

COMPANY NUMBER: 485057

CHARITY NUMBER: 306316

# Financial Statements

For the year ended 31 August 2022

## Knighton House School Limited



**KNIGHTON HOUSE SCHOOL LIMITED**  
**(LIMITED BY GUARANTEE)**  
**FOR THE YEAR ENDED 31st AUGUST 2022**

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## GOVERNORS, DIRECTORS AND CHARITY TRUSTEES

The Governors of Knighton House School are the School's charity trustees under charity law and the directors of the charitable company. The members of the Governing Body who served in office as Governors during the year and subsequently are detailed below

		(1)	(2)	(3)	(4)
Mr P Slight (Co-Chair)		•			
Mr I Weatherby (Co-Chair)					•
Mr J Grazebrook		•			
Mrs O Davies				•	
Mr S Davies	Resigned 14th February 2023		•		
Mr S Vincent	Resigned 14th February 2023		•		

During the year, the activities of the Governing Body were carried out by the Bryanston School following their acquisition of Knighton House.

**OFFICERS AND ADVISERS (currently and throughout the year)**

**OFFICERS**

Acting Head:	Mr W Lockett
Bursar/School Business Manager, Clerk to The Governors and Company Secretary:	Mrs J Twist
Principal address and Registered Office:	Knighton House School Durweston Blandford Forum Dorset DT11 0PY
Website:	<a href="http://www.knightonhouse.co.uk">www.knightonhouse.co.uk</a>

**ADVISERS**

Accountants:	Lee Stokes FCA Haysmacintyre LLP 10 Queen Street Place EC4R 1AG
Bankers:	Lloyds Bank 1 High Street West Dorchester Dorset DT1 1UG
Solicitors:	Humphries Kirk LLP 40 High West Street Dorchester Dorset DT1 1UR



## **GOVERNORS REPORT**

The Governors present their annual report for the year ended 31 August 2022 under the Charities Act 2011 and the Companies Act 2006, together with the unaudited accounts for the year, and confirm that the latter comply with the requirements of the Acts, the Memorandum and Articles of Association and the Statement of Recommended Practice applicable to charities (SORP 2015) (Second edition, effective 1 January 2019).

The Governors confirm that they have complied with their duty under section 17 of the Charities Act 2011 to have due regard to the Charity Commission's guidance on public benefit.

## **REFERENCE AND ADMINISTRATIVE INFORMATION**

Knighton House School Limited was incorporated in 1950 and is a company limited by guarantee. The school is a registered charity number 306316 and the company is registered in England and Wales, number 485057. The Governors of the School, who are also the trustees of the Charity, who served during the year are listed on page 1.

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

### **Governing Document**

The Charity is governed by its Memorandum and Articles of Association. The Governors conduct themselves as a board in accordance with the manual of good practice for the Governors of Independent Schools - Guidelines for Governors - issued by the Independent Schools Council.

### **Governing Body**

The structure of the Charity consists of a governing body, the details of which are explained below. Governors are appointed for a term of three years and may then be re-elected.

### **Recruitment and Training of Governors**

The members of the Governing Body are recruited by the Chair with assistance from other members of the Board. A balance of Members is maintained between those with an academic, pastoral, medical, property, financial and legal background. New Governors are inducted into the working of the Charity and its school including Board Policy and Procedures, by the Chairman of the Governors. Training is made available to all Governors either through the attendance on relevant courses and seminars or specific training run in school.

Governors may receive payment for out of pocket expenses, but are not otherwise remunerated.

### **Organisational Management**

The Governors of Bryanston School, as the trustees of the Charity, are legally responsible for the overall management and control and the general policy of the School, and meet at least three times a year. The day to day management of the school is delegated to the Head and the Senior staff at Bryanston School following the acquisition of Knighton House. The work to oversee the implementation of the Board's policies is carried out by the Finance and General Purpose Committee (F&GP) which meets termly before each meeting of the Full Governing Body. The F&GP carries out the detailed scrutiny of the accounts, budget, reports, proposals for expenditure, bursaries, risk management and other policy and makes recommendations for acceptance/amendment/ approval to the full Governing Body.

**GOVERNORS' REPORT (continued)**

**Pay policy for senior staff**

The pay of the senior staff is reviewed annually and normally increased in line with pay award levels in other schools of similar size.

