

**Charity number: 527552**  
**Company Number: 00413810**

**Sunfield Children's Homes Limited**  
**(Private Limited Company)**

**Trustees' report and financial statements**  
**For the year ended 31 August 2022**

SUNFIELD CHILDREN'S HOMES LIMITED

---

**REPORT OF THE TRUSTEES**

---

**CONTENTS**

---

	Page
Legal and administrative information	1
Report of the Trustees	2
Independent Auditor's Report	8
Statement of Financial Activities	12
Balance Sheet	13
Cash Flow Statement	14
Notes to the Financial Statements	15

**REPORT OF THE TRUSTEES**

---

**LEGAL AND ADMINISTRATIVE INFORMATION**

---

Registered office

Ruskin Mill  
Millbottom  
Nailsworth  
Stroud  
Gloucestershire  
GL6 0LA

Principle office

Clent Grove,  
Clent, Stourbridge  
West Midlands  
DY9 9PB

Trustees

H M Kippax  
A C H Gordon OBE  
Dr T Zundel  
V F B Griffiths  
T A Gratton  
C Court

Company secretary

E Johnson

Key management personnel

Aonghus Gordon OBE – Founder & Executive Chair  
Tara Gratton – Director of Schools and Rise  
Chris Lore – Head Teacher  
Shazuli Iqbal – Chief Financial Officer  
Lindsay Wilkinson – Trust Head of Human Resources

Auditors

Grant Thornton UK LLP  
17<sup>th</sup> Floor  
103 Colmore Row  
Birmingham  
B3 3AG

Bankers

Lloyds Bank Plc	Barclays Bank PLC
12 Rowcroft	15 Colmore Row
Stroud	Birmingham
Gloucestershire	B3 2EP
GL5 3BD	

Solicitors

Royds Withy King LLP  
69 Carter Lane  
London  
EC4V 5EQ

## REPORT OF THE TRUSTEES

---

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 to 31 August 2022.

- **Governing document**

Sunfield Children's Homes Limited, also known as 'Sunfield', is registered with the Department for Education under sections 347(I) and (3) of the 1996 Education Act as an independent residential school suitable for pupils with severe learning difficulties. It is registered as a Children's Home under the Care Standards Act 2000, and is governed by the regulations of this Act.

It is a registered charity in England and Wales (registered number: 527552) and is constituted as a company in England and Wales (registered number: 00413810), limited by shares. Its objectives, powers and other constitutional matters are set out in its Memorandum & Articles of Association.

### STRUCTURE, GOVERNANCE AND MANAGEMENT

- **Group Structure**

Sunfield Children's Homes Limited is part of the Ruskin Mill Trust Group.

The whole of the issued share capital of 100 £1 ordinary shares is owned by Ruskin Mill Trust Limited. As Trustees of the Charity and Directors of the Company, members of the Governing Body are legally responsible for the overall management and control of the charity. The main Trustee body meets at least four times a year.

- **Recruitment and appointment of new Trustees**

Trustees are appointed in accordance with the Memorandum and Articles of Association. The charity's practice regarding recruitment has been for members of the Board to make recommendations for suitably skilled and experienced people who are then appraised by Ruskin Mill Trust's Board of Trustees.

Induction and training are carried out during the meeting cycle, and members are also invited to training within Ruskin Mill Trust's other provisions. During the year, individual Trustees undertook a range of appropriate training.

- **Organisational Management**

The Trustees delegate the day to day running to a Senior Leadership Team who oversee operations. The key management personnel are listed on page 1. The Trustees did not receive any remuneration in the current or previous period.

- **Directors and Trustees**

The Trustees during the period are listed on page 1.

- **Risk Management**

A description of the principal risks and uncertainties facing Sunfield, as identified by Trustees, together with a summary of the plans and strategies for mitigating those risks, are reviewed regularly by the Trustee body, and plans are put in place to mitigate these risks. The risks and uncertainties facing Sunfield are set out in the Strategic Report on page 5.

## REPORT OF THE TRUSTEES

---

- **Employment Policy**

Sunfield is an equal opportunity organisation and is fully committed to its Equal Opportunities Policy. It aims to ensure there is no discrimination on the grounds of disability and that access to work and promotion is based on ability, qualification and suitability for the work. Sunfield is committed to creating a working environment that is free from any form of discrimination.

Sunfield employs salaried staff with the appropriate qualifications to provide education and care for pupils and does not rely on volunteers.

The remuneration of the key management personnel, deemed to be the Senior Leadership Team listed on page 1, is reviewed annually by Trustees based on national criteria and affordability.

- **Trustees' Indemnity Insurance**

Trustee indemnity insurance is paid for under the Ruskin Mill Trust Group policy.

### OBJECTS AND AIMS

- **Charitable Objects**

Sunfield's objects, as set out in the Memorandum of Association, are:

- to help, support and educate young people with severe and complex learning needs including those with autistic spectrum disorder;
- to provide support, assistance, education and training to the families and carers of people of any age with severe and complex learning needs including autistic spectrum disorder;
- to advance the education of the public and promote greater understanding of all matters concerning severe and complex learning needs including autistic spectrum disorder; and
- to conduct research into the causes, prevention, alleviation and management of severe and complex learning difficulties including autism and to disseminate the useful results of such research.

- **Background and Aims**

Sunfield has over 80 years of experience in supporting individuals, aged 6-19, with complex learning needs, including Autistic Spectrum Conditions; it caters for day and residential placements of up to 52 weeks, as well as respite. Set within 58 acres of idyllic parkland, Sunfield is nestled on the slopes of the Clent Hills overlooking beautiful Worcestershire countryside. The grounds include a farm and walled garden with nature trails for exploration and adventure, as well as play areas and sensory areas with calm outdoor spaces, all designed to enable Sunfield's young people to learn, exercise, enjoy and engage with their surroundings practically and safely.

