

REGISTERED COMPANY NUMBER: 02274166 (England and Wales)
REGISTERED CHARITY NUMBER: 299690

Report of the Trustees and
Financial Statements For The Year Ended 31 July 2023
for
The Knowl Hill Foundation

Fuller Spurling
Statutory Auditors
Mill House
58 Guildford Street
Chertsey
Surrey
KT16 9BE

The Knowl Hill Foundation

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The Knowl Hill Foundation
Report of the Trustees
For The Year Ended 31 July 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 July 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Aims

The company is a non-political, non-religious, British charity engaged in promoting and providing for the advancement of the education of dyslexic children and children with specific learning difficulties, who for one reason or another have been failed by mainstream schools, and who need the specialist teaching in a small caring environment, which can be provided at the Knowl Hill School in Pirbright, Surrey.

In addition, the foundation aspires to help educate teachers from the mainstream of education to recognise and help children in their schools who may be dyslexic.

There has been no change in the declared policy of the Foundation. The Foundation continues to attract students, to the Knowl Hill School, from both the private sector, and from different local authorities.

The Trustees have complied with the duty in section 4 of the 2011 Charities Act to have regard to guidance published by the Charity Commission on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee-charging.

The Knowl Hill School seeks to benefit the public through its stated aims. The school is committed to safeguarding and promoting the welfare of our students. Parents are given regular information about their children's social and academic progress through parent's evenings. The school operates an 'open door' policy for parents.

Our school welcomes students from all backgrounds, and we are an equal opportunity organisation committed to a working environment that is free from any form of discrimination.

Objectives

The key objectives for the year are:

- To provide continuing support of our students through our bursary fund
- To provide the academic curriculum each child needs to fulfil his/her full potential.
- To continue and develop the pastoral care we provide for students.
- To increase the range of GCSE, iGCSE and BTEC qualifications available for the children
- To invest in the infrastructure of our school to ensure a safe and pleasant environment for both students and staff.
- To invest in new technology which will benefit the children whose learning difficulties make normal reading and writing difficult.
- To provide support to children with speech and language difficulties associated with their specific learning difficulties.

The Knowl Hill Foundation

Report of the Trustees For The Year Ended 31 July 2023

ACHIEVEMENT AND PERFORMANCE

In the academic year 2022/23, the pupil numbers reached 63 places by the end of the year.

Exams

There were 13 students in year 11 in the academic year 2022-2023.

We offer a vast option of choices due to the pupil needs; this enables all of our students to leave with a range of qualifications suited to their level of learning (grades awarded across the year group from Entry level Certificate through GCSE). The GCSEs taken in this academic year were:

- GCSE Art, Craft & Design
- GCSE Photography
- GCSE Textiles
- iGCSE English Language
- GCSE English Literature
- iGCSE Combined Science
- GCSE Combined Science
- GCSE Mathematics
- GCSE Statistics
- GCSE Drama

Variations in exam results among students are not uncommon, as students pursue different qualifications and have varying levels of preparation and aptitude for their chosen fields of study. The fact that these variations did not hinder students' progress to college is a testament to the effective support and guidance provided by the school.

Successful transitions to college placements demonstrate that the school adequately prepared students for the next stage of their educational journey. This preparation likely included not only academic instruction but also guidance on college applications, career counseling, and other resources to help students make informed decisions about their future.

A positive track record of successful college placements also contributed to the reputation and credibility of the school, attracting future students who aspire to similar achievements.

Ofsted Inspection

The school was inspected by Ofsted from 22 to 24 November 2022. This inspection was conducted under the new, rigorous framework. The comments are extremely pleasing within the published report. Areas for improvement are included in the school improvement plan.

GIAF has been updated to reflect the material change of 65 students on roll.

IT Equipment

Due to a greater need for assistive technology, more students require reading pens and laptops. We will continue to invest in new technology to enable our students to realise their full potential.

Buildings

Repairs and maintenance to the fabric of the building will continue. We have a regular maintenance schedule of improvement and re-decoration which continue year on year.

Whilst we cannot increase the size of the school due to planning constraints we will continue to look at how best to use our existing space which may mean changes to the infrastructure of the school buildings.