**Risk Management**

Risks are identified, assessed and controls established throughout the year by the School Senior Management Team. A formal review of risk is carried out by the Governing Body each year. The Governing Body are satisfied that the major risks to which the charity is exposed are reviewed at least annually and systems have been established to mitigate these risks. Key controls used by the charity to mitigate against the identified risks are:

- terms of reference for all Committees;
- formal agendas for all Committee and Board activity;
- formal minutes for all meetings, retained copies of all Board and Committee papers;
- comprehensive strategic planning, budgeting and management accounting;
- established organisational structure and lines of reporting;
- formal written policies;
- clear authorisation and approval levels, and
- vetting procedures including Disclosure and Barring Service to protect the vulnerable.

**Principal Risks and Uncertainties**

The Governors consider the economic turbulence of recent years and the affordability of fees by parents across the independent sector to be the principal risk faced by the school, the consequence of this is that we see falling pupil numbers and subsequently reduced fee income.

**Transfer of Assets and Liabilities**

On 1 September 2021 Knighton House School merged with Bryanston School Incorporated (Company registration number 226143, registered charity number 306210). As a result of the merger the net liabilities of Knighton House School have been incorporated in to the combined entity. The exception to this is the Governors Loans outstanding which are yet to be novated, this process is currently being managed by solicitors with the aim of having this completed by 31/08/2023. There are currently no indications that the Company will be wound up, and will continue to remain as a dormant entity for the immediate future.

From the date Knighton house became dormant, its activities as a school have continued under the stewardship of the Bryanston School, with day to management led by the senior leadership team and governors from the Bryanston school.

**GOVERNORS' REPORT (continued)**

**FINANCIAL REVIEW AND RESULTS FOR THE YEAR**

The SOFA reflects a movement in funds of £675,188 which is the transfer of the schools liabilities to The Branston School Incorporated. This movement has reflected in NET funds carried forward in Knighton house school to be a NILas per 31/08/2022.

**KEY MANAGEMENT**

The Trustees determined that key management personnel (those having the authority and responsibility for planning, directing and controlling the school's activities) are the Headmaster and the School Business Manager.

**RESERVES POLICY**

The Governors' policy on the funding of reserves is based on the Charity Commission document CC19 and therefore recognises the need to build reserves in order to deal with adverse changes in the levels of income and expenditure in future years. The net liabilities at 31 August 2021 were incorporated in the merger with Bryanston School on 1 September 2021. Following transfer of assets to Bryanston School, Knighton House does not hold any reserves.

**INVESTMENT POLICY AND OBJECTIVES**

These are set out in the Memorandum and Articles of Association, whereby the school may invest monies not immediately required for its purpose in or upon such investments, securities or property as may be thought fit.

**FUTURE PLANS**

Following the merger with Bryanston School on 1 September 2021, the Governors will continue to support the transition to and development of the combined School. Knighton House will remain dormant for the foreseeable future.



### **GOVERNOR RESPONSIBILITIES**

The Governors, as trustees and directors of the company, are responsible for preparing the Governors' Report and accounts each financial year in accordance with applicable law and regulations and United Kingdom Accounting Standards (UK Generally Accepted Accounting Practice). The law applicable to charitable companies in England and Wales requires the trustees to prepare accounts each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing the accounts, the governors are required to:

1. select suitable accounting policies and then apply them consistently;
2. observe the methods and principles in the Charities SORP;
3. make judgements and accounting estimates that are reasonable and prudent;
4. state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;
5. prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Governors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the position of the Charitable Company and enable them to ensure that the accounts comply with the Companies Act 2006 and Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Board of Governors at its meeting on

and signed on its behalf by:

  
.....  
Paul Slight 26/05/23.

Co-Chair of Governors

**KNIGHTON HOUSE SCHOOL LIMITED**  
**(LIMITED BY GUARANTEE)**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31st AUGUST 2022**

