all settings. The staff's understanding of children's communication styles and needs allows children to learn self-expression, share personal choices and become more independent".

St Catherine's continues to be well-supported by parents. Please see below some recent testimonials from parents:

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

"Since joining St Catherine's in September 2020, our son has made very pleasing overall progress with his speech, language and communication due to the specialised co-ordinated, integrated and individual support he receives. He is more confident young adult, his anxiety has significantly reduced, and he is now developing good friendships with his peers".

"My son is an environment where he has a voice where his opinion is valued. He feels he belongs and is part of something very special".

"The impact of the Speech and Language Team - and the whole school approach - has been significant. Our daughter confidence has increased as she is better able to identify and communicate her needs.... She feels heard - and she is happy. Thank you".

"Although my child has only been at St Catherine's for half a term, thanks to the staff at the school, she's settled in really well and loves her new school. Already, I can see some improvements in her speech and coherence and this in just 6 weeks! Both my child and I are very excited to have joined St Catherine's and look forward to making lots more progress in the future".

"St Catherine's nurturing has given me a child who is happy and a joy to be around".

Changes to Trustee Board

Within the year, there has been significant changes to our trustee board and a concerted effort has been made to recruit more trustees to the board who have a wide range of skills and experiences to strengthen the board. Please see below a list of our trustee board and the experience that have brought to the Board:

Dudley Delannoy Trustee/Governor Elected	Care Agency Consultant, Formerly Vice Chair at Rowan's Hospice, Safeguarding Director 4 Youth in Hampshire, Qualified Social Worker and Registered Manager Award
Peter Elliott Elected Trustee/Governor	Chartered Clinical and Health Psychologist, Senior Lecturer at University of Southampton, trustee of IOW Youth Trust, trustee of the British Association for Behavioural and Cognitive Psychotherapy
Tony Flower Elected Trustee/Governor	Chartered Surveyor
Martyn Heather Elected Trustee/Governor	Former PE Teacher and School Senior Leader, Professional football club academy director, most recently Head of Education and Welfare at the Premier League
Hayley Jarvis Elected Trustee/Governor	Head of English and Literacy at Manor Green School (SEN school in Maidenhead)

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

Barbara Kelly Appointed Trustee/Governor	Former specialist learning support tutor with thirty years experience in working with Dyslexic, Dyspraxic/DCD and ASC adults in further and higher education. Previously a member of the Executive Committee of the Association of Dyslexia Specialists in Higher Education (ADSHE) with a particular research focus on Women and Dyslexia, Screening for Dyslexia in Prelingually Deaf Adults and Visual Instability and Dyslexia. Received the ADSHE Research and Innovation Award in 2019.
Dan Kitcher Elected Trustee/Governor	Quality Management and Health, Safety & Environment Manager & Auditor, former School Governor of two Hampshire special schools. Son is ex-student of St Catherine's College and Post-19.
Sarah Loftus Elected Trustee/Governor	Former Science Teacher, Former Marketing Consultant for Independent Schools
John Metcalfe Elected Vice Chair	Chief Executive for the Isle of Wight Council
Graham Pengelly Elected Chair of Governors	Chartered Civil Engineer. Over 30 years experience as governor/trustee on various Island Primary, Middle, High and Special Schools, some as Chair. Extensive experience in construction/service industry at Director level.
Clive Powe Appointed Trustee/Governor	Former manager of registered care home for adults with learning disabilities
Caroline Weeks Appointed Trustee/Governor	Former translator, governor at Shalfleet and Yarmouth Federation Schools
Roger Wiltshire Parent Governor	Heads up the European legal team for a US company where he has been for 8 years. Prior to that he was at BAE Systems. Roger's son Jonny has been at St Catherine's for the last 6 years and is now in the sixth form

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

In addition to its provision of specialist education via the school and sixth form college, during the year the charity continued to diversify its services, including:

- the continued development of occupational therapy outreach services for local young people, with assessment and interventions commissioned by the Isle of Wight local authority and privately as well as the provision of training sessions for schools and other institutions;
- part grant funded programme of holiday courses for students with additional needs supported by Co-Op Local Community Funding;
- summer holiday lettings of the off-site residential houses; and
- supporting a local town council to run its Summer Holiday programme through room hiring.

FINANCIAL REVIEW

Financial Position

Total Income for the year to 31 August 2021 was £3,632,520 (2020: £3,162,205) and total expenditure in the year was £3,358,605 (2020: £2,780,170). Total assets as at 31 August 2021 were £3,648,889 (2020: £3,374,231) and total liabilities were £179,917 (2020: £179,174)

The Charity reports an overall surplus for the year, before other recognised gains and losses, of £273,915 (2020: £382,035). A surplus of £235,262 (2020: £260,856) was from unrestricted funds and a surplus of £38,653 (2020: £121,179) was from restricted funds.