Grant Making

The charity does not have a formal grant-making policy, except for bursaries, however assistance is given to local state schools wherever possible, such as enabling teachers / lecturers to spend time at the school to see how we cater for our children. University departments come to do research, case studies, and a copy of their reports / findings are sent to us, so that we can use them to develop our learning / teaching skills.

Charitable Activities

The Knowl Hill Foundation

Report of the Trustees For The Year Ended 31 July 2023

As in previous years, the school has continued to support a number of national or local charities and organisations. Other charities were helped by fund-raising activities, some of which form part of our community-cohesion program.

FINANCIAL REVIEW

Financial position

The results for the year are shown in the attached Statement of Financial Activities. Income increased from £1,564,625 in 2022 to £1,633,063. Expenditure increased from £1,455,467 to £1,569,651 after depreciation of £48,605 (2022: £61,182). There were net incoming resources of £63,412 this year compared to £109,158 last year. Total funds carried forward have increased to £996,221 (2022: £932,809).

The policy of the school is to ensure we have funds available before any major expenditure is incurred.

Principal funding sources

Principal funding arises from School Fees collected each Term.

Investment policy and objectives

The School's major investment is in the Land and Buildings of the School and in its regular upkeep.

Reserves policy

The Trustees review the financial reports at each bi-monthly meeting to ensure sufficient reserves are maintained for the needs of the day to day running of the School. Any surpluses are retained within the Charity and utilised for School purposes. It is considered desirable to try to aim to retain sufficient cash reserves to cover at least one term's expenditure. At 31st July 2023 unrestricted funds, excluding fixed assets, were £839,000 compared to one term's expenditure of approximately £523,000.

Market Value of Freehold Property

A covenant exists on the land on which the school resides, which states it may only be used for educational purposes. The trustees do not therefore consider it practicable to establish whether there is a significant difference between the market value and book value of the freehold property.

The Knowl Hill Foundation

Report of the Trustees For The Year Ended 31 July 2023

FUTURE DEVELOPMENTS

Knowl Hill Special Educational Needs School will expand its operations by opening a second campus to cater for 30 students. An offer has been made for another school site and was accepted but no exchange or completion date confirmed. A covenant exists on the school's land which states it may only be used for educational purposes. Surveyors have been instructed, a loan from a third party arranged, and solicitor and accountant advice has been taken

The expansion of Knowl Hill Special Educational Needs School aligns with the pressing need to provide specialised education and support to children and young people facing specific learning difficulties and anxiety disorders.

The school will focus on offering a multi-pronged, coordinated approach to reintegrate children and young people struggling with mental health disorders and school phobia into a conducive, supportive, nurturing space to enable access to a sensory and therapeutic school curriculum, including skills for life.

TEACHING & CURRICULUM FUTURE DEVELOPMENTS

External courses for staff for the year included:

Two staff members are completing their L5 Dyslexia Diploma with Dyslexia Action.

Two staff members are completing their second year of Early Career Teaching (ECT)

One member of staff completed the Forest School Training.

One staff member started the Dyscalculia course.

All staff received safeguarding awareness training on INSET day by a safeguarding consultant.

All Governors received governor training on INSET day by a consultant.

All staff received GDPR training.

Therapists are also attended short courses.

Internal training: Staff training continued on Wednesday afternoons, on subjects including:

Training on dyslexia, DLD, sensory processing difficulties, attention difficulties, APD and DCD.

Case studies.

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.

Organisation

The day-to-day management of the charity, as designated by the trustees, is undertaken by the Head.

The Trustees meet on a regular bi-monthly basis, in conjunction with the Head and staff representative. At the general meeting the Trustees review the Head's report, the Deputy Head's Report, the Business Manager's report, the SENDCo report and the staff representative report.

The Trustees also meet as required term in conjunction with the Head, Deputy Head and School Business Manager to discuss finances and capital expenditure and future developments of the school.

Induction and training of new trustees

A potential Trustee is invited to become a Trustee and the aims of the Charity are explained in detail. Copies of annual reports and accounts and a copy of the governing trust deed and the Charity Commission's guidance, The Essential Trustee, are made available to potential trustees. The potential Trustee is then invited to a normal board meeting and introduced to the rest of the Trustees and unless there are any objections is invited to join the charity as a Trustee, after the meeting.