As the first residential special school based on principles Rudolf Steiner established in the UK in the 1930s, Sunfield has a long history of being a therapeutic centre and international beacon of education. Its highly skilled teaching and residential staff team work alongside an integrated therapy team with particular skills in sensory education. Therapies available include speech & language, music, movement, drama and colour.

- **Public Benefit**

The Trustees have given due consideration to the published Charity Commission guidance on the operation of the Public Benefit requirement of the Charities Act 2006.

## REPORT OF THE TRUSTEES

---

As places at Sunfield are assessed on the needs of the pupils and the fees are largely paid by local authorities, the trustees consider that the Public Benefit test has been met. Where possible, Sunfield also makes its facilities available for community use. For example, Sunfield's main hall is a popular venue for local drama and performance groups, and the school now operates a farm shop for the local community.

### STRATEGIC REPORT

#### • Achievements & Performance

The school had an Ofsted education inspection in November 2021 and was graded "Good" in all areas and "Outstanding" in Behaviour and attitudes. This is a significant achievement and reflects the work of the staff team and senior leadership in terms of developing curriculum, and supporting pupils. The Ofsted report states "Sunfield School provides pupils with a stimulating education that enables them to thrive. The trust's practical skills therapeutic education sets high expectations for all pupils. It enables them to make strong progress in education by taking part in meaningful activities within school and the community. Pupils' love of learning is clear to see."

During the 2021/22 academic year, the school focused on further developing the outdoor curriculum and utilizing the outdoor spaces effectively. The separate land and garden areas have provided opportunities for a wider range of pupils to engage in the outdoor spaces, helping to grow and harvest herbs for the kitchens, care for the animals and collect vegetables for the canteen, houses and farm shop.

The school has also developed a bespoke residential training facility on the site that will provide training in Holistic Care and Support and help staff to create and maintain warm and welcoming homes. The training is offered over 3 days and the staff cook together as well as learning about the school's method and values and regulatory requirements.

There has been ongoing work around curriculum development and teacher training and the new training will be launched in 2022/ 2023. Staff across the schools have worked collaboratively to share good practice and ideas and this has resulted in a rich and comprehensive training.

#### • Financial Review

##### Results

Trustees value the deficit of £628,941 made during the period to 31 August 2022 (2021: surplus of £4,205,480).

##### Investment

Sunfield's investment objective is to seek to maximise total return within its chosen investment criteria by a combination of income and capital growth and within an acceptable level of risk. Trustees utilise the discretionary managed service of Brewin Dolphin Limited whose delegated manager makes the day to day decisions regarding investments in the portfolio. Trustees set the structure and parameters of the portfolio as set out in the Investment Policy and the Board of Trustees reviews the policy annually and monitors the investment performance termly.

## REPORT OF THE TRUSTEES

---

### Reserves

The Trustees review the charity's financial plans and results regularly throughout the year. This is done through monitoring income and expenditure against budget forecasts and monitoring cash flow forecasts. The trustees follow the Ruskin Mill Trust Reserves Policy and, therefore, feel it prudent to build the level of reserves on an annual basis with the purpose of ensuring that the charity has sufficient reserves to act as a buffer against unexpected drops in income or increases in expenditure. The reserves held at year-end were £5,475,300 unrestricted (2021: £6,154,741) and £51,970 restricted (2021: £1,470).

### Fundraising

Fundraising at Sunfield is overseen by Ruskin Mill Trust's Director of Fundraising. No use is made of any external, professional fundraiser nor any commercial participator, so no fundraising activities were carried out on its behalf during the year nor were any approaches made to vulnerable individuals in pursuit of the raising of funds for the charity.

Sunfield has signed up to the Fundraising Regulator's Code of Fundraising Practice. During the year there was no failure to comply with a scheme or standard cited nor were any complaints received about the fundraising activities conducted by the Trust.

Money raised through fundraising activities are used by Sunfield as agreed with the donor and comply with any conditions attached by the donor.

### • Risks & Uncertainties

The Trustees review the risks to which the charity is exposed such as the health and safety of children, visitors, volunteers and staff on an on-going basis and are satisfied that systems are in place to manage exposure to the major risks. They maintain appropriate levels of insurance cover for all foreseeable risks.

The Covid-19 pandemic has had a limited impact on Sunfield Children's Home. The school has been able to continue operating during this time due to the nature of the service that is provided.

Specific areas of risk and uncertainty are:

- **Recruiting and Retaining Staff:** The specialist recruiter based at Sunfield has made good progress towards recruiting the required staff for the school, however there are still gaps and some agency use. Unemployment rates across the country are at an all time low and there are particular shortages in the care and support sectors. Sunfield has successfully managed to work with agency staff whilst keeping costs down. The recruitment process now includes a trial shift to help applicants fully understand the role, and retention continues to be good.
- **Poor Inspection result:** Sunfield has recently had a very positive Ofsted inspection for education resulting in Good in all areas and Outstanding in Behaviour and attitudes. The Director of Schools has developed robust quality assurance processes, working with the Civil Service, to ensure that Sunfield continues to improve and maintain high quality. Sunfield has regular residential quality assurance visits and concerns are quickly addressed.
- **Regulatory non-compliance:** The risk of regulatory non-compliance requires constant review and the upskilling of staff and trustees to meet an ever changing regulatory landscape and student profile. Specifically:

---

## REPORT OF THE TRUSTEES

---

- **Keeping children safe:** The potential risks associated with keeping service users across the whole of the Ruskin Mill Trust Group safe has required continued vigilance and mitigation by robust risk assessment and action plans, assessments, appropriate training, the appointment of safeguarding managers at each of the main centres and improved internal meeting and reporting arrangements. The Trust Head of Safeguarding is working effectively with Designated safeguarding leads across all sites as well as Headteachers and the Directors to ensure that each centre is compliant. The Head of Safeguarding is part of the Civil Service and therefore works collaboratively with other key functions including HR, IT/MIS, H&S, and staff training to provide high quality support. In addition, a Ruskin Mill Trust Trustee holds lead responsibility for maintaining oversight of Safeguarding and Health & Safety across the Group.
- **GDPR:** A rigorous programme of cross-Trust training continues to be implemented to ensure compliance, all overseen by Ruskin Mill Trust's Head of Legal Services. An external agency has been contracted to deliver training and site audits across the Trust.
- **Charity Law:** To assist compliance with Charity Law, Ruskin Mill Trust's Head of Legal Services provides Trustees with regular Charity Law Updates which are supplemented by advice on further provisions as they come in to force. As an example, in order to comply with statutory changes made to the automatic disqualification rules for charity trustees, a new Trustee Eligibility Declaration procedure is being introduced.
- **IT disaster:** The Trust continues to monitor and improve IT cyber security arrangements to ensure a robustness and preparedness for any future attacks.
- **Reputational Risk:** The risk of reputational harm is being mitigated through the vigilance of the Trust including ongoing review of the Trust's Risk Register and implementing a Code of Conduct and ensuring staff are suitably supported and trained.
- **Risks to Ruskin Mill Trust Group's Method (PSTE):** Vigilance continues to be required to ensure that the Trust's Method is not compromised. The Trust invests in staff training and research to support the method.

### • Future Plans

Sunfield is planning to open the new lower school in September 2023. The space will provide additional teaching spaces for children aged 5 – 10 and sit between the main site and the farm. The building is designed to sit in the landscape, providing access to the outdoors and gardens in a safe and creative way. As part of the development, there are also plans to renovate some of the farm buildings to include a research centre, public café and additional farm buildings.

There are changes planned for the main site as well, removing some of the existing building that are not fit for purpose and creating additional teaching space and social enterprise space for the older pupils.

### STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trustees (who are also directors of Sunfield Children's Home Limited 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 Generally Accepted Accounting Practice (United Kingdom Accounting Standards).

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in



---

**REPORT OF THE TRUSTEES**

---

accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP and FRS 102;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions, disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006 and the provisions of the charity's constitution. 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.

• **Provision of information to Auditor**

Each of the persons who are trustees at the time when this Report of the Trustees is approved has confirmed that:

- so far as those trustees are aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all the steps that ought to have been taken as a trustee in order to be aware of any information needed by the charitable company's auditor in connection with preparing its report and to establish that the charitable company's auditor is aware of that information.

• **Qualifying third party indemnity provisions**

Trustees' indemnity insurance, indemnifying each director against liability to third parties, has been in place throughout the year ended 31 August 2022 and up to the date of approval of this report.

• **Auditor**

The auditor, Grant Thornton UK LLP, will be proposed for reappointment at the Annual General Meeting.

In preparing this report, the trustees have taken advantage of the small companies' exemptions provided by Section 415A of the Companies Act 2006.

Approved by the Trustees on 27 March 2023 and signed on their behalf by:



.....  
Aonghus Gordon OBE  
Trustee

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SUNFIELD CHILDREN'S HOMES LIMITED**

### **Opinion**

We have audited the financial statements of Sunfield Children's Homes Limited (the 'charitable company') for the year ended 31 August 2022, which comprise the Statement of Financial Activities (Incorporating an Income & Expenditure Account), 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 including Financial Reporting Standard 102; The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2022 and of its incoming resources and application of resources including, its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We have been appointed as auditor under the Companies Act 2006 and report in accordance with regulations made under that Act. We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial statements section' of our report. We are independent of the 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**

We are responsible for concluding on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify the auditor's opinion. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may cause the company to cease to continue as a going concern.

In our evaluation of the trustees' conclusions, we considered the inherent risks associated with the charitable company's business model including effects arising from macro-economic uncertainties such as the cost of living crisis, we assessed and challenged the reasonableness of estimates made by the trustees and the related disclosures and analysed how those risks might affect the charitable company's financial resources or ability to continue operations over the going concern period.

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 directors with respect to going concern are described in the relevant sections of this report.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SUNFIELD CHILDREN'S HOMES LIMITED**

### **Other information**

The other information comprises the information included in the Trustees' Report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the Trustees' Report. 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.

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 there is 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.

### **Opinion on other matters prescribed by the Companies Act 2006**

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

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

### **Matter on which we are required to report under the Companies Act 2006**

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 Strategic Report or the Directors' Report included in the Trustees' Report.

### **Matters on which we are required to report by exception**

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

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

### **Responsibilities of trustees**

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

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SUNFIELD CHILDREN'S HOMES LIMITED**

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. 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 the sector in which it operates. We determined that the following laws and regulations were most significant: The Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102), Charities SORP (FRS 102), the Companies Act 2006 and Charities Act 2011;
- We understood how the charitable company is complying with these legal and regulatory frameworks by making inquiries of management and those charged with governance. We enquired of management and those charged with governance whether there were any instances of non-compliance with laws and regulations, or whether they had any knowledge of actual or suspected fraud. We corroborated the results of our enquiries through our review of board and other minutes and through our legal and professional expenses review;
- We assessed the susceptibility of the charitable company's financial statements to material misstatement, including how fraud might occur and the risk of material override of controls. Audit procedures performed by the engagement team included:
  - Identifying and assessing the design effectiveness of certain controls management has in place to prevent and detect fraud
  - Challenging assumptions and judgements made by management in its significant accounting policies
  - Identifying and testing journal entries, with a focus on manual postings, journals that directly impacted on the surplus reported in the statement of financial activities and journal entries posted in the closing and accounts preparation period
  - Identifying and testing related party transactions
  - Inspecting the board and other committee minutes
  - Assessing the extent of compliance with the relevant laws and regulations as part of our procedures on the related financial statement item
- These audit procedures were designed to provide reasonable assurance that the financial statements were free from fraud or error. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error and detecting irregularities that result from fraud is inherently more difficult than detecting those that result from error, as fraud may involve collusion, deliberate concealment, forgery or intentional misrepresentations. Also, the further removed non-compliance with laws and regulations is from events and transactions reflected in the financial statements, the less likely we would become aware of it;