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	Note	Unrestricted Fund	Restricted Funds	Year to 31/08/2022	Year to 31/08/2021
<b>INCOME FROM:</b>					
<b>Charitable activities</b>					
Fees receivable	2	-	-	-	612,530
Other income	3	-	-	-	48
<b>Other trading activities</b>					
Property holiday lettings		-	-	-	18,583
Uniform shop sales		-	-	-	8,467
<b>Investments</b>	4				
Bank and other interest		-	-	-	13
Rental income		-	-	-	2,100
<b>Donations and legacies</b>					
Donations	5	-	-	-	21,009
<b>Grant income</b>					
Government grants	6	-	-	-	64,136
<b>Total Income</b>		<u>-</u>	<u>-</u>	<u>-</u>	<u>726,886</u>
<b>EXPENDITURE ON:</b>					
<b>Trading Activities</b>					
School shop		-	-	-	7,225
<b>Charitable activities</b>					
School Operating Costs		-	-	-	1,673,992
Loss on disposal of fixed assets		-	-	-	407,046
<b>Total Expenditure</b>	7-9	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,088,263</u>
Net income/(expenditure) from operations		-	-	-	(1,768,424)
<b>Net income/(expenditure) for the year</b>		<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,361,378)</u>
Transfer of Assets & liabilities to Bryanston School		768,211	(93,023)	675,188	-
<b>Net movement in funds</b>		768,211	(93,023)	675,188	(1,361,378)
Total funds brought forward	16	(768,211)	93,023	(675,188)	686,189
<b>Total funds carried forward</b>	16	<u>£0</u>	<u>£0</u>	<u>£0</u>	<u>(£675,188)</u>

The notes on pages 11 to 19 form part of these accounts.

**KNIGHTON HOUSE SCHOOL LIMITED**  
**(LIMITED BY GUARANTEE)**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 AUGUST 2022**

	Unrestricted Fund	Restricted Funds	Year to 31/08/2021	Year to 31/08/2020
<b>INCOME FROM:</b>				
<b>Charitable activities</b>				
Fees receivable	612,530	-	612,529	557,974
Other income	48	-	48	734
<b>Other trading activities</b>				
Rental income		-	-	2,275
Property holiday lettings	8,467	-	8,467	4,261
Uniform shop sales			-	6,905
<b>Investments</b>	13	-		
Bank and other interest	2,100	-	2,100	52
<b>Donations and legacies</b>				
Donations	-	21,009	21,009	281
<b>Grant income</b>				
Government grants	64,136		64,136	112,649
<b>Total Income</b>	<u>705,877</u>	<u>21,009</u>	<u>726,872</u>	<u>685,133</u>
<b>EXPENDITURE ON:</b>				
<b>Raising funds</b>				
Property holiday letting expenditure	-	-	-	-
School shop	7,225	-	7,225	4,657
<b>Charitable activities</b>				
Teaching costs	777,060	-	777,060	759,054
Welfare	225,028	-	225,028	224,947
Premises	245,987	-	245,987	155,919
Support costs	425,917	-	425,917	262,900
Loss on disposal of fixed assets	407,046		407,046	
<b>Total Expenditure</b>	<u>2,088,263</u>	<u>-</u>	<u>2,088,263</u>	<u>1,407,476</u>
Net income/(expenditure) from operations	(1,789,433)	21,009	(1,768,424)	(722,344)
Gains on the revaluation of fixed assets	-	-	-	-
<b>Net income / (expenditure) for the year</b>	<u>(1,382,386)</u>	<u>21,009</u>	<u>(1,361,378)</u>	<u>(722,344)</u>
Transfers between funds	34,994	(34,994)	-	-
<b>Net movement in funds</b>	(1,347,392)	(13,986)	(1,361,378)	(722,344)
Total funds brought forward	579,181	107,009	686,189	1,408,533
<b>Total funds carried forward</b>	<u>(£768,211)</u>	<u>£93,023</u>	<u>(£675,188)</u>	<u>£686,189</u>

**KNIGHTON HOUSE SCHOOL LIMITED**  
**(LIMITED BY GUARANTEE)**  
**BALANCE SHEET AS AT 31st AUGUST 2022**

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	Note	2022	2021
<b>FIXED ASSETS</b>			
Tangible assets	10	-	18,818
<b>CURRENT ASSETS</b>			
Stock	11	-	7,272
Debtors	12	148,526	19,768
Cash at bank and in hand	13	-	34,290
		<u>148,526</u>	<u>61,330</u>
<b>CREDITORS:</b>			
Amounts falling due within one year	14	<u>(148,526)</u>	<u>(581,643)</u>
<b>NET CURRENT LIABILITIES</b>		-	(520,314)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		-	<u>(501,496)</u>
<b>CREDITORS:</b>			
Amounts falling due after one year	15	-	(173,693)
<b>NET ASSETS</b>		<u>£0</u>	<u>(675,188)</u>
<b>CAPITAL AND RESERVES</b>			
Restricted Funds	16	-	93,023
General funds		-	(768,211)
Unrestricted funds	16	-	(768,211)
<b>TOTAL FUNDS</b>	17	<u>-</u>	<u>(675,188)</u>


For the year ended 31 August 2022 the company was entitled to exemption from audit under Section 477 of the Companies Act 2006 relating to small companies; The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006,

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts. These accounts have been prepared in accordance with the special provisions relating to the small companies regime.