Total funds to carry forward at 31 August 2021 were £2,427,972 (2020: £2,154,057) of which £2,195,968 (2020: £1,960,706) were unrestricted funds and £232,004 (2020: £193,351) were restricted funds. Designated funds within unrestricted funds amounted to £1,005,013 (2020: £1,012,188). Details of designated funds are included in note 16.

Capital commitments amounted to £513,000 at the year end for the acquisition of student accommodation, which completed in October 2021.

Pension deficit

The accounts show a pension scheme deficit based on a "final cessation valuation" of £1,041,000 (2020: £1,041,000) as we ceased as an employer in the fund on 31 August 2019.

We are seeking readmittance to the pension scheme which we believe will be approved meaning that the liability will be recalculated to an ongoing basis for the year ended 31 August 2022 if we are successful.

Fundraising

The charity organises a number of its own fundraising events or supports third-party event organisers, but both have been limited by the pandemic. No professional fundraising organisations, agency or commercial participator has been or will be employed, as a matter of current policy.

The Charity is registered with the Fundraising Regulator and conforms to its Code of Standards. It also complies with guidelines published by the Charity Commission and the Institute of Fundraising. The Charity monitors fundraising on its behalf by attendance at events, or where public collections are being made, by identify checks on collectors, issuing clear guidelines on practices and instructions for remitting funds, and issuing letters and badges of identification with contact details for the charity. No complaints regarding fundraising were received during the year.

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

Reserves policy

In its financial planning and execution, St Catherine's trustees aim to prepare and deliver an annual budget with a surplus of at least 2% of total income to contribute towards the aim of building reserves equating to one term's operating costs.

The charity's audited accounts for the year ending 31 August 2021 show:

- an operational year end surplus of £273,915 (equivalent to +7.5% of total income); and
- free reserves of £1,190,955 which represents 106% of 1 term's operating costs of £1,119,535

As part of the charity's overall risk management strategy, trustees will continue to monitor closely the general reserves' fund with a view to achieving a position equivalent to one term's operating costs, including reviewing assets currently held with a view to converting surplus assets into cash resources.

FUTURE PLANS

The Impact of the Ongoing Coronavirus Pandemic

During the coronavirus pandemic which started in Spring 2020, as per Government guidance St Catherine's remained open to its students and provided a range of home learning resources for students who did not attend school. A Business Continuity Plan and risk assessment, with the latest Government guidance, were applied to ensure the safe running of the school. Our main source of funding - student fees from Local Authorities - has been unaffected and we have not furloughed staff. The one financial area that has been negatively affected is our fundraised income, as the restrictions have meant that fundraising events have been unable to go ahead, while some grant funders have diverted their efforts to support causes directly affected by the outbreak.

Future developments

As detailed in our previous report, during this year the charity's Post 19 service was converted into a specialist post 16 institution and a new company was set up, St Catherine's - Speech and Language for Adults and Young Adults. This company is a wholly-owned subsidiary of St Catherine's- Speech and Language and began trading in September 2021. As such, the accounts to year end August 2021 include a contribution from this service, however, from September 2022 this service will have separate audited accounts.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

Recruitment and appointment of new trustees

Trustees are recruited openly and through recommendation from appointing bodies and through parent/family representation. In addition to this the board has two staff elected governors. The appointing bodies are as follows:

- The Bishop of Portsmouth
- The Portsmouth Diocesan Education Committee
- The Isle of Wight Local Authority
- The Isle of Wight College

Elected trustees are, after nomination, elected by majority vote. Staff governors are nominated, seconded and (if needed) voted for by the staff body. Parent governors/trustees are parents of children either at, or recently at, St Catherine's.

The day to day management of the charity is the responsibility of the principal.

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

The Pay Committee has responsibility for setting the remuneration of Key management personnel in line with industry standards.