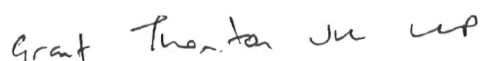
## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SUNFIELD CHILDREN'S HOMES LIMITED**

- Assessment of the appropriateness of the collective competence and capabilities of the engagement team included consideration of the engagement team's:
  - understanding of, and practical experience with audit engagements of a similar nature and complexity through appropriate training and participation
  - knowledge of the charity, education and care sector
  - understanding of the legal and regulatory requirements specific to the charitable company including:
    - the provisions of the applicable legislation
    - guidance issued by the Charities Commission.
- The team communications in respect of potential non-compliance with relevant laws and regulations included the potential for fraud in revenue through manipulation of income and management override of controls; and
- In assessing the potential risks of material misstatement, we obtained an understanding of:
  - the charitable company's operations, including the nature of its income and expenditure and its services and of its objectives and strategies to understand the classes of transactions, account balances, expected financial statement disclosures and business risks that may result in risks of material misstatement.
  - the charitable company's control environment, including:
    - the policies and procedures implemented by the charitable company to ensure compliance with the requirements of the financial reporting framework and relevant laws and regulations
    - the adequacy of procedures for authorisation of transactions and review of management accounts
    - procedures to ensure that possible breaches of laws and regulations are appropriately resolved.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

### **Use of our report**

This report is made solely to the 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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the 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.



William Devitt BSc FCA DChA  
Senior Statutory Auditor  
for and on behalf of Grant Thornton UK LLP  
Statutory Auditor, Chartered Accountants  
Birmingham

Date: 28 March 2023

**SUNFIELD CHILDREN'S HOMES LIMITED**

**STATEMENT OF FINANCIAL ACTIVITIES**

**(Incorporating an Income & Expenditure Account) for the year ended 31 August 2022**

	<b>Notes</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total Funds Period to 31.8.22 £</b>	<b>Total Funds Period to 31.8.21 £</b>
<b>INCOME FROM:</b>					
Donations and legacies		118,130	50,500	168,630	4,344
Charitable activities		9,623,087	-	9,623,087	9,103,271
Other trading activities		23,382	-	23,382	10,141
Investments		10,195	-	10,195	9,507
Other		2,735	-	2,735	3,888,997
<b>TOTAL INCOME</b>	<b>3</b>	<b>9,777,529</b>	<b>50,500</b>	<b>9,828,029</b>	<b>13,016,260</b>
<b>EXPENDITURE ON:</b>					
Charitable activities		(10,402,730)	-	(10,402,730)	(8,869,638)
Other		-	-	-	(19,755)
<b>TOTAL EXPENDITURE</b>	<b>5</b>	<b>(10,402,730)</b>	<b>-</b>	<b>(10,402,730)</b>	<b>(8,889,393)</b>
<b>NET (EXPENDITURE)/ INCOME FOR THE YEAR BEFORE (LOSS)/GAIN ON INVESTMENTS</b>					
		(625,201)	50,500	(574,701)	4,126,867
(Loss)/Gain on investments	8	(54,240)	-	(54,240)	78,613
<b>NET (EXPENDITURE)/INCOME</b>		<b>(679,441)</b>	<b>50,500</b>	<b>(628,941)</b>	<b>4,205,480</b>
Transfers between funds		-	-	-	-
<b>NET MOVEMENT IN FUNDS</b>		<b>(679,441)</b>	<b>50,500</b>	<b>(628,941)</b>	<b>4,205,480</b>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward	12	6,154,741	1,470	6,156,211	1,950,731
Total funds carried forward	12	5,475,300	51,970	5,527,270	6,156,211

The notes on pages 15 to 30 form part of these financial statements.

# SUNFIELD CHILDREN'S HOMES LIMITED

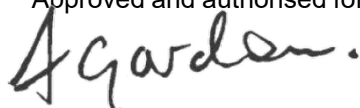
(Company registration number  
00413810)

## BALANCE SHEET As at 31 August 2022

	Notes	31 August 2022 £	31 August 2021 £
<b>FIXED ASSETS:</b>			
Tangible assets	7	452,916	138,150
Investments	8	475,361	530,449
		<u>928,277</u>	<u>668,599</u>
<b>CURRENT ASSETS:</b>			
Debtors	9	5,168,674	4,982,757
Cash at bank and in hand		430,985	956,016
		<u>5,599,659</u>	<u>5,938,773</u>
<b>LIABILITIES:</b>			
Creditors falling due within one year	10	(1,000,666)	(451,161)
<b>NET CURRENT ASSETS</b>		<b>4,598,993</b>	<b>5,487,612</b>
Creditors falling due in over one year		-	-
<b>NET ASSETS</b>		<u><b>5,527,270</b></u>	<u><b>6,156,211</b></u>
<b>FUNDS</b>			
Unrestricted funds		5,475,300	6,154,741
Restricted funds		51,970	1,470
	11	<u><b>5,527,270</b></u>	<u><b>6,156,211</b></u>

The financial statements have been prepared in accordance with the Companies Act 2006.

Approved and authorised for issue by the Trustees on 27 March 2023 and signed on their behalf by:



Aonghus Gordon OBE  
Trustee

The notes on pages 15 to 30 form part of these financial statements.