On 1st September 2021 KNIGHTON SCHOOL LIMITED merged with the BRYANSTON SCHOOL INCORPORATED and all net liabilities transferred to the BRYANSTON SCHOOL INCORPORATED.

Approved by the Board of Governors on

, and signed on its behalf by:

  
 Mr P Slight

Co-Chair of Governors

26/05/23  
 The notes on pages 11 to 19 form part of these accounts

**KNIGHTON HOUSE SCHOOL LIMITED**  
**(LIMITED BY GUARANTEE)**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31st AUGUST 2022**

	Note	2022	2021
<b>Net cash used in operating activities</b>	a	(3,942)	(546,152)
<b>Cash provided by/ (used in) investing activities</b>			
Proceeds from sale of property, plant & equipment		18,818	2,117,160
Purchase of property, plant & equipment		-	(7,971)
		<u>18,818</u>	<u>2,109,189</u>
<b>Cash provided by/ (used in) financing activities</b>			
Cash inflows from new borrowing		-	-
Overdraft		-	(419,129)
Repayment of loans		-	(919,552)
Interest paid		-	(190,150)
		<u>-</u>	<u>(1,528,831)</u>
<b>CHANGE IN CASH AND CASH EQUIVALENTS</b>			
<b>IN THE REPORTING PERIOD</b>	b	<u><u>£14,876</u></u>	<u><u>£34,206</u></u>

**NOTES TO THE CASH FLOW STATEMENT**

**a. Reconciliation of net income/(expenditure) with net cash flow from operating activities**

	2022	2021
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	675,188	(1,361,378)
Adjustments for:		
Depreciation charges	-	13,883
Loss on disposal of assets	-	407,046
Interest on loans	-	190,150
Decrease in stock	7,272	2,844
Decrease in debtors	(128,758)	12,008
Increase/(decrease) in creditors	(557,643)	189,294
	<u>(£3,942)</u>	<u>(£546,152)</u>
Net cash flow from operating activities		

Net cash flow from operating activities includes investment income as this forms part of the Charity's operating income.

**b. Analysis of cash and cash equivalents**

	At 01/09/21	Cashflows	At 31/08/22
Cash at bank and in hand	34,290	(34,290)	-
Overdraft	-	-	-
	<u>34,290</u>	<u>(34,290)</u>	<u>-</u>
Debt due within one year	(10,000)	10,000	-
Debt due after one year	(39,167)	39,167	-
	<u>(£14,877)</u>	<u>£14,877</u>	<u>£0</u>

The notes on pages 11 to 19 form part of these accounts



## **CHARITY INFORMATION**

The school is a charitable company limited by guarantee, and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. At the Balance Sheet date there were 6 members (2020 : 4).

### **1. ACCOUNTING POLICIES**

#### **a. Basis of Preparation**

The financial statements have been prepared on the historical cost basis of accounting, unless otherwise stated in the relevant notes, and in accordance with the Statement of Recommended Practice applicable to charities (SORP 2015) (Second edition, effective 1 January 2019), the Companies Act 2006, Charities Act 2011 and the accounting policies set out below.

#### **b. Going Concern**

In light of the losses in recent years, the Governors have been looking into opportunities for a sustainable long-term solution to the School's finances. With effect from 1 September 2021 the School merged with Bryanston School and the net liabilities were transferred into Bryanston School on that date. The accounts have therefore been prepared on a basis other than going concern.

#### **c. Critical accounting judgements and key sources of estimation uncertainty**

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

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

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the School's financial statements.

#### **d. School fees and similar earned income**

Fees receivable and charges for services and use of the premises, less any allowances, scholarships, bursaries granted by the School against those fees, but including contributions received from restricted funds, are accounted for in the period in which the services are provided.

#### **e. Investment income**

Interest on bank balances is accounted for in the period in which the interest is earned.

#### **f. Donations, legacies, grants and other voluntary income**

Voluntary income is accounted for as and when entitlement arises, the amount can be reliably quantified and the economic benefit to the School is considered probable.