Induction and training of new trustees

All new trustees and governors receive induction training and training during the year on the work of the Charity and on specific issues. Some of this training is combined with staff training.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk Management

The trustees have a risk management strategy which comprises:

- Regular reviews of the risks the Charity may face;
- The establishment of systems and procedures to mitigate those risks identified in the reviews; and
- The implementation of procedures designed to minimise any potential impact on the Charity, should those risks materialise.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

01757474 (England and Wales)

Registered Charity number

288148

Registered office

Grove Road
Ventnor
Isle of Wight
PO38 1TT

Trustees

Elizabeth Bowen (resigned 31/8/2021)
Catherine Daish-Miller (resigned 19/1/2021)
Anthony Flower
Pauline James (resigned 31/8/2021)
Daniel Kitcher
John Metcalfe
Sally Moore (resigned 5/11/2020)
Graham Pengelly
Linda Pratley (resigned 31/8/2021)
Samantha Rooney (resigned 20/8/2021)
Adam Friel (resigned 31/8/2021)
Sarah Loftus (appointed 16/11/2020)
David Wearing (appointed 16/11/2020) (resigned 17/11/2021)
Peter Elliott (appointed 27/11/2020)
Dudley Delannoy (appointed 16/7/2021)
Martyn Heather (appointed 16/7/2021)
Hayley Jarvis (appointed 16/7/2021)
Caroline Weeks (appointed 16/7/2021)
Julia Kelly (appointed 16/7/2021)
Clive Powe (appointed 16/7/2021)

ST CATHERINE'S - SPEECH AND LANGUAGE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

Staff Appointed Governors

Jane Marriot - resigned 31/08/2021

Senior Management Team

Principal	Sarah Thompson
Vice Principal	Jenn Snaith - appointed 01.09.2020
Head of Care	Jane Marriott - resigned 31.08.2021
	Victoria Middleton - appointed 26.08.2021
Head of School	Nes Fradgley
Head of Sixth Form	Kayleigh Sparkes - appointed 01.09.2020
Head of Occupational Therapy	Tom Evans
Head of Speech and Language Therapy	Becky Revert
Head of Finance	Zoe Janvrin
Marketing and Fundraising Manager	Susan Graves

Company Secretary

Zoe Janvrin

Auditors

Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

Bankers

NatWest
135 Bishopsgate
London
EC2M 3UR

IMPACT OF THE CORONAVIRUS PANDEMIC

During the coronavirus pandemic which started in Spring 2020, as per Government guidance St Catherine's remained opened to its students and provided a range of home learning resources for students who did not attend school. A Business Continuity Plan and risk assessment were applied to ensure the safe running of the school. Our main source of funding - student fees from Local Authorities - has been unaffected and we have not furloughed staff. The one financial area that has been negatively affected is our fundraising income, as the restrictions have meant that fundraising events have been unable to go ahead, while some grant funders have diverted their efforts to support causes directly affected by the outbreak.

As well as affecting income, the Covid outbreak also affected expenditure as staff vacancies, which were budgeted for remained unfilled and planned maintenance was put on hold due to contractors closing due to the national lockdown in Spring 2020. With this in mind, the surpluses detailed in these accounts are unexpectedly high and we do not anticipate accruing such surpluses in subsequent years.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of St Catherine's - Speech And Language 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).

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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:

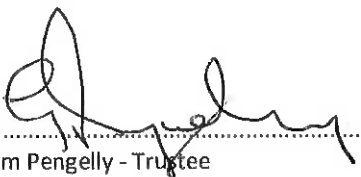
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Bright Brown Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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 4th MARCH 2022 and signed on its behalf by:


.....
Graham Pengelly - Trustee

Opinion

We have audited the financial statements of St Catherine's - Speech And Language (the 'charitable company') for the year ended 31 August 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 August 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.

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; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

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.

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:

As part of planning our audit we determined materiality and assessed the risks of material misstatement in the financial statements. Based on our understanding of the charitable company, the principal risks are that of management override of controls, potential fraud in revenue recognition, existence and recovery of trade debtors and the interpretation of relevant disclosures surrounding defined benefit pension schemes. The engagement team considered these risks and audit procedures were undertaken as follows:

- Discussions with management regarding the ability to override controls and review of processes in place to confirm no override had occurred.
- Extension of sample sizes relating to revenue recognition and trade debtors.
- Review of management journals.
- Review of financial statement disclosures, including completion of a relevant disclosure checklist.

There are inherent limitations in the audit procedures described above, and the further removed non-compliance with laws and regulations is from events and transactions reflected in the financial statements, the less likely we are to become aware of it. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment or intentional misrepresentations.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ST CATHERINE'S - SPEECH AND LANGUAGE**

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 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.