**SUNFIELD CHILDREN'S HOMES LIMITED**

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

	Note	Period to 31 August 2022 £	Period to 31 August 2021 £
<b>Cash flows from operating activities:</b>			
<b><i>Net cash used in operating activities</i></b>	<b>14</b>	<u>(173,162)</u>	<u>(1,384,760)</u>
<b>Cash flows from investing activities</b>			
Investment income		<b>10,195</b>	88,120
Purchase of tangible fixed assets		<b>(362,912)</b>	(104,293)
Disposal of tangible fixed assets		-	2,200,727
Payments to acquire fixed asset investments		<b>(35,800)</b>	(92,219)
Receipts from sale of fixed asset investments		<b>36,648</b>	82,921
<b><i>Net cash (used in)/provided by investing activities</i></b>		<u><b>(351,869)</b></u>	<u>2,175,256</u>
<b><i>Change in cash and cash equivalents in the reporting period</i></b>		<b>(525,031)</b>	790,496
<b><i>Cash and cash equivalents at the beginning of the reporting period</i></b>		<u><b>956,016</b></u>	<u>165,520</u>
<b><i>Cash and cash equivalents at the end of the reporting period</i></b>		<u><b>430,985</b></u>	<u>956,016</u>

The notes on pages 15 to 30 form part of these financial statements.



# **SUNFIELD CHILDREN'S HOMES LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS** **For the period ended 31 August 2022**

### **1 ACCOUNTING POLICIES**

#### **Legal status of the charity**

Sunfield Children's Homes Limited (Sunfield) was incorporated in England and Wales as a company limited by shares (registered no. 00413810).

Sunfield is also registered with the Charity Commission in England and Wales (registered no. 527552).

The registered office of Sunfield is Ruskin Mill Trust, Millbottom, Nailsworth, GL6 0LA and principal office of Sunfield is Clent Grove, Clent, Stourbridge, West Midlands DY9 9PB.

#### **Basis of accounting**

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Sunfield meets the definition of a public benefit entity under FRS 102.

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

The financial statements are presented in sterling (£) which is the functional currency of the charity.

#### **Going concern**

For the foreseeable future the Trustees consider Sunfield a going concern based on recurring funding receivable from the local authorities to enable us to provide a level of care for our students and cover overheads. The Trustees also believe that reserves are maintained at an appropriate level to provide the sufficient level of cover necessary should it be required.

The Trust ensures that robust budgets are set, and that actual spend against these budgets is analysed on a monthly basis by both the Executive Team and the Board of Trustees' Finance Sub-Committee; the full Board also receives these monthly management accounts and reviews them on a two-monthly cycle. The company is currently negotiating fee increases with local authorities to mitigate the impact of inflation on expenditure.

The group, headed by Ruskin Mill Trust Limited, has substantial net assets. Furthermore, Ruskin Mill Trust Limited has provided assurances that group financial support will be provided to Sunfield as required. There are therefore no material uncertainties surrounding the going concern status of Sunfield.

#### **Income**

Income derived from fees is accounted for on an accruals basis.

Donations and legacies are credited to revenue when the charitable company has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from dividends is recognised when receivable.

All income is attributable to the one principal activity of the company which arose wholly within the United Kingdom.

# SUNFIELD CHILDREN'S HOMES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 31 August 2022

### 1 ACCOUNTING POLICIES (CONTINUED)

#### Expenditure

Resources are included in the Statement of Financial Activities on an accruals basis. Overheads are allocated over the charitable and fundraising activities in proportion to the direct costs by those activities. Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Included in Governance costs are the annual audit fee, professional fees related to maintain the constitutional framework and Trustee expenses.

Termination payments are accounted for as soon as the charitable company is aware of the obligation to make the payment.

#### Investments

Investments are stated at market value at the balance sheet date. The SOFA included the net gains and losses arising on revaluation and disposal throughout the year.

#### Fixed assets

Items of a capital nature, capable of lasting more than one year and costing more than £5,000 are normally capitalised.

#### Depreciation

Depreciation is calculated so as to write off the cost of an asset, over the useful economic life of that asset as follows:

Leasehold buildings	1% - 10% pa	- straight line
Plant & machinery	10% - 25% pa	- straight line
Motor vehicles	25% pa	- straight line
Fittings & equipment	10% - 25% pa	- straight line

A full year's depreciation is charged in the year of acquisition and no depreciation is charged in the year of disposal.

Depreciation is not charged on assets under construction.

#### Operating lease agreements

Rentals paid under operating leases are charged to income on a straight-line basis over the period of the lease.

#### Consumables

It is not the company's policy to include consumables as a current asset in these financial statements. The consumables store area maintains medical and domestic supplies for daily use, not thought to be worth in excess of £15,000 at any one time.

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**For the year ended 31 August 2022**

**1 ACCOUNTING POLICIES (CONTINUED)**

**Pension costs**

Teachers are eligible for membership of the Teachers' Pension Scheme which is a defined benefit scheme. It is a multi-employer scheme and the charity's share of any deficit cannot be identified. Therefore, it is accounted for as a defined contribution scheme in accordance with the provisions of FRS 102.

All other staff are eligible to join our stakeholder scheme with an employer's contribution of varying rates. Contributions payable are charged to the SOFA in the year in which they are due. All pension costs are allocated to unrestricted funds.

**Fund accounting**

Unrestricted Funds are available for use at the discretion of the Trustees to fulfil the charity's general charitable objectives.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor and / or through the terms of an appeal.

Further explanation of the nature and purpose of each fund is included in note 11.

**Debtors**

Short term debtors are initially measured at transaction price, less any impairment. Prepayments are measured at the amount prepaid.

**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 recognised at their settlement amount after allowing for any trade discounts due.

**Cash and cash equivalents**

Cash and cash equivalents include cash in hand and held with banks and other short-term deposits.

**Financial instruments**

Sunfield only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Debtors and creditors are initially recognised at transaction value and subsequently measured at their settlement value. Financial investments are initially measured at their transaction cost and subsequently measure at their fair value at the balance sheet date. Please see note 13.

**Taxation**

The company is a registered charity and as such is entitled to tax exemption on all its income and gains, properly applied for its charitable purposes.