Voluntary income for the School's general purposes is accounted for as unrestricted and is credited to the General Fund. Where through the terms of an appeal or from the donor there is a trust law restriction on the use of any voluntary income, the income is credited to the relevant restricted funds or endowment. Gifts in kind are valued at estimated open market value at the date of gift, in the case of assets for retention or consumption, or at the value to the School in the case of donated services or facilities.

**(LIMITED BY GUARANTEE)****NOTES TO THE FINANCIAL STATEMENTS (Cont'd)****FOR THE YEAR ENDED 31st AUGUST 2022****1. ACCOUNTING POLICIES (CONTINUED)****g. Expenditure**

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. All costs have been attributed to one of the functional categories of resources expended in the SOFA in accordance with its purpose. Certain expenditure is directly attributable to specific activities and other expenditure is apportioned on the basis of time spent on those activities. Support costs are the administrative costs incurred to enable the school to carry out its charitable activity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements. Exceptional costs are charged to their normal expense category. The School is not registered for VAT and all costs include input VAT where this has been charged.

**h. Tangible Fixed Assets**

Depreciation is provided on all other tangible fixed assets in use at rates and bases calculated to write off the cost less the estimated residual value of each asset evenly over its expected useful life, as follows:

Furniture and Fittings	10%
Equipment	10%
Motor Vehicles	20%
Computer Equipment	25%

Fixed Assets costing less than £1,000 are not capitalized. The values of fixed assets are reviewed annually for possible impairment.

**i. Pension Costs**

Retirement benefits to employees of the School are provided through two pension schemes, one defined benefit and one defined contribution. The pension costs charged in the Statement of Financial Activities are determined as follows:

- The Teachers' Pension Scheme - This scheme is a multi-employer pension scheme. It is not possible to identify the School's share of the underlying assets and liabilities of the Teachers' Pension Scheme on a consistent and reasonable basis and therefore, as required by FRS102, the scheme is accounted for as if it were a defined contribution scheme. Accordingly, the School's contributions, which are in accordance with the recommendations of the Government Actuary, are charged in the period in which the salaries to which they relate are payable.
- The Knighton House School Work save Pension Plan - This is a defined contribution group personal pension plan with Legal and General. Employer's pensions costs are charged in the period in which the salaries to which they relate are payable.
- All staff employed by the school were TUPED to Bryanston School Incorporated on 1/9/2021, and all pension Liabilities were settled upon transfer.

**j. Leases**

Rentals under operating leases are charged on a straight-line basis over the lease term, even if the payments are not made on such a basis. Benefits received and receivable as an incentive to sign an operating lease are similarly spread on a straight-line basis over the lease term.



**(LIMITED BY GUARANTEE)****NOTES TO THE FINANCIAL STATEMENTS (Cont'd)****FOR THE YEAR ENDED 31st AUGUST 2022****1. ACCOUNTING POLICIES (CONTINUED)****k. Financial instruments**

The school only holds basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost.

Financial assets held at amortised cost comprise cash at bank and in hand, together with all debtors other than prepayments and tax recoverable. A specific provision is made for any debts for which recoverability is in doubt. Prepayments are valued at the amount prepaid net of trade discount.

Financial liabilities held at amortised cost comprise all creditors, except social security and other taxes and fees received in advance.

**l. Funds**

Funds held by the charity fall into the following categories:

- Unrestricted funds - Funds which can be used, at the discretion of the governors, in accordance with the charitable objects of the charity.
- Restricted Funds - These are funds which can only be used for particular purposes within the objects of the charity. Restrictions arise when funds are raised for a specific purpose.

**m. Stock**

Stocks are stated at the lower of cost and net realisable value.

**n. Government grants**

Grant funding, including discretionary grants and the Government's Coronavirus Job Retention Scheme, are accounted for under the accrual model. These are considered revenue grants and are recognised in income on a systematic basis over the periods in which the entity recognises the related costs for which the grant is intended to compensate.