David Stevens ACA (Senior Statutory Auditor)
for and on behalf of Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ

Date: 30/5/2022

ST CATHERINE'S - SPEECH AND LANGUAGE

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	Unrestricted funds £	Restricted fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	37,026	207,432	244,458	164,689
Charitable activities					
Educational services	5	3,358,850	-	3,358,850	2,961,789
Other trading activities	3	29,166	-	29,166	25,618
Investment income	4	46	-	46	589
Other income		-	-	-	9,520
Total		3,425,088	207,432	3,632,520	3,162,205
EXPENDITURE ON					
Raising funds	6	58,370	-	58,370	60,476
Charitable activities					
Educational services	7	3,131,456	168,779	3,300,235	2,719,694
Total		3,189,826	168,779	3,358,605	2,780,170
NET INCOME		235,262	38,653	273,915	382,035
RECONCILIATION OF FUNDS					
Total funds brought forward		1,960,706	193,351	2,154,057	1,772,022
TOTAL FUNDS CARRIED FORWARD		<u>2,195,968</u>	<u>232,004</u>	<u>2,427,972</u>	<u>2,154,057</u>

The notes form part of these financial statements

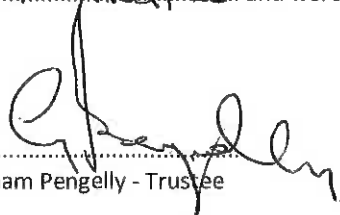
ST CATHERINE'S - SPEECH AND LANGUAGE

BALANCE SHEET
31 AUGUST 2021

	Notes	Unrestricted funds £	Restricted fund £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	13	1,874,807	-	1,874,807	1,503,188
CURRENT ASSETS					
Debtors	14	1,132,286	-	1,132,286	1,193,860
Cash at bank		<u>409,792</u>	<u>232,004</u>	<u>641,796</u>	<u>677,183</u>
		1,542,078	232,004	1,774,082	1,871,043
CREDITORS					
Amounts falling due within one year	15	(179,917)	-	(179,917)	(179,174)
NET CURRENT ASSETS					
		<u>1,362,161</u>	<u>232,004</u>	<u>1,594,165</u>	<u>1,691,869</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		3,236,968	232,004	3,468,972	3,195,057
PENSION LIABILITY					
	17	(1,041,000)	-	(1,041,000)	(1,041,000)
NET ASSETS					
		<u>2,195,968</u>	<u>232,004</u>	<u>2,427,972</u>	<u>2,154,057</u>
FUNDS					
	16			2,195,968	1,960,706
Unrestricted funds				<u>232,004</u>	<u>193,351</u>
Restricted funds					
TOTAL FUNDS					
				<u>2,427,972</u>	<u>2,154,057</u>

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 4th March 22 and were signed on its behalf by:


Graham Pengelly - Trustee

The notes form part of these financial statements

ST CATHERINE'S - SPEECH AND LANGUAGE**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2021**

		2021	2020
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	<u>432,722</u>	<u>384,318</u>
Net cash provided by operating activities		<u>432,722</u>	<u>384,318</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(468,109)	(122,952)
Sale of investment property		<u>-</u>	<u>260,000</u>
Net cash (used in)/provided by investing activities		<u>(468,109)</u>	<u>137,048</u>
		<u> </u>	<u> </u>
Change in cash and cash equivalents in the reporting period		(35,387)	521,366
Cash and cash equivalents at the beginning of the reporting period		<u>677,183</u>	<u>155,817</u>
Cash and cash equivalents at the end of the reporting period		<u>641,796</u>	<u>677,183</u>

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 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)	273,915	382,035
Adjustments for:		
Depreciation charges	96,490	88,474
Decrease/(increase) in debtors	61,574	(115,463)
Increase in creditors	<u>743</u>	<u>29,272</u>
Net cash provided by operations	<u><u>432,722</u></u>	<u><u>384,318</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.9.20	Cash flow	At 31.8.21
	£	£	£
Net cash			
Cash at bank	<u>677,183</u>	<u>(35,387)</u>	<u>641,796</u>
	<u>677,183</u>	<u>(35,387)</u>	<u>641,796</u>
Total	<u><u>677,183</u></u>	<u><u>(35,387)</u></u>	<u><u>641,796</u></u>

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 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 charitable company is registered in England and Wales and is limited by guarantee without share capital. The registered office address is: Grove Road, Ventnor, Isle of Wight, PO38 1TT

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.

Voluntary Income

Donations are recognised in the Statement of Financial Activities once the charitable company has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably, this is generally upon receipt of the donation.

Grants and pupil premium income is recognised when unconditional element to the income is passed to the charitable company. Where there are performance related terms and conditions that must be met before unconditional entitlement passes to the charitable company, the income is recognised once it is highly probable that these will be met. Where no such conditions are in place the income is recognised when it is received.

Activities for generating funds

This consists of shop income and accommodation income. The shop income is recognised in the Statement of Financial Activities, net of VAT when the goods are delivered. Accommodation income is recognised based on the date of the stay.