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**For the year ended 31 August 2022**

**1 ACCOUNTING POLICIES (CONTINUED)**

**Significant estimates and judgements**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The items in the financial statements where these estimates and judgements have been made include the following:

**Grant commitment**

An outstanding grant commitment of £2,558,831 was de-recognised in the prior year. A commitment was previously recognised as a result of the deed of covenant signed by Sunfield and its parent, Ruskin Mill Trust Limited, on 31 August 2017 which committed Sunfield to the transfer of all freehold land and buildings to Ruskin Mill Land Trust (RMLT). Following the transfer of freehold land and buildings during the prior year to Ruskin Mill Land Trust, the company discharged the associated grant liability.

**Useful economic lives of tangible assets**

The annual depreciation charges for the tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on economic utilisation and the physical condition of the assets.

**Impairment of debtors**

The Group makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience.

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
For the year ended 31 August 2022

**2 STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD 31.8.20 TO 31.8.21**

	Notes	Unrestricted Funds £	Restricted Funds £	Total Funds Year to 31.8.21 £
INCOME FROM:				
Donations and legacies		2,975	1,369	4,344
Charitable activities		9,103,271	-	9,103,271
Other trading activities		10,141	-	10,141
Investments		9,507	-	9,507
Other		1,330,166	2,558,831	3,888,997
<b>TOTAL INCOME</b>	<b>3</b>	<b>10,456,060</b>	<b>2,560,200</b>	<b>13,016,260</b>
EXPENDITURE ON:				
Charitable activities		8,869,638	-	8,869,638
Grant Commitment		-	19,755	19,755
<b>TOTAL EXPENDITURE</b>	<b>5</b>	<b>8,869,638</b>	<b>19,755</b>	<b>8,889,393</b>
NET EXPENDITURE FOR THE YEAR BEFORE GAIN ON INVESTMENTS				
		1,586,423	2,540,445	4,126,868
Gain on investments	8	<u>78,613</u>	<u>-</u>	<u>78,613</u>
<b>NET INCOME</b>		<b>1,665,035</b>	<b>2,540,445</b>	<b>4,205,480</b>
Transfers between funds		2,079,716	(2,079,716)	-
<b>NET MOVEMENT IN FUNDS</b>		<b>3,744,751</b>	<b>460,729</b>	<b>4,205,480</b>
RECONCILIATION OF FUNDS				
Total funds brought forward	11	<u>2,409,990</u>	<u>(459,259)</u>	<u>1,950,731</u>
Total funds carried forward	11	<u>6,154,741</u>	<u>1,470</u>	<u>6,156,211</u>

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
For the year ended 31 August 2022

**3 INCOME**

	Period to 31 August 2022 £	<i>Period to 31 August 2021 £</i>
<b>Donations and legacies</b>	<b>168,630</b>	4,344
<b>Charitable activities</b>		
Care and education of children	<b>9,623,087</b>	9,103,271
	<b>9,623,087</b>	9,103,271
<b>Other trading activities</b>		
Sale of goods	<b>14,597</b>	3,891
Rent	<b>8,785</b>	6,250
	<b>23,382</b>	10,141
<b>Investments</b>		
Listed investments	<b>10,189</b>	9,506
Bank interest	<b>6</b>	1
	<b>10,195</b>	9,507
<b>Other</b>		
Fixed asset sale & associated grant release	<b>-</b>	3,887,637
Other	<b>2,735</b>	1,360
<b>TOTAL INCOME</b>	<b>9,828,029</b>	<i>13,016,260</i>

**4 NET INCOME**

Net income is stated after charging:

	Year to 31 August 2022 £	<i>Year to 31 August 2021 £</i>
Auditor's remuneration – audit	<b>13,000</b>	12,000
Auditor's remuneration – other services	<b>1,000</b>	700
Operating lease payments in year	<b>3,002</b>	2,485
Depreciation - owned assets	<b>48,146</b>	323,777

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
For the period ended 31 August 2022

**5 ANALYSIS OF EXPENDITURE**

	Staff costs (see note 6) £	Depreciation (see note 7) £	Support £	Period to 31 August 2022 £	Period to 31 August 2021 £
<b>Charitable activities</b>					
Care of children	2,832,890	30,675	3,624,779	6,488,344	5,719,861
Education of children	1,470,159	15,919	2,283,520	3,769,598	3,005,384
Therapies and healthcare for children	119,363	1,293	-	120,656	131,318
Training, research and awareness	23,873	259	-	24,132	32,830
<b>Total</b>	<b>4,446,285</b>	<b>48,146</b>	<b>5,908,299</b>	<b>10,402,730</b>	<b>8,889,393</b>

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
For the per ended 31 August 2022

**6 STAFF COSTS**

	Year to 31 August 2022 £	Year to 31 August 2021 £
Wages and salaries	3,902,486	5,434,900
Social Security Costs	427,502	389,042
Other pension costs	116,297	89,900
	<u>4,446,285</u>	<u>5,913,842</u>

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

Headcount	Year to 31 August 2022 No.	Year to 31 August 2021 No.
Psychology and therapies	5	4
Support services	24	26
Education	62	57
Care	117	128
	<u>208</u>	<u>215</u>

The numbers of employees earning in excess of £60,000 (including employer NI and excluding pension costs) were:

	Year to 31 August 2022 No.	Year to 31 August 2021 No.
£70,001 - £80,000	1	1

Termination benefits of £11,864 were paid to one individual during the year.

No trustee expenses were reimbursed during the financial year (period ended 31 August 2021: £Nil was reimbursed during the financial year).

No Trustees were remunerated in the current period (period ended 31 August 2021: £Nil was paid).