**2. FEES RECEIVABLE**

	2022	2021
Net Pupils' fees	-	581,462
Pupils' extras	-	31,068
	<u>£0</u>	<u>£612,530</u>

	2022	2021
Gross pupil Fees	-	1,122,373
Remissions	-	505,916
Greenwood Bursaries	-	34,994
	<u>£0</u>	<u>£581,462</u>

**3. OTHER INCOME**

	2022	2021
Registration fees	-	48
Interest charged on debtors	-	-
	<u>£0</u>	<u>£48</u>

**4. UK INVESTMENT INCOME**

	2022	2021
Rental income	-	2,100
Bank interest	-	13
	<u>£0</u>	<u>£2,113</u>

**5. DONATIONS**

	2022	2021
Voluntary donations	-	21,009
	<u>£0</u>	<u>£21,009</u>

(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

FOR THE YEAR ENDED 31st AUGUST 2022

**6. GOVERNMENT GRANTS**

Coronavirus Job Retention Scheme  
Dorset County Council - COVID support grant  
Apprenticeship Incentive Scheme

2022	2021
-	38,907
-	23,229
-	2,000
<u>£0</u>	<u>£64,136</u>

**7. EXPENDITURE**

Direct charitable expenditure includes:

Depreciation	-	13,883
Loss on disposal of assets	-	407,046
Interest payable	-	190,150

Management and administration expenditure includes:

Auditor's remuneration	-	-
- for audit	-	-
- for accountancy	-	5,959
- for payroll	-	68

**8. STAFF COSTS**

Wages and salaries  
Social security costs  
Pension contributions

2022	2021
-	910,026
-	71,184
-	116,908
<u>£0</u>	<u>£1,098,118</u>

The average number of employees in the year was:

	2022	2021
Teaching	0	29
Welfare	0	12
Premises	0	1
Administration	0	6
	<u>0</u>	<u>48</u>

The number of employees whose emoluments exceeded £60,000 was:

£60,000 - £70,000

2022	2021
<u>0</u>	<u>1</u>

There were no staff employed at the school in the financial year. The School previously considered its key management personnel to be the Headmaster and School Business Manager, who were paid in the year to 31 August 2021: £107,612. The Governors received no remuneration in either of these years.

**KNIGHTON HOUSE SCHOOL LIMITED**  
**(LIMITED BY GUARANTEE)**  
**NOTES TO THE FINANCIAL STATEMENTS (Cont'd)**  
**FOR THE YEAR ENDED 31st AUGUST 2022**

**9. ANALYSIS OF EXPENDITURE**

	2022				2021
	Staff costs	Other costs	Depreciation	Total	Total
<u>Raising funds</u>					
Holiday letting costs	-	-	-	-	-
School shop costs	-	-	-	-	7,225
	-	-	-	-	7,225
<u>Direct charitable expenditure</u>					
Teaching	-	-	-	-	777,060
Welfare	-	-	-	-	225,028
Premises	-	-	-	-	245,987
	-	-	-	-	1,248,075
<u>Support costs</u>					
School administration	-	-	-	-	212,868
Finance costs	-	-	-	-	190,150
Governance costs	-	-	-	-	22,899
	-	-	-	-	425,917
<b>TOTAL EXPENDITURE</b>	<b>£0</b>	<b>£0</b>	<b>£0</b>	<b>£0</b>	<b>1,681,217</b>

	2022	2021
<b>GOVERNANCE COSTS</b>		
Auditors' remuneration: Audit	-	-
Other	-	6,027
Legal and professional fees	-	16,872
	<u>£0</u>	<u>£22,899</u>

	2021				2020
	Staff costs	Other costs	Depreciation	Total	Total
<u>Raising funds</u>					
Holiday letting costs	-	-	-	-	-
School shop costs	-	7,225	-	7,225	4,657
	-	7,225	-	7,225	4,657
<u>Direct charitable expenditure</u>					
Teaching	742,172	30,183	4,705	777,060	759,054
Welfare	179,503	45,524	-	225,028	224,947
Premises	30,387	209,023	6,577	245,987	155,919
	952,062	284,731	11,282	1,248,075	1,139,920
<u>Support costs</u>					
School administration	146,056	64,212	2,600	212,868	195,288
Finance costs	-	190,150	-	190,150	42,951
Governance costs	-	22,899	-	22,899	24,661
	146,056	277,262	2,600	425,917	262,900
<b>TOTAL EXPENDITURE</b>	<b>£1,098,118</b>	<b>£569,217</b>	<b>£13,882</b>	<b>£1,681,217</b>	<b>1,407,476</b>

	2021	2020
<b>GOVERNANCE COSTS</b>		
Auditors' remuneration: Audit	-	6,600
Other	6,027	4,588
Legal and professional fees	16,872	13,473
	<u>£22,899</u>	<u>£24,661</u>