Investment Income

Rental income is recognised in the period to which the rental income relates.

Incoming Resources from Charitable Activities

Income from charitable activities is recognised, net of VAT and all other sales taxes when the services are provided. This consists of school fees income payable by the guardian of the children or the local authority.

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.

Freehold property	- not provided
Long leasehold	- Over the period of the lease

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Improvements to property	- Straight line over 3 - 50 years
Plant and machinery	- Straight line over 3 - 50 years

It is the charity's policy not to depreciate freehold property as the trustees believe they are held in good repair and annual improvements are carried out. The trustees consider this policy best reflects the value of freehold property.

Investment property

Investment property is shown at the most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is transferred to the revaluation reserve.

Depreciation is not provided in respect of investment properties. This policy complies with the requirements of FRS 102 and the Charities SORP however it represents a departure from the requirements of the Companies Act 2006, which requires depreciation to be provided. The trustees consider that this policy is necessary in order that the accounts may give a true and fair view.

Taxation

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

Fund accounting

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

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

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

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

The Charity operates three staff pension schemes providing benefits based on final pensionable pay as follows:

(i) Teacher's Pension Scheme

This is a statutory, contributory final salary scheme. It is an unfunded scheme which is provided for by the Superannuation Act 1972 under which retirement and other superannuation benefits are paid out of monies provided by Parliament.

(ii) Isle of Wight Council Pension Fund

This is a Local Government Pension Scheme run by the Isle of Wight Council as administering authority. The Fund is maintained by the Isle of Wight Council under regulations made under the Superannuations Act 1972. As the scheme is set up by statute, payment of the scheme benefits is guaranteed by law. Contributions for both schemes are charged to the Statement of Financial Activities so as to spread the costs of pensions over employees' working lives with the organisation. Any actuarial gains or losses relating to the scheme is recognised in the Statement of Financial Activities in accordance with FRS102.

(iii) Scottish Equitable group Personal Pension Scheme

The Charity has set up a separate Group Personal Pension Scheme. This is a defined contribution scheme in which the contributions are being charged to the Statement of Financial Activities so as to spread the cost of pensions over the employees' working lives with the organisation.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021**2. DONATIONS AND LEGACIES**

	2021	2020
	£	£
Donations	12,863	34,182
Gift aid	3,727	6,465
Fundraising activities	13,998	11,795
Grants	<u>213,870</u>	<u>112,247</u>
	<u>244,458</u>	<u>164,689</u>

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

	2021	2020
	£	£
Education Funding Agency - Devolved Formula	62,791	31,172
Education Funding Agency - Bursary Fund	1,766	2,523
Education Funding Agency - Pupil Premium	13,731	14,825
Education Funding Agency - Sports Premium	11,525	7,000
Education Funding Agency - Teachers Pay	4,375	12,250
Education Funding Agency - Teachers Pension Scheme	29,097	33,946
Education Funding Agency - Covid Catch-up Premium	59,895	-
Isle of Wight Council - COVID Business Support	12,336	10,000
Isle of Wight Council - Contain Outbreak Management Fund	8,000	-
Isle of Wight Council - Summer School	2,100	-
Isle of Wight Council - Winter Grant Scheme	1,584	-
Co-op Local Community Fund	2,233	531
Other Minor Grants	<u>4,437</u>	
	<u>213,870</u>	<u>112,247</u>

3. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Shop income	6,106	4,600
Accommodation, rent and other income	<u>23,060</u>	<u>21,018</u>
	<u>29,166</u>	<u>25,618</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

4. INVESTMENT INCOME		2021	2020
		£	£
Investment income		<u>46</u>	<u>589</u>
5. INCOME FROM CHARITABLE ACTIVITIES		2021	2020
		£	£
	Activity		
School fees - Private and local authority funded	Educational services	2,130,498	1,791,699
School fees - EFA funded	Educational services	605,833	691,667
Post 19 income	Educational services	<u>622,519</u>	<u>478,423</u>
		<u>3,358,850</u>	<u>2,961,789</u>
6. RAISING FUNDS			
Raising donations and legacies		2021	2020
		£	£
Staff costs		51,294	49,893
Books, materials and small equipment		<u>5,297</u>	<u>4,116</u>
		<u>56,591</u>	<u>54,009</u>
Other trading activities		2021	2020
		£	£
Shop expenses		<u>1,779</u>	<u>6,467</u>
Aggregate amounts		<u>58,370</u>	<u>60,476</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Educational services	<u>2,706,637</u>	<u>593,598</u>	<u>3,300,235</u>

8. SUPPORT COSTS

	Other £	Governance costs £	Totals £
Educational services	<u>557,824</u>	<u>35,774</u>	<u>593,598</u>

Support costs consist of the day to day running costs of the charity. Material support costs include general repairs to the property, depreciation charges, gas and electricity charges and food supply costs.

