

Moon Hall Schools Educational Trust
Charity number 803481

**Burys Court,
Flanchford Road,
Leigh,
Reigate,
Surrey,
RH2 8RE**

Kreston Reeves LLP
Statutory Auditor and Chartered Accountants
Springfield House
Springfield Road
Horsham
West Sussex
RH12 2RG

Dear Sirs

This letter is furnished at your request in connection with the audit of the financial statements of the charitable company for the period ended 31 August 2022 for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the results and financial position of the charity in accordance with the Companies Act 2006 and United Kingdom Generally Accepted Accounting Practice, including the Statement of Recommended Practice *Accounting and Reporting by Charities* applicable to charities preparing their accounts in accordance with FRS102 ("the SORP"), including all subsequent Update Bulletins issued that apply to the period under review.

We recognise that our representations concerning the matters referred to below are significant in enabling you to form an opinion on the financial statements.

In particular, we have carefully considered the impact of the COVID-19 pandemic and the UK's exit from the European Union ('Brexit'), on the charity's business and its financial statements.

We have fulfilled our responsibilities as directors of the charitable company, as set out in your terms of engagement dated 14 June 2022, under the Companies Act 2006 for preparing financial statements in accordance with the applicable law and United Kingdom Generally Accepted Accounting Practice, which you have drafted on our behalf, which give a true and fair view of the financial position of the charitable company as of the period end and of the results of operations for the period then ended and for making accurate representations to you.

We acknowledge our legal responsibilities regarding disclosure of information to you as auditors and confirm that, so far as we are aware, there is no relevant audit information needed by you in connection with preparing your audit report of which you are unaware. Each director has taken all the steps that they ought to have taken as a director in order to make them self aware of any relevant audit information and to establish that you are aware of that information.

Fraud

We acknowledge our responsibility for the design, implementation and maintenance of a system of internal control in order to prevent and detect fraud.

We have assessed the risk that the financial statements may be materially misstated as a result of fraud and it is our opinion that any such risk is minimal.

We are not aware of any irregularities involving management or employees who have a significant role with regards to the internal control system or that could have a material effect on the financial statements.

We are not aware of any fraud or suspected fraud of any kind communicated by current or former employees, analysts, regulators or any others.

We are not aware of matters related to fraudulent activity or other non-compliance with law or regulation arising since the beginning of the period which have been communicated to the Charity Commission.

Provision of information

We have made available to your representatives all significant financial records and related data. We have provided to you all other information requested and given unrestricted access to persons within the charity from whom you have deemed it necessary to obtain audit evidence. All other records and related information, including minutes of all management meetings, have been made available to you.

Accounting records

All financial transactions of the charity have been properly reflected in the accounting records in accordance with the requirements of the Companies Act 2006 and have been properly reflected in the financial statements.

Accounting estimates

We confirm that the methods, data and significant assumptions used by us in making accounting estimates, and their related disclosures, are appropriate to achieve recognition, measurement and disclosure that is reasonable in the context of the applicable financial reporting framework. We confirm that we have informed you of all such significant assumptions.

Minutes and Contracts

The minute books presented to you contain complete and authentic minutes of all meetings of the charity's trustees/directors since the beginning of the period under review.

We have complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of non-compliance.

None of the directors/trustees had at any time in the period an interest in any contract with the charity (excluding service contracts) except as disclosed in the notes to the financial statements.

Law and Regulations

We confirm that we are not aware of any possible or actual instance of non-compliance with those laws and regulations which provide a legal and regulatory framework within which the charity conducts its business and which are central to the charity's ability to conduct its business, except as explained to yourselves and disclosed in the financial statements.

We confirm that we have reviewed the guidance "How to report a serious incident in your charity" published by the Charity Commission. We also confirm that no Serious Incident Reports have been submitted to the Charity Commission, nor any events considered for submission, during the accounting period or in the period from the balance sheet date to the date of approval of the financial statements.

We are not aware of any instances during the period where the charity has operated outside its charitable objectives as laid down in its governing documents.

We can confirm that our procedures for handling data are compliant with the General Data Protection Regulation and that there have been no events which could result in any penalty being levied by the Information Commissioner's Office which could have a material impact on the financial statements.