## (LIMITED BY GUARANTEE)

## NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## FOR THE YEAR ENDED 31st AUGUST 2022

## 10. TANGIBLE FIXED ASSETS

	Land & Buildings	Plant & Equipment	Furniture & Fittings	Computer Equipment	Motor Vehicles	TOTAL
<b>COST</b>						
At 01/09/2021	-	21,378	6,266	9,147	13,000	49,790
Additions	-	-	-	-	-	-
Transfer to The Bryanston School	-	(21,378)	(6,266)	(9,147)	(13,000)	(49,790)
At 31/08/22	-	-	-	-	-	-
<b>DEPRECIATION</b>						
At 01/09/2021	-	12,591	2,506	2,874	13,000	30,971
Charge for the year	-	-	-	-	-	-
Transfer to The Bryanston School	-	(12,591)	(2,506)	(2,874)	(13,000)	(30,971)
At 31/08/22	-	-	-	-	-	-
<b>NET BOOK VALUE</b>						
At 31 August 2022	£ -	£ -	£ -	£ -	£ -	£ -
At 31 August 2021	£ -	£ 8,786	£ 3,760	£ 6,272	£ -	£ 18,819

## 11. STOCK

	2022	2021
Finished goods for re-sale	-	7,272

## 12. DEBTORS

	2022	2021
Fees and extras	-	15,346
Other debtors	148,526	-
Prepayments and accrued income	-	4,422
	<u>£148,526</u>	<u>£19,768</u>

## 13. CASH AT BANK AND IN HAND

	2022	2021
Bank current and deposit accounts	-	34,057
Cash in hand	-	233
	<u>£0</u>	<u>£34,290</u>

## 14. CREDITORS: Amounts falling due within one year

	2022	2021
Bank overdraft	-	-
Bank loans	-	10,000
Other loans	148,526	14,000
Trade creditors	-	4,312
Tax & social security	-	152,755
Accruals	-	95,458
Deferred income (fees and deposits received in advance)	-	71,101
Other creditors	-	234,017
	<u>£148,526</u>	<u>£581,643</u>

Movements on the deferred income account:

	B/F	Released	Added	Carried forward
Fees	48,404	(48,404)	-	-
Deposits	22,697	(22,697)	-	-
	<u>71,101</u>	<u>(71,101)</u>	-	-



## (LIMITED BY GUARANTEE)

## NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## FOR THE YEAR ENDED 31st AUGUST 2022

15. CREDITORS: Amounts falling due after one year	2022	2021
Bounce Back Loan Scheme		
Between one and two years	-	10,000
Between two and five years	-	29,167
After 5 years	-	0
	<u>£0</u>	<u>39,167</u>
Other loans		
Between one and two years	-	14,000
Between two and five years	-	42,000
After 5 years	-	78,526
	<u>£0</u>	<u>134,526</u>
	<u>£0</u>	<u>£173,693</u>
TOTAL		

The bank loan is a 25 year fixed interest loan (4.57%pa), expiring May 2041, secured by a legal charge on the school's freehold property. This loan was paid back in full in April 20020 upon sale of the building to Bryanston School incurring a early payment charge of £180,303 which has been recognised in the income statement.

The Coronavirus Bounce Back Loan Scheme is an unsecured fixed interest loan (2.5%pa) over 6 years. The first 12 months' interest will be covered by the UK Government's Business Interruption Payment. The Other loans are 10 year fixed interest loans (3%pa) secured against the school's balance sheet.

## 16. FUNDS

RESTRICTED FUNDS	At 01/09/21	Income	Expenditure	Transfers to The Bryanston School	At 31/08/22
Jubilee Appeal	12,771	-	-	(12,771)	-
Greenwood Bursary Fund	59,244	-	-	(59,244)	-
Old Knightonians	21,009	-	-	(21,009)	-
	<u>£93,023</u>	<u>£0</u>	<u>-</u>	<u>(93,023)</u>	<u>£0</u>
	At 01/09/20	Income	Expenditure	Transfers	At 31/08/21
Jubilee Appeal	12,771	-	-	-	12,771
Greenwood Bursary Fund	94,238	-	-	(34,994)	59,244
Old Knightonians	-	21,009	-	-	21,009
	<u>£107,009</u>	<u>£21,009</u>	<u>£0</u>	<u>(34,994)</u>	<u>£93,023</u>

The Jubilee Appeal is an 'All Rounder Appeal' and all funds raised will be directed towards five particular areas that typify the breadth of a Knighton House School education.