9. NET INCOME/(EXPENDITURE)

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

	2021 £	2020 £
Auditors' remuneration	5,310	4,930
Auditors' remuneration for non audit work	3,050	2,910
Depreciation - owned assets	96,490	88,474
Other operating leases	<u>2,466</u>	<u>29,945</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

No trustees received any remuneration or other benefits for the year ended 31 August 2021 nor for the year ended 31 August 2020.

Trustees' expenses

During the year total expenses paid on behalf of trustees amounted to £nil (2020 : Nil).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021**11. STAFF COSTS**

	2021	2020
	£	£
Wages and salaries	2,190,608	1,814,546
Social security costs	179,609	142,344
Other pension costs	<u>176,866</u>	<u>106,080</u>
	<u><u>2,547,083</u></u>	<u><u>2,062,970</u></u>

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

	2021	2020
Full time	43	43
Part time	<u>50</u>	<u>50</u>
	<u><u>93</u></u>	<u><u>93</u></u>

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

	2021	2020
£80,001 - £90,000	<u><u>1</u></u>	<u><u>1</u></u>

The principal is considered key management personnel. The total employee benefits for this post were £81,793.

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	37,167	127,522	164,689
Charitable activities			
Educational services	2,961,789	-	2,961,789
Other trading activities	25,618	-	25,618
Investment income	589	-	589
Other income	<u>9,520</u>	<u>-</u>	<u>9,520</u>
Total	3,034,683	127,522	3,162,205
EXPENDITURE ON			
Raising funds	60,476	-	60,476
Charitable activities			
Educational services	<u>2,713,351</u>	<u>6,343</u>	<u>2,719,694</u>
Total	2,773,827	6,343	2,780,170

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted funds £	Restricted fund £	Total funds £
NET INCOME	260,856	121,179	382,035
RECONCILIATION OF FUNDS			
Total funds brought forward			
As previously reported	2,000,850	72,172	2,073,022
Prior year adjustment	<u>(301,000)</u>	<u>-</u>	<u>(301,000)</u>
As restated	<u>1,699,850</u>	<u>72,172</u>	<u>1,772,022</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>1,960,706</u></u>	<u><u>193,351</u></u>	<u><u>2,154,057</u></u>

The above note shows the Statement of Financial Activities, split by fund, for the year ended 31 August 2020.

13. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Improvements to property £	Plant and machinery £	Totals £
COST					
At 1 September 2020	372,032	16,479	1,418,742	1,246,625	3,053,878
Additions	<u>-</u>	<u>350,789</u>	<u>80,717</u>	<u>36,603</u>	<u>468,109</u>
At 31 August 2021	<u>372,032</u>	<u>367,268</u>	<u>1,499,459</u>	<u>1,283,228</u>	<u>3,521,987</u>
DEPRECIATION					
At 1 September 2020	-	16,479	482,146	1,052,065	1,550,690
Charge for year	<u>-</u>	<u>2,807</u>	<u>36,390</u>	<u>57,293</u>	<u>96,490</u>
At 31 August 2021	<u>-</u>	<u>19,286</u>	<u>518,536</u>	<u>1,109,358</u>	<u>1,647,180</u>
NET BOOK VALUE					
At 31 August 2021	<u>372,032</u>	<u>347,982</u>	<u>980,923</u>	<u>173,870</u>	<u>1,874,807</u>
At 31 August 2020	<u>372,032</u>	<u>-</u>	<u>936,596</u>	<u>194,560</u>	<u>1,503,188</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021**14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Trade debtors	981,504	1,025,759
Other debtors	67,507	27,227
Accrued income	34,305	110,476
Prepayments	<u>48,970</u>	<u>30,398</u>
	<u>1,132,286</u>	<u>1,193,860</u>

Of the £981,504 of trade debtors, the charity has received £641,759 between the balance sheet date and the date that the Trustees' report has been approved.