It is recommended that all Trustees read the relevant Charity Commission guidelines and the responsibilities of a Trustee are clearly defined under these guidelines. (ICSA guide 'Recruitment Appointment and Induction of Charity Trustees')

The Knowl Hill Foundation

Report of the Trustees For The Year Ended 31 July 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The Trustees have reviewed, identified and recorded the major risks to the charity.

The Trustees have identified the major risk to the charity as being a loss of students. This would be counteracted by a reduction in staff. The Trustees have agreed a minimum number of students that the school requires to cover overheads.

The School has adequate insurance cover for all risks, including public liability and it is reviewed yearly.

The Head and Educational Visits Coordinator is responsible for risk assessments connected with any school trip. These are reviewed via the Evolve system and by a Trustee who has experience in such matters.

A Trustee also attends a Safeguarding meeting each term with the Designated Safeguarding Lead and E Safety Representative.

Access Policy

Our school is not restricted to those who can afford our fees. As a school for children with specific learning difficulties it must only take children that would benefit from specialised teaching designed for an individual child's specific difficulties. Therefore, a full Educational Psychologist's report is required prior to admission as well as a report from the child's previous school and Educational Health and Care Plan (desirable). The child is then invited to spend 2 days at the school where they can be assessed by the staff in a class environment.

The Head will then discuss with the parents the suitability of the school and the fee structure. A bursary place may be offered if it is available, and the parents financial situation merits it. If the child has an Education Health and Care Plan (EHCP) given by the Local Educational Authority, then that Authority will be invited to meet with the Head and SENDCo for discussion as to how that child's need can be fulfilled.

Speech and Language Therapy, Occupational Therapy and a School Counsellor are available to all students who need their services. Funding is provided by their Local Authorities for this or by the parents of the pupil if they are private. The school caters for students with a growing number of special needs, with a holistic approach which includes a wide variety of interventions, outlined in the document 'Knowl Hill School Provision'.

It should be noted that approximately 95% of our children are funded by the Local Education Authority as there is no other suitable educational establishment for them. Where necessary a representative of the school will attend Tribunals where parents are appealing against LA decisions. No child is rejected by the school if he / she meets the basic criterion of having a specific learning difficulty - unless there are simply no immediate places available. In those cases, the child can be placed on a waiting list.

Bursary Policy

Bursaries are the cost of the school fees for a half term. A bursary is reviewed half termly. In assessing a parents means of paying school fees we take into account their annual salary and expenses and any other family commitments.

We also make arrangements for parents to pay monthly if the need is great.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02274166 (England and Wales)

Registered Charity number

299690

The Knowl Hill Foundation

Report of the Trustees For The Year Ended 31 July 2023

Registered office

School Lane
Pirbright
Surrey
GU24 0JN

Trustees

J C Cooke (appointed 1.10.22)
K Rowland-Doyle (resigned 10.10.23)
A M Rhodes
E M Spencer
K Govender (appointed 1.9.22)
R K Law (appointed 15.6.23)
N Todd (resigned 31.1.23)
R H Wallis (resigned 28.3.23)

Company Secretary

A M Rhodes

Auditors

Fuller Spurling
Statutory Auditors
Mill House
58 Guildford Street
Chertsey
Surrey
KT16 9BE

Bankers

HSBC plc
6 Commercial Way
Woking
Surrey
GU21 1EZ

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of The Knowl Hill Foundation 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.

The Knowl Hill Foundation

**Report of the Trustees
For The Year Ended 31 July 2023**

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

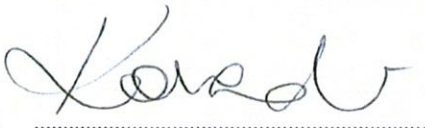
In so far as the trustees are aware:

- 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, Fuller Spurling, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 30-11-2023 and signed on its behalf by:



.....
K Govender - Trustee

Report of the Independent Auditors to the Members of The Knowl Hill Foundation

Opinion

We have audited the financial statements of The Knowl Hill Foundation (the 'charitable company') for the year ended 31 July 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

**Report of the Independent Auditors to the Members of
The Knowl Hill Foundation**

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.