The donations to the Greenwood Bursary Fund are shown in the SOFA net of bursaries awarded and paid out in the year, as these are deducted from fee income and not shown separately. Greenwood Awards are offered to support pupils joining in Year 3 and 4.

The Old Knightonians held a auction in May 2021 and raised a sum of £21,009, these funds are to be awarded as Scholarships to pupils in the next school year.

## (LIMITED BY GUARANTEE)

## NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

## FOR THE YEAR ENDED 31st AUGUST 2022

## 16. FUNDS (Cont'd)

UNRESTRICTED FUNDS	At 01/09/21	Income	Expenditure	Transfer of Net assets to Bryanston School	At 31/08/22
Revaluation reserve	-	-	-	-	-
General funds	(768,211)	-	-	768,211	-
	<u>-£768,211</u>	<u>£0</u>	<u>£0</u>	<u>£768,211</u>	<u>£0</u>
	At 01/09/20	Income	Expenditure	Revaluation	At 31/08/21
Revaluation reserve	823,284	-	-	(823,284)	-
General funds	(244,103)	705,877	(2,088,263)	858,278	(768,211)
	<u>£579,181</u>	<u>£705,877</u>	<u>(£2,088,263)</u>	<u>-</u>	<u>-£768,211</u>

## 17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	2022		
	Unrestricted Funds	Restricted Funds	Total Funds
Tangible fixed assets	-	-	-
Net current assets	-	-	-
Long term liabilities	-	-	-
	<u>£0</u>	<u>£0</u>	<u>£0</u>
	2021		
	Unrestricted Funds	Restricted Funds	Total Funds
Tangible fixed assets	18,818	-	18,818
Net current assets	(613,336)	93,023	(520,313)
Long term liabilities	(173,693)	-	(173,693)
	<u>(£768,211)</u>	<u>£93,023</u>	<u>(£675,188)</u>

## 18. OPERATING LEASES

At 31 August 2022 the School had future minimum lease payments under non-cancellable operating leases as follows:

	Equipment		Motor Vehicles	
	2022	2021	2022	2021
Amounts due within one year	-	-	-	1,338
	<u>£0</u>	<u>£0</u>	<u>£0</u>	<u>£1,338</u>

The total amount charged as an expense during the year for operating leases was nil (2021: £5,945).



## **19. CAPITAL COMMITMENTS and CONTINGENT LIABILITIES**

As at 31 August 2022 there were no capital commitments (2021: £-)

## **20. RELATED PARTY TRANSACTIONS**

During the current and previous year, no Governor received any remuneration or reimbursed expenses.

Three governors made loans to the school in 2018/19, totalling £95,000, which were outstanding at the year end. The loans are secured on the net assets of the School and attract interest at 3% per annum.

## **21. Transfer of Assets and Liabilities**

On 1 September 2021 Knighton House School merged with Bryanston School Incorporated (Company registration number 226143, registered charity number 306210). As a result of the merger the net liabilities of Knighton House School have been incorporated in to the combined entity.

The exception to this is in relation to the governors loans, which are yet to be novated to the Bryanston School, this process is currently being processed via solicitors and the intention is that this will have happened by 31/08/23.

**(LIMITED BY GUARANTEE)****INDEPENDANT EXAMINERS REPORT TO THE GOVENORS OF KNIGHTON HOUSE SCHOOL LIMITED**  
**FOR THE YEAR ENDED 31st AUGUST 2022**

I report to the Governors on my examination of the accounts of Knighton House School Limited for the year ended 31 August 2022 which are set out on pages 9-21.

**Respective responsibilities of trustees and examiner**

The governors (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act"). The governors are satisfied that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and have chosen instead to have an independent examination

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

**Independent examiner's statement**

I can confirm that I am qualified to undertake the examination because I am a registered member of the Institute of Chartered Accountants in England and Wales which is one of the listed bodies

I have completed my examination. I confirm that no matters have come to my attention giving me cause to believe that in any material respect:

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

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached. However I draw your attention to accounting policy 1b of the financial statements which describes the School's merger and transfer of net liabilities to Bryanston School on 1 September 2021.

Lee Stokes  
FCA

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London  
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26-May-23