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade creditors	19,111	46,327
Social security and other taxes	77,133	71,499
Other creditors	39,035	48,405
Accruals and deferred income	<u>44,638</u>	<u>12,943</u>
	<u>179,917</u>	<u>179,174</u>

16. MOVEMENT IN FUNDS

	At 1.9.20	Net movement	Transfers between	At
	£	in funds	funds	31.8.21
	£	£	£	£
Unrestricted funds				
General fund	948,518	331,751	(89,314)	1,190,955
Fixed Asset Fund Including Revaluation Reserve	1,503,188	(96,489)	439,314	1,846,013
Pension Scheme Deficit	(1,041,000)	-	-	(1,041,000)
Repairs fund	200,000	-	-	200,000
College building fund	<u>350,000</u>	<u>-</u>	<u>(350,000)</u>	<u>-</u>
	1,960,706	235,262	-	2,195,968
Restricted funds				
Restricted Fund	<u>193,351</u>	<u>38,653</u>	<u>-</u>	<u>232,004</u>
TOTAL FUNDS	<u>2,154,057</u>	<u>273,915</u>	<u>-</u>	<u>2,427,972</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

16. 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	3,425,088	(3,093,337)	331,751
Fixed Asset Fund Including Revaluation Reserve	-	(96,489)	(96,489)
	3,425,088	(3,189,826)	235,262
Restricted funds			
Restricted Fund	207,432	(168,779)	38,653
TOTAL FUNDS	<u>3,632,520</u>	<u>(3,358,605)</u>	<u>273,915</u>

Comparatives for movement in funds

	At 1.9.19 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31.8.20 £
Unrestricted funds					
General fund	1,038,897	-	349,330	(439,709)	948,518
Fixed Asset Fund Including Revaluation Reserve	1,701,953	-	(88,474)	(110,291)	1,503,188
Pension Scheme Deficit	(740,000)	(301,000)	-	-	(1,041,000)
Repairs fund	-	-	-	200,000	200,000
College building fund	-	-	-	350,000	350,000
	2,000,850	(301,000)	260,856	-	1,960,706
Restricted funds					
Restricted Fund	72,172	-	121,179	-	193,351
TOTAL FUNDS	<u>2,073,022</u>	<u>(301,000)</u>	<u>382,035</u>	<u>-</u>	<u>2,154,057</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

16. 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	3,034,683	(2,685,353)	349,330
Fixed Asset Fund Including Revaluation Reserve	-	(88,474)	(88,474)
	3,034,683	(2,773,827)	260,856
Restricted funds			
Restricted Fund	127,522	(6,343)	121,179
	<u>3,162,205</u>	<u>(2,780,170)</u>	<u>382,035</u>

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

	At 1.9.19 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31.8.21 £
Unrestricted funds					
General fund	1,038,897	-	681,081	(529,023)	1,190,955
Fixed Asset Fund Including Revaluation Reserve	1,701,953	-	(184,963)	329,023	1,846,013
Pension Scheme Deficit	(740,000)	(301,000)	-	-	(1,041,000)
Repairs fund	-	-	-	200,000	200,000
	2,000,850	(301,000)	496,118	-	2,195,968
Restricted funds					
Restricted Fund	72,172	-	159,832	-	232,004
	<u>2,073,022</u>	<u>(301,000)</u>	<u>655,950</u>	<u>-</u>	<u>2,427,972</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

16. 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	6,459,771	(5,778,690)	681,081
Fixed Asset Fund Including Revaluation Reserve	-	(184,963)	(184,963)
	6,459,771	(5,963,653)	496,118
Restricted funds			
Restricted Fund	334,954	(175,122)	159,832
TOTAL FUNDS	<u>6,794,725</u>	<u>(6,138,775)</u>	<u>655,950</u>

Details of the funds are as follows:

Designated Funds**Fixed Asset fund including revaluation reserve**

The trustees have decided to show reserves relating to fixed assets separately to free reserves. This fund also includes the revaluation reserve which represents the amount by which investments exceed their historical cost.

Pension scheme deficit

The pension scheme deficit fund represents the projected value of the pension scheme assets less liabilities.

Repairs fund

The trustees have allocated £200,000 from cash funds held to hold for major repairs and improvements that have been identified.

College building fund

The trustees have identified a site to expand the school operation and it is intended that the charity would purchase this in the next financial year. The cost of the site is £350,000 which is the amount designated.

Restricted Funds**Education funding agency 16 -19 bursaries**

This fund represents moneys paid to the school by the EFA to be spent on the development and continuation of services for vulnerable 16-19 year olds.

Department for Education pupil premium

This fund represents moneys paid to the school by DFE via local authorities to be spent on improving the academic performance of disadvantaged students.

Education funding agency capital and maintenance

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

16. MOVEMENT IN FUNDS - continued

This fund represents moneys paid to the school by the EFA to be spent on improvements, maintenance and capital repairs of buildings and other facilities.