Tangible Fixed Assets

The net book amounts at which fixed assets are included in the balance sheet are arrived at:

- After taking into account all capital expenditure on additions thereto, but no expenditure properly chargeable to revenue.
- After eliminating the cost and accumulated depreciation relating to items sold or otherwise disposed of.
- After providing for amortisation and impairment at rates sufficient to reduce the net book amounts to their residual value by the time they become no longer economically useful to the charity.
- After recognising the expected decommissioning costs that will be incurred at the end of each asset's useful economic life

We confirm that all tangible fixed assets included in the financial statements exist at the balance sheet.

Other Current Assets

We are of the opinion that other current assets have a value on realisation in the ordinary course of operations at least equal to the amounts at which they are stated in the financial statements. In particular adequate provision has been made against all amounts owing to the charity, which are known, or may be expected, to be irrecoverable.

Assets - General

We confirm that the charity has satisfactory title to all assets appearing in the balance sheet and that they are free from any lien or charge unless otherwise stated in the financial statements.

We have no intentions that may materially alter the carrying value or classification of assets and liabilities reflected in the financial statements.

Liabilities - General

All known liabilities of the charity at the balance sheet date have been included in the financial statements. Adequate provisions have been made in the financial statements for liabilities, which are known to exist but the amount of which, cannot be accurately determined.

Provision has been made for all grant commitments made by the charity in line with the requirements of the SORP.

Contingent Liabilities

We have disclosed to you all claims in connection with litigation or any other claims of material importance that have been, or are expected to be, received and any such claims have been appropriately accounted for and disclosed in the financial statements.

We have disclosed to you all other contingent liabilities.

Corporation Tax

The charity has not undertaken any activities during the year upon which a corporation tax liability arises.

Statement of financial activities

All income of the charity for the period under review has been included in the financial statements.

Except as disclosed in the financial statements the results for the period were not materially affected by:

- transactions of a sort not usually undertaken by the charity.
- circumstances of an exceptional or non-recurring nature.
- charges or credits relating to prior periods.

All grants, donations and other income, the receipt of which is subject to specific terms or conditions, have been notified to you. There have been no breaches of terms or conditions during the period in the application of such income.

Transactions with directors/trustees and other related parties

Trustees' remuneration

We confirm that no remuneration was paid to trustees during the period under review.

Key management personnel compensation

We confirm that in addition to the trustees of the charity, the following individuals are considered to have formed part of the Key Management of the charity during the accounting period due to their authority and responsibility for planning, directing and controlling the activities of the charity:

- Michelle Catterson
- Tracy Caveney
- Andrew Rowe
- Tom Duke
- Beverly Sheat
- Dan Crowehurst
- Tina Howlands

We confirm the accuracy of the disclosure of the Key Management Personnel compensation, which includes all employee benefits paid, payable or provided by the charity or on behalf of the charity in exchange for services rendered to the charity. It also includes any consideration paid on behalf of any parent undertaking of the charity in respect of any goods or services provided to the charity.

Directors' advances, credits and guarantees

The charity has had at no time during the period any arrangement, transaction or agreement to provide credit facilities (including loans, quasi loans or credit transactions) for directors and other related parties nor to guarantee or provide security for such facilities except as disclosed in the financial statements.

Related party transactions

We confirm that we have fully disclosed to you the identity of all of the charity's related parties. You have been provided with details of all transactions between the charity and its related parties that have arisen during the accounting period and we confirm that the disclosure made in the financial statements of these transactions is complete and accurate.

We confirm the factual accuracy of the controlling party disclosure in the financial statements.

Capital Commitments

The financial statements make full disclosure of all outstanding amounts contracted for at the balance sheet date in respect of capital expenditure.

Post Balance Sheet Events

Since the balance sheet date no events or transactions have either occurred or are pending which would have a material effect upon the financial statements at that date, or for the period then ended, or which are of such significance in relation to the charity's affairs as to require disclosure in the financial statements.

Financial Facilities

Since the balance sheet date adequate financial facilities have continued to be available to the charity and we have no reason to believe that such facilities will be withdrawn within the next twelve months.

Proposed adjustments and misstatements detected by the auditors

We acknowledge our responsibility for the maintenance of the accounting records and the preparation of the financial statements which you have compiled on our behalf. We confirm that we have reviewed these financial statements and are satisfied that they have been correctly compiled.