**Report of the Independent Auditors to the Members of
The Knowl Hill Foundation**

Our responsibilities for the audit of the financial statements

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

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

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Charitable Company and determined that the most significant are those that relate to the Charities Act 2011 and Charities SORP as they directly impact way the entity conducts its affairs and presents information in its financial statements.

We assessed the risks of material misstatement in respect of fraud by making enquiries of management and those charged with governance. The audit team discussed and identified particular areas that were susceptible to misstatement as part of their fraud discussion.

Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above and made enquiries of management and those charged with governance. We corroborated our enquiries through the review of appropriate documentation. We did not find any contradictory evidence.

We considered the risk of fraud through management override and in response we incorporated testing of manual journal entries, both during the year and at year end, into our audit approach.

Based on the results of our risk assessment we designed our audit procedures to identify and address material misstatements in relation to fraud in relation to the possibility of fraudulent or corrupt payments given the size of the entity and the limitation on the segregation of certain duties

We incorporated an element of unpredictability in the selection of the nature, timing and extent of our audit procedures.

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.

Mark Harvey (Senior Statutory Auditor)
for and on behalf of Fuller Spurling
Statutory Auditors
Mill House
58 Guildford Street
Chertsey
Surrey
KT16 9BE



Date: 14/12/2023

The Knowl Hill Foundation

**Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
For The Year Ended 31 July 2023**

	Notes	Unrestricted funds £	Restricted funds £	31.7.23 Total funds £	31.7.22 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	12,670	-	12,670	9,580
Charitable activities	4				
School fees		1,609,580	-	1,609,580	1,553,891
Investment income	3	10,813	-	10,813	1,154
Total		<u>1,633,063</u>	<u>-</u>	<u>1,633,063</u>	<u>1,564,625</u>
EXPENDITURE ON					
Charitable activities	5				
School expenditure		<u>1,569,141</u>	<u>510</u>	<u>1,569,651</u>	<u>1,455,467</u>
NET INCOME/(EXPENDITURE)		63,922	(510)	63,412	109,158
RECONCILIATION OF FUNDS					
Total funds brought forward		931,879	930	932,809	823,651
TOTAL FUNDS CARRIED FORWARD		<u><u>995,801</u></u>	<u><u>420</u></u>	<u><u>996,221</u></u>	<u><u>932,809</u></u>

The notes form part of these financial statements

The Knowl Hill Foundation

**Balance Sheet
31 July 2023**

	Notes	Unrestricted funds £	Restricted funds £	31.7.23 Total funds £	31.7.22 Total funds £
FIXED ASSETS					
Tangible assets	12	156,088	266	156,354	200,020
CURRENT ASSETS					
Stocks	13	3,000	-	3,000	3,000
Debtors	14	95,875	-	95,875	272,625
Cash at bank and in hand		895,825	154	895,979	755,420
		<u>994,700</u>	<u>154</u>	<u>994,854</u>	<u>1,031,045</u>
CREDITORS					
Amounts falling due within one year	15	(154,987)	-	(154,987)	(298,256)
NET CURRENT ASSETS		<u>839,713</u>	<u>154</u>	<u>839,867</u>	<u>732,789</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>995,801</u>	<u>420</u>	<u>996,221</u>	<u>932,809</u>
NET ASSETS		<u><u>995,801</u></u>	<u><u>420</u></u>	<u><u>996,221</u></u>	<u><u>932,809</u></u>
FUNDS	16				
Unrestricted funds				995,801	931,879
Restricted funds				<u>420</u>	<u>930</u>
TOTAL FUNDS				<u><u>996,221</u></u>	<u><u>932,809</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 20-11-2023 and were signed on its behalf by:



.....
K Govender - Trustee

The notes form part of these financial statements

The Knowl Hill Foundation

**Cash Flow Statement
For The Year Ended 31 July 2023**

	Notes	31.7.23 £	31.7.22 £
Cash flows from operating activities			
Cash generated from operations	1	134,685	181,368
Net cash provided by operating activities		<u>134,685</u>	<u>181,368</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(4,939)	(58,881)
Interest received		10,813	1,154
Net cash provided by/(used in) investing activities		<u>5,874</u>	<u>(57,727)</u>
Change in cash and cash equivalents in the reporting period		<u>140,559</u>	<u>123,641</u>
Cash and cash equivalents at the beginning of the reporting period		<u>755,420</u>	<u>631,779</u>
Cash and cash equivalents at the end of the reporting period		<u><u>895,979</u></u>	<u><u>755,420</u></u>

The notes form part of these financial statements

The Knowl Hill Foundation

**Notes to the Cash Flow Statement
For The Year Ended 31 July 2023**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES			
		31.7.23	31.7.22
		£	£
Net income for the reporting period (as per the Statement of Financial Activities)		63,412	109,158
Adjustments for:			
Depreciation charges		48,605	61,183
Interest received		(10,813)	(1,154)
Decrease/(increase) in debtors		176,750	(242,556)
(Decrease)/increase in creditors		(143,269)	254,737
		<u>134,685</u>	<u>181,368</u>
Net cash provided by operations		<u>134,685</u>	<u>181,368</u>
 2. ANALYSIS OF CHANGES IN NET FUNDS			
	At 1.8.22	Cash flow	At 31.7.23
	£	£	£
Net cash			
Cash at bank and in hand	755,420	140,559	895,979
	<u>755,420</u>	<u>140,559</u>	<u>895,979</u>
Total	<u>755,420</u>	<u>140,559</u>	<u>895,979</u>

The notes form part of these financial statements

The Knowl Hill Foundation

Notes to the Financial Statements For The Year Ended 31 July 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Charities Act 2011 and the Companies Act 2006.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

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.

School fees are stated inclusive of reimbursed travel, school trips, exam fees and other costs.

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.

Charitable activities

Charitable activities include expenditure associated with the operation of the school and include both the direct costs and support costs relating to these activities.

Governance costs

Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

Allocation and apportionment of costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, e.g., allocating property costs by floor areas or per capita, staff costs by the time spent and other costs by their usage. 10% of overhead costs have been attributed to governance expenditure, with 90% attributable to the charitable activities of the Charity.

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	- 5% on cost
Equipment & furniture	- 20% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 33% on cost

Fixed Assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing below £1,000 are not capitalised.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

The Knowl Hill Foundation

Notes to the Financial Statements - continued For The Year Ended 31 July 2023

1. ACCOUNTING POLICIES - continued

Taxation

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

Fund accounting

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

Designated funds are set aside by the trustees out of unrestricted general funds for specific future purposes or projects.

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.

Pension costs and other post-retirement benefits

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

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash at bank and in hand, and demand deposits with banks.

Creditors

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. DONATIONS AND LEGACIES

	Unrestricted funds £	Restricted funds £	31.7.23 Total funds £	31.7.22 Total funds £
Donations	<u>12,670</u>	<u>-</u>	<u>12,670</u>	<u>9,580</u>

The Knowl Hill Foundation

**Notes to the Financial Statements - continued
For The Year Ended 31 July 2023**

3. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	31.7.23 Total funds £	31.7.22 Total funds £
Deposit account interest	10,813	-	10,813	1,154
	<u>10,813</u>	<u>-</u>	<u>10,813</u>	<u>1,154</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	31.7.23 £	31.7.22 £
School Fees and Reimbursed charges	School fees	1,609,580	1,553,891
		<u>1,609,580</u>	<u>1,553,891</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 6) £	Support costs (see note 7) £	Totals £
School expenditure	1,266,623	303,028	1,569,651
	<u>1,266,623</u>	<u>303,028</u>	<u>1,569,651</u>

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.7.23 £	31.7.22 £
Staff costs	1,103,794	1,032,903
Educational supplies	20,775	17,304
School Trips	23,698	15,294
Daily travel cost of pupils	25,441	26,488
Other overheads	13,899	10,588
Bursary Awarded	15,781	18,429
Compensation - loss of office	20,000	-
Depreciation	43,235	55,065
	<u>1,266,623</u>	<u>1,176,071</u>