**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
For the year ended 31 August 2022

**7 TANGIBLE FIXED ASSETS**

	Leasehold land & buildings	Plant & machinery	Motor vehicles	Fittings & equipment	Assets Under Construction	Totals
	£	£	£	£	£	£
<b>Cost</b>						
<b>At 31 August 2021</b>	36,735	69,881	220,522	693,904	11,387	1,032,429
Additions	<b>129,963</b>	-	-	<b>45,712</b>	<b>187,237</b>	<b>362,912</b>
Transfers	-	<b>28,301</b>	-	<b>(28,301)</b>	-	-
<b>At 31 August 2022</b>	<b>166,698</b>	<b>98,182</b>	<b>220,522</b>	<b>711,315</b>	<b>198,624</b>	<b>1,395,341</b>
<b>Depreciation</b>						
<b>At 31 August 2021</b>	-	56,955	202,088	635,236	-	894,279
Charge for the year	<b>1,329</b>	<b>5,392</b>	<b>6,749</b>	<b>34,676</b>	-	<b>48,146</b>
Transfers	-	<b>22,875</b>	-	<b>(22,875)</b>	-	-
<b>At 31 August 2022</b>	<b>1,329</b>	<b>85,222</b>	<b>208,837</b>	<b>647,037</b>	-	<b>942,425</b>
<b>NBV</b>						
<b>At 31 August 2022</b>	<b>165,369</b>	<b>12,960</b>	<b>11,685</b>	<b>64,278</b>	<b>198,624</b>	<b>452,916</b>
<b>At 31 August 2021</b>	36,735	12,926	18,434	58,668	11,387	138,150

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
For the year ended 31 August 2022

**8 INVESTMENTS**

	<b>31 August 2022</b>	<i>31 August 2021</i>
	<b>£</b>	<b>£</b>
<b>Listed investments:</b>		
Market value at 31 August 2021	<b>530,449</b>	442,538
Acquisitions at cost	<b>35,800</b>	92,219
Proceeds on disposal	<b>(36,648)</b>	(82,921)
(Loss)/Gain in the period	<b>(54,240)</b>	78,613
Market value at 31 August 2022	<b>475,361</b>	530,449

	<b>31 August 2022</b>	<i>31 August 2021</i>
	<b>£</b>	<b>£</b>
<b>Investments at market value comprised:</b>		
UK Bonds	<b>14,512</b>	17,946
Overseas Bonds	<b>48,893</b>	50,518
UK Equities	<b>111,129</b>	142,203
North American Equities	<b>151,775</b>	145,590
European Equities	<b>32,536</b>	53,194
Japanese Equities	<b>14,963</b>	19,441
Asia Pacific Equities	<b>33,009</b>	36,391
Emerging Market Equities	<b>3,742</b>	8,070
Global Investments	-	-
Absolute Return	<b>28,780</b>	18,294
Property	<b>13,016</b>	16,045
Other Investments	<b>23,186</b>	22,757
	<b>475,361</b>	530,449
Historical cost	<b>430,360</b>	397,089

The following investments represent more than 5% of the total market value:

	<b>31 August 2022</b>
	<b>£</b>
Jupiter Unit Trust Managers	<b>27,832</b>
Vanguard Investments UK	<b>78,033</b>

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
For the year ended 31 August 2022

**9 DEBTORS: AMOUNTS DUE WITHIN ONE YEAR**

	<b>31 August 2022</b>	<i>31 August 2021</i>
	£	£
Trade debtors	<b>654,555</b>	440,078
Intercompany debtors	<b>979,022</b>	1,016,860
Prepayments and accrued income	<b>10,586</b>	722
Amounts due from related party (see note 19)	<b>3,500,000</b>	3,500,000
Other debtors	<b>24,511</b>	25,097
	<u><b>5,168,674</b></u>	<u>4,982,757</u>

**10 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31 August 2022</b>	<i>31 August 2021</i>
	£	£
Trade creditors	<b>219,325</b>	195,240
Intercompany Creditors	-	5,886
Other creditors	<b>128,063</b>	63,075
Social security and other taxes	<b>153,442</b>	144,861
Accruals	-	7,742
Fees in advance	<b>499,836</b>	34,357
	<u><b>1,000,666</b></u>	<u>451,161</u>

**Fees received in advance**

	<b>31 August 2022</b>	<i>31 August 2021</i>
	£	£
Amounts brought forward	<b>34,357</b>	-
Amounts received during the year	<b>10,088,566</b>	9,137,628
Amounts utilised during the year	<u><b>(9,623,087)</b></u>	<u>(9,103,271)</u>
	<u><b>499,836</b></u>	<u>34,357</u>

Fees received in advance relates to fees received from the Local Authorities in respect of the 2021/2022 academic year.

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
For the year ended 31 August 2022

**11 RECONCILIATION OF MOVEMENT IN FUNDS**

	<i>At 31 August 2021</i>	<b>Income</b>	<b>Expenditure</b>	<b>Losses</b>	<b>Transfers</b>	<b>At 31 August 2022</b>
	£	£	£	£	£	£
<b>Unrestricted funds</b>						
General fund	6,154,741	9,777,529	(10,402,730)	(54,240)	-	5,475,300
<b>Restricted funds</b>						
Share capital	100	-	-	-	-	100
Bike project	1,370	500	-	-	-	1,870
Edward Cadbury fund	-	50,000	-	-	-	50,000
	<u>1,470</u>	<u>50,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,970</u>
<b>TOTAL</b>	<u>6,156,211</u>	<u>9,828,029</u>	<u>(10,402,730)</u>	<u>(54,240)</u>	<u>-</u>	<u>5,527,270</u>

A £1,369 donation was received from Baron Davenports for the Sunfield bike project, and a further £500 has been donated by Dumbrek Charity towards this project.

A £50,000 donation has been received from the Edward Cadbury Charitable Trust to be used towards the Lower School development.