Review of going concern basis

We confirm that we have considered the charity's future operations, working capital requirements and cashflows and we feel that the going concern basis is appropriate for the preparation of the financial statements for the period under review. Our considerations have covered a period of not less than 12 months from the date of the approval of the financial statements.

Our consideration has included a thorough assessment of the charity's ability to continue trading as a going concern in light of the COVID-19 pandemic and the global economic uncertainty it has caused, and of Brexit and the end of the Brexit transition period. We have taken appropriate measures, as far as possible based on the information currently available to us, to safeguard the current and future operations of the charity.

In making this assessment we have prepared revised forecasts, cashflows and our disaster planning includes due consideration of coronavirus contingency measures.

All projected cashflows, management accounts and other information and assumptions used in reaching this conclusion have been made available to you for the purposes of your audit. We confirm that our plans for future actions required to enable the company to continue as a going concern are feasible.

There are no material uncertainties of which we are aware that cast doubt on the charity's ability to continue as a going concern.

We are of the opinion that the disclosure on going concern in both the trustees' report and the financial statements is an accurate reflection of the charity's financial position.

Current economic climate – COVID-19 and Brexit

We confirm that we are aware of our responsibility as trustees to consider, as far as possible with the information currently available to us, the full impact of the COVID-19 pandemic and its effect on the global economic climate (together 'COVID-19') and Brexit and the end of the transition period (together 'Brexit'), on all aspects of the charity's financial and narrative reporting.

We confirm that all representations made in this letter include due consideration of these factors. In particular this includes, but is not limited to, the following:

- Appropriate disclosure has been included in the charity's narrative reporting regarding the impact of COVID-19 and Brexit on the charity's performance during the period, our assessment of principal risks and uncertainties and the future activity of the charity;
- We acknowledge our responsibility in the preparation of the financial statements for making appropriate judgments, estimates and assumptions. We have informed you of the judgements and estimates, including those related to COVID-19 and Brexit, that have had the most significant impact on the financial statements;
- The financial statements reflect the conditions which existed at the reporting date,
 - to the extent that the spread of COVID-19 was known and government measures were announced, together with its impact on the local and global economic climate; and
 - to the extent that arrangements and agreements had been announced in respect of the UK leaving the European Union.

The effect of material non-adjusting events subsequent to the reporting date has been disclosed in the financial statements;

- We have considered whether the charity's tangible fixed assets have been impaired due to COVID-19 and Brexit. We have also considered whether our estimate of useful economic lives remains appropriate. Our consideration has included a review of the current market value of those assets and their future economic performance;
- At the reporting date, any additional liabilities arising as a result of COVID-19 and Brexit have been recognised. We have specifically considered whether any additional provision is required in respect of:
 - Doubtful debts;
 - Onerous leases and contracts;
 - Redundancy payments.

Approval of Financial Statements

We confirm that the above representations are made on the basis of enquiries of management and staff with relevant knowledge and experience and, where appropriate, of inspection of supporting documentation sufficient to satisfy ourselves that we can properly make each of the above representations to you.

The financial statements and the contents of this letter were formally approved by the board at a meeting held on the date shown below.

Yours faithfully



Director/Trustee

for and on behalf of the Board of Governors

Date:

22/3/2023

Registered number: 02485159
Charity number: 803481

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Trustees' Report	2 - 9
Independent Auditors' Report on the Financial Statements	10 - 13
Statement of Financial Activities	14
Balance Sheet	15 - 16
Statement of Cash Flows	17
Notes to the Financial Statements	18 - 34

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 AUGUST 2022

Trustees	E S Hames B E Baker A Turner, Chair E M Fitzgibbons G P Humphries A Walford O Newhall (appointed 22 March 2022) A Kitley (appointed 29 June 2022) C Goostrey (deceased)
-----------------	---

Company registered number	02485159
----------------------------------	----------

Charity registered number	803481
----------------------------------	--------

Registered office	Burys Court Flanchford Road Leigh Reigate Surrey RH2 8RE
--------------------------	---

Company secretary and Bursar	T L Caveney
-------------------------------------	-------------

Executive Head	M Catterson
-----------------------	-------------

Independent auditors	Kreston Reeves LLP Chartered Accountants Statutory Auditor Springfield House Springfield Road Horsham West Sussex RH12 2RG
-----------------------------	---

Bankers	Barclays Bank Plc 87/99 High Street Dorking Surrey RH2 8RE
----------------	--

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 AUGUST 2022

The Trustees present their annual report together with the audited financial statements of the Charity for the year 1 September 2021 to 31 August 2022. The Annual Report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Charity qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

Moon Hall is a Mainstream Specialist school for Dyslexic children working towards the common goal and vision for an Access to Education for all.