7. SUPPORT COSTS

	Overhead costs £	Governance costs £	Totals £
School expenditure	132,095	170,933	303,028
	<u>132,095</u>	<u>170,933</u>	<u>303,028</u>

The Knowl Hill Foundation

**Notes to the Financial Statements - continued
For The Year Ended 31 July 2023**

7. SUPPORT COSTS - continued

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

Overhead costs

	31.7.23 School expenditure £	31.7.22 Total activities £
Rents, Rates and Insurance	20,737	19,843
Light and heat	12,477	18,882
Telephone	4,333	3,487
Repairs and Renewals	37,452	41,030
Computer Expenses	28,567	28,543
Other Expenses	28,529	17,940
	<u>132,095</u>	<u>129,725</u>

Governance costs

	31.7.23 School expenditure £	31.7.22 Total activities £
Wages	110,298	103,866
Social security	9,733	8,425
Pensions	2,476	2,476
Auditors' remuneration	7,800	7,500
Rents, Rates and Insurance	2,599	2,205
Light and Heat	1,386	4,030
Telephone	481	387
Repairs and Renewals	4,161	4,559
Computer Expenses	3,174	3,172
Other Expenses	3,170	1,993
Accountancy and legal fees	20,285	4,940
Depreciation of tangible fixed assets	5,370	6,118
	<u>170,933</u>	<u>149,671</u>

8. NET INCOME/(EXPENDITURE)

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

	31.7.23 £	31.7.22 £
Auditors' remuneration	7,800	7,500
Depreciation - owned assets	<u>48,605</u>	<u>61,182</u>

The Knowl Hill Foundation

**Notes to the Financial Statements - continued
For The Year Ended 31 July 2023**

9. TRUSTEES' REMUNERATION AND BENEFITS

K. Govender, appointed to the Board on 1st September 2022. He is also a salaried member of staff. His salary and pension benefit for the period after his appointment was £64,366.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 July 2023 nor for the year ended 31 July 2022.

10. STAFF COSTS

	31.7.23	31.7.22
	£	£
Wages and salaries	1,102,979	1,038,661
Social security costs	97,238	84,251
Other pension costs	25,994	24,758
Compensation for loss of office	20,000	-
	<u>1,246,301</u>	<u>1,147,670</u>

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

	31.7.23	31.7.22
Teachers (Full and Part Time)	37	37
Admin & Bursary Staff	8	7
Trustees	6	6
	<u>51</u>	<u>50</u>

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

	31.7.23	31.7.22
£60,001 - £70,000	-	1
£70,001 - £80,000	1	-
	<u>1</u>	<u>1</u>

The key management personnel of the charity comprise the trustees, the Headteacher, the Business manager and the bookkeeper. The total employee benefits of the key management personnel of the Charity were £121,547 (2022: £161,548).

The Knowl Hill Foundation

**Notes to the Financial Statements - continued
For The Year Ended 31 July 2023**

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	9,580	-	9,580
Charitable activities			
School fees	1,553,891	-	1,553,891
Investment income	1,154	-	1,154
Total	<u>1,564,625</u>	<u>-</u>	<u>1,564,625</u>
EXPENDITURE ON			
Charitable activities			
School expenditure	<u>1,454,957</u>	<u>510</u>	<u>1,455,467</u>
NET INCOME/(EXPENDITURE)	109,668	(510)	109,158
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>822,211</u>	<u>1,440</u>	<u>823,651</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>931,879</u></u>	<u><u>930</u></u>	<u><u>932,809</u></u>

12. TANGIBLE FIXED ASSETS

	Freehold property £	Equipment & furniture £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 August 2022	873,014	154,706	9,000	163,995	1,200,715
Additions	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,939</u>	<u>4,939</u>
At 31 July 2023	<u>873,014</u>	<u>154,706</u>	<u>9,000</u>	<u>168,934</u>	<u>1,205,654</u>
DEPRECIATION					
At 1 August 2022	749,758	100,846	4,500	145,591	1,000,695
Charge for year	<u>19,488</u>	<u>13,464</u>	<u>2,250</u>	<u>13,403</u>	<u>48,605</u>
At 31 July 2023	<u>769,246</u>	<u>114,310</u>	<u>6,750</u>	<u>158,994</u>	<u>1,049,300</u>
NET BOOK VALUE					
At 31 July 2023	<u><u>103,768</u></u>	<u><u>40,396</u></u>	<u><u>2,250</u></u>	<u><u>9,940</u></u>	<u><u>156,354</u></u>
At 31 July 2022	<u><u>123,256</u></u>	<u><u>53,860</u></u>	<u><u>4,500</u></u>	<u><u>18,404</u></u>	<u><u>200,020</u></u>