There are several minor restricted funds which at the year end totalling £17,500 which are due to be spent in the next accounting period.

17. EMPLOYEE BENEFIT OBLIGATIONS**Defined benefit scheme**

The Charity contributes to the Isle of Wight Council Pension fund. This is a separately funded scheme under which the Isle of Wight Council has set up a separate pension fund. The school is permitted to participate in the scheme under the terms of an 'administration agreement' for non teaching employees.

This is a defined benefit scheme in the UK. A full actuarial valuation was carried out as at 31 August 2019, the date at which the employer ceased to be a member of the scheme, by a qualified independent actuary. The Isle of Wight Council establishes the rates of contribution for both employees and employers participating in the scheme. The current rates for employees are variable and 20.3% for employers. The employer is also seeking re admission to the scheme in the year ended 31 August 2022 at which point the liability will be recalculated.

Details of the scheme are as follows:

The amounts recognised in the Balance Sheet are as follows:

	Defined benefit pension plans	
	2021	2020
	£	£
Present value of funded obligations	(3,843,000)	(3,843,000)
Fair value of plan assets	<u>2,802,000</u>	<u>2,802,000</u>
	(1,041,000)	(1,041,000)
Present value of unfunded obligations	<u>-</u>	<u>-</u>
Deficit	<u>(1,041,000)</u>	<u>(1,041,000)</u>
Net liability	<u>(1,041,000)</u>	<u>(1,041,000)</u>

The amounts recognised in the Statement of Financial Activities are as follows:

	2021	2020
	£	£
Current service cost	-	-
Past service cost	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Actual return on plan assets	<u>-</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

17. EMPLOYEE BENEFIT OBLIGATIONS - continued

Changes in the present value of the defined benefit obligation are as follows:

	Defined benefit pension plans	
	2021	2020
	£	£
Opening defined benefit obligation	<u>3,843,000</u>	<u>3,843,000</u>
	<u>3,843,000</u>	<u>3,843,000</u>

Changes in the fair value of scheme assets are as follows:

	Defined benefit pension plans	
	2021	2020
	£	£
Opening fair value of scheme assets	<u>2,802,000</u>	<u>2,802,000</u>
	<u>2,802,000</u>	<u>2,802,000</u>

The amounts recognised in other recognised gains and losses are as follows:

2021	2020
£	£
<u>-</u>	<u>-</u>

The major categories of scheme assets as a percentage of total scheme assets are as follows:

	Defined benefit pension plans	
	2021	2020
Equities	-	-
Bonds	-	-
Property	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

Principal actuarial assumptions at the Balance Sheet date (expressed as weighted averages):

	2021	2020
Discount rate	-	-
Future salary increases	-	-
Future pension increases	-	-

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021

17. EMPLOYEE BENEFIT OBLIGATIONS - continued
Defined contribution scheme

The Charity contributes to two other separate staff pension schemes for eligible employees who also make a contribution. Details of these schemes are set out below:

Teachers' Pension Scheme

This is a contributory scheme run by Teachers' Pensions. The benefits of the scheme are governed by the Teachers' Pension Regulations 1997. The scheme automatically covers full time teachers who have not opted out of the scheme to make their own pension arrangements. Members of the scheme pay at varying rates ranging from 7.4% to 11.7% of their salary; the school pays a contribution of 16.48% of the member's salary.

Teachers' contributions are on a 'pay as you go' basis and the school's contributions are credited to the Exchequer under arrangements covered by the Superannuation Act 1972. The Teachers' Pension Regulations require an annual account, the Teachers' Pension Account, to be kept of receipts and expenditure. Any excess of income over expenditure is deemed to be invested in government securities and notional interest is added to the account; the resultant balance is known as the 'notional fund'.

Scottish Equitable Group Personal Pension Scheme

The Charity also operates a defined contribution group personal pension scheme, the assets of which are held separately from those of the Charity in an independently administered fund. The charge for the year represents the cost of employer's contributions to the scheme for the year for those employees opting to join the scheme. Contributions are made by both employee and employer based mainly on a percentage of the employee's salary. The employer's contribution is between 1% and 4%.

18. CAPITAL COMMITMENTS

	2021	2020
	£	£
Contracted but not provided for in the financial statements	<u>513,000</u>	<u>-</u>

The commitment relates to the acquisition of student accommodation which was completed in October 2021 and partially funded through a bank loan of £396,000, with the remainder being funded by the general reserves of the charity.

19. RELATED PARTY DISCLOSURES

During the year, the Charity received income of £1,000 (2020: £1,050) from the Trustees under normal operating conditions.