Moon Hall School was originally founded as a school for young dyslexic pupils by Berry Baker at her home in 1985. In 1990, she donated the business and assets to the newly established charitable company which she and her husband, David, had established.

In 2005, Moon Hall Schools Educational Trust purchased the freehold property, assets and business of Burys Court School in Leigh near Reigate, Surrey. This school is now known as Moon Hall School Reigate and teaches dyslexic children from Year 3 to Year 11(GCSE).

We aim, through our Junior and Senior Schools, to provide a first-class education to boys and girls from the ages of 7 to 16. We seek to provide our pupils with a structured educational environment with specialist support for dyslexia integrated throughout in a way that secures their literacy and numeracy, rebuilds their confidence, and identifies and develops their capabilities, competencies and skills. We promote the academic, moral and physical development of our pupils through our academic curriculum, pastoral care, sporting and other activities. We provide an educational environment where each student can realise his or her potential. This helps them to mature into responsible young adults with the confidence and knowledge they need to complete their secondary education and, in many cases, tertiary education in mainstream establishments. Through their time in our schools, they have gained skills and knowledge to undertake and benefit from the opportunities, responsibilities and experiences of adult life. We also seek to instil in them an understanding of the needs of others and a desire to contribute to the wider community.

Moon Hall Schools provide a full curriculum except foreign language. This is enhanced to support our individual pupils with literacy and numeracy. Specialist support is provided in all subjects, thus limiting the amount of disruptive removal from class for one to one tuition. In addition, we have our own in-house Therapy team who are available throughout the week to deliver Therapy sessions to pupils and are also on-hand to support staff with their advice and expertise. The method of in- house Therapy provision is a different model to most provisions for SEN pupils and ultimately is more beneficial for both staff and pupils when compared with the usual model of visiting therapists.

The Trust sets high standards for its teachers and expectations for its pupils. An important part of our ethos is that we are a small family school in which all pupils are known to all teaching and support staff. We place great emphasis on the pastoral care and support provided for each of our pupils as we help them mature and learn to take increasing responsibility.

In setting our objectives and planning our activities our Governors have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education and on fee-charging.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Objectives and activities (continued)

The public benefit activities of the Moon Hall Schools Educational Trust consist primarily of the provision of education with expert support for children whose problems with literacy and/or numeracy are such that they have not been or are unlikely to be catered for adequately by the public sector or elsewhere in the private sector. These activities are funded by payments made by parents from their own resources, by local education authorities or from the Trust's own funds by way of bursaries.

The Trust admits dyslexic pupils who are placed with its schools by a local education authority and who meet the other entrance criteria as to their educational needs and behavioural conduct. In line with our school admissions process, Dyslexia (and/ or its associated difficulties) must be the primary need of an individual's making an application. In the year under report, Moon Hall Schools Educational Trust provided several bursary grants to families that would otherwise not be able to afford full fees.

Our key objectives include:

Specialist Teachers

- All Teachers of English having (or are working towards) an additional qualification in special learning difficulties (SpLD)
- Many staff have additional qualifications to support Dyslexia (and its associated difficulties)
- INSET training for all on additional support provided by visiting external expertise or using the expertise and additional training of our staff
- Strengthened SEN department with 2 SENCo's in training, 1 with a Masters in SEN AND Level 7 Access Arrangements Assessor and 2 Level 5 qualified TA's/ Mentors.

Small class sizes

- Ensures Teaching staff can implement interventions in real time
- Pupils are not taken to LS base for support, all support are in the classroom
- Excellent staff- pupil relationships
- Class sizes of no more than 14

Pupil Outcomes

- CAT testing
- NGST testing
- NGRT testing
- Progress testing Maths and English

b. Strategies for