The Knowl Hill Foundation

Notes to the Financial Statements - continued
For The Year Ended 31 July 2023

13. STOCKS

	31.7.23	31.7.22
	£	£
Stocks	3,000	3,000

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.7.23	31.7.22
	£	£
Trade debtors	75,140	252,228
Prepayments	20,735	20,397
	95,875	272,625

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.7.23	31.7.22
	£	£
Trade creditors	21,842	28,325
Social security and other taxes	30,762	28,901
Other creditors	14,032	6,504
Deferred income	62,400	204,170
Accrued expenses	25,951	30,356
	154,987	298,256

16. MOVEMENT IN FUNDS

	At 1.8.22	Net movement in funds	At 31.7.23
	£	£	£
Unrestricted funds			
General fund	906,879	63,922	970,801
Designated funds	25,000	-	25,000
	931,879	63,922	995,801
Restricted funds			
Playground equipment	244	(244)	-
Sundry Items	154	-	154
Other Equipment	532	(266)	266
	930	(510)	420
TOTAL FUNDS	932,809	63,412	996,221

The Knowl Hill Foundation

**Notes to the Financial Statements - continued
For The Year Ended 31 July 2023**

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	1,617,282	(1,553,360)	63,922
Designated funds	15,781	(15,781)	-
	<u>1,633,063</u>	<u>(1,569,141)</u>	<u>63,922</u>
Restricted funds			
Playground equipment	-	(244)	(244)
Other Equipment	-	(266)	(266)
	<u>-</u>	<u>(510)</u>	<u>(510)</u>
TOTAL FUNDS	<u>1,633,063</u>	<u>(1,569,651)</u>	<u>63,412</u>

Comparatives for movement in funds

	At 1.8.21 £	Net movement in funds £	At 31.7.22 £
Unrestricted funds			
General fund	797,211	109,668	906,879
Designated funds	25,000	-	25,000
	<u>822,211</u>	<u>109,668</u>	<u>931,879</u>
Restricted funds			
Playground equipment	488	(244)	244
Sundry Items	154	-	154
Other Equipment	798	(266)	532
	<u>1,440</u>	<u>(510)</u>	<u>930</u>
TOTAL FUNDS	<u>823,651</u>	<u>109,158</u>	<u>932,809</u>

The Knowl Hill Foundation

**Notes to the Financial Statements - continued
For The Year Ended 31 July 2023**

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	1,546,196	(1,436,528)	109,668
Designated funds	18,429	(18,429)	-
	<u>1,564,625</u>	<u>(1,454,957)</u>	<u>109,668</u>
Restricted funds			
Playground equipment	-	(244)	(244)
Other Equipment	-	(266)	(266)
	<u>-</u>	<u>(510)</u>	<u>(510)</u>
TOTAL FUNDS	<u>1,564,625</u>	<u>(1,455,467)</u>	<u>109,158</u>

Restricted funds include: Donations received specifically for the purchase of capitalised playground equipment in 2018 of £1,220; Other capitalised equipment in 2019 of £350 and £980 in 2020; and sundry other donations covering various expenditure headings in 2019 of £1831 and £3402 in 2020 of which £154 remained unspent at 31st July 2023. The capitalised equipment funds will reduce each year in line with depreciation charges.

The designated fund is made up of a bursary reserve for children in need of £25,000. One bursary for teaching fees were awarded in the year with a value of £15,781. Further funds were allocated to the designated fund so that £25,000 is carried forward.

17. RELATED PARTY DISCLOSURES

Mrs N Todd, Chair of Trustees until 31st January 2023, is also a board member of The Millennium Oak Trust, an unincorporated charity. The Millennium Oak Trust donated a total of £3,250 to the charity in the period (2022: £4,000).