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
For the year ended 31 August 2022

**12 ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	<b>31 August 2022</b>	<i>31 August 2021</i>
	£	£
<b>Authorised</b>		
100 Ordinary shares of £1 each	<b>100</b>	<i>100</i>
	<hr/>	<hr/>
<b>Allotted and fully paid</b>		
100 Ordinary shares of £1 each	<b>100</b>	<i>100</i>
	<hr/>	<hr/>

<b>As at 31 August 2022</b>	<b>Fixed assets</b>	<b>Investments</b>	<b>Other net assets</b>	<b>Total</b>
	£	£	£	£
Share capital	-	-	<b>100</b>	<b>100</b>
Other reserves	-	<b>1,870</b>	<b>50,000</b>	<b>51,869</b>
Restricted funds	-	<b>1,870</b>	<b>50,100</b>	<b>51,970</b>
Unrestricted funds	<b>452,916</b>	<b>473,491</b>	<b>4,548,893</b>	<b>5,475,300</b>
	<b>452,916</b>	<b>475,361</b>	<b>4,598,993</b>	<b>5,527,270</b>
	<hr/>	<hr/>	<hr/>	<hr/>

<b>As at 31 August 2021</b>	<b>Fixed assets</b>	<b>Investments</b>	<b>Other net assets</b>	<b>Total</b>
	£	£	£	£
Share capital	-	-	100	100
Other reserves	-	1,369	1	1,370
Restricted funds	-	1,369	101	1,470
Unrestricted funds	138,150	529,080	5,487,511	6,154,741
	138,150	530,449	5,487,612	6,156,211
	<hr/>	<hr/>	<hr/>	<hr/>

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
For the year ended 31 August 2022

**13 FINANCIAL INSTRUMENTS**

	31 August 2022 £	31 August 2021 £
Financial assets measured at settlement value	4,610,050	5,938,052
Financial assets measured at fair value	475,362	530,449
Financial liabilities measured at settlement value	<u>347,388</u>	<u>278,361</u>

Financial assets measured at settlement value comprise cash, trade debtors and other debtors.

Financial assets measured at fair value comprise listed investments which is the market value at the balance sheet date

Financial liabilities measured at settlement value comprise trade creditors, other creditors and accruals.

**14 RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES**

	31 August 2022 £	31 August 2021 £
<b>Net movement in funds</b>	<b>(628,941)</b>	4,205,480
(Loss)/Gain on investments	54,240	(78,612)
Investment income	(10,195)	(88,120)
Depreciation	48,146	323,777
Increase in debtors	(185,916)	(3,157,102)
(Decrease) / increase in creditors	549,504	(2,590,183)
<b>Net cash used in operating activities</b>	<u><b>(173,162)</b></u>	<u><b>(1,384,760)</b></u>

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**For the year ended 31 August 2022**

## **15 PENSIONS**

### **Teachers' Pension scheme**

The charity participates in the Teachers' Pension Scheme ("the TPS") for its teaching staff. The pension charge for the year includes contributions payable to the TPS of £36,064 and at the year-end an amount payable of £3,364.

The TPS is a statutory, defined benefit scheme, governed by the Teacher's Pension Scheme Regulations 2014. Membership is automatic for full-time teachers in academies. All teachers have the option to opt-out of the TPS following enrolment.

The TPS is an unfunded scheme to which both the member and the employer makes contributions, as a percentage of salary – these contributions are credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

### **Valuation of the Teachers' Pension Scheme**

The Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TTPS in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 published by HM Treasury every 4 years. The aim of the review is to specify the level of future contributions. Actuarial scheme valuations are dependent on assumptions about the value of future costs, design of benefits and many other factors. The latest actuarial valuation of the TPS was carried out as at 31 March 2016. The valuation report was published by the Department for Education on 5 March 2019

The key elements of the valuation and subsequent consultation are:

- employer contribution rates set at 23.68% of pensionable pay (including a 0.08% administration levy)
- total scheme liabilities (pensions currently in payment and the estimated cost of future benefits) for service to the effective date of £218,100 million and notional assets (estimated future contributions together with the notional investments held at the valuation date) of £196,100 million, giving a notional past service deficit of £22,000 million
- the SCAPE rate, set by HMT, is used to determine the notional investment return. The current SCAPE rate is 2.4% above the rate of CPI, assumed real rate of return is 2.4% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.2%. The assumed notional rate of return including earnings growth is 4.45%.

The next valuation result is due to be implemented from 1 April 2023.

A copy of the valuation report and supporting documentation is on the Teachers' Pension website (<https://www.teacherspensions.co.uk/news/employers/2019/04/teachers-pensions-valuation-report.aspx>).

Under the definitions set out in FRS 102, the TPS is an unfunded multi-employer pension scheme. The Charitable Company has accounted for its contributions to the scheme as if it were a defined contribution scheme. The Charitable Company has set out above the information available on the scheme.

**SUNFIELD CHILDREN'S HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**For the year ended 31 August 2022**

**16 OPERATING LEASE COMMITMENTS**

At 31 August 2022 and 31 August 2021, the company had no commitments under non-cancellable operating leases.

**17 CONTINGENCIES**

There are no contingent liabilities known or anticipated by the Trustees at the current or previous period end.

**18 CAPITAL COMMITMENTS**

There are no capital commitments at the current or previous period end.

**19 ULTIMATE PARENT COMPANY AND CONTROLLING PARTY**

Ruskin Mill Trust Limited (registered in England and Wales; company number: 07252866 and charity number: 1137167) is the sole member and controlling party of Sunfield Children's Homes Limited. The objects of Ruskin Mill Trust Limited include the advancement of the education of young people with learning difficulties and/ or behavioural problems or special educational needs; the promotion of research into the practice and development of those areas of education; and the promotion of Rudolf Steiner education establishments. The charitable company runs six special educational needs schools/colleges. A copy of their financial statements can be obtained from the Registrar of Companies, Companies House, Crown Way, Cardiff, CF14 3UZ.

**20 RELATED PARTY TRANSACTIONS**

During the year A Gordon OBE was the director and sole corporate Trustee of Ruskin Mill Land Trust (RMLT). A grant commitment of £2,558,831 (provisioned year ending 31 August 2020) was discharged/ released to the income statement during the previous financial year. In the year ended 31 August 2021, the company transferred/ sold associated freehold land and buildings to RMLT for £3,500,000. At the year end, RMLT owes Sunfield £3,500,000 for the purchase of the freehold land and buildings, which is disclosed with debtors (see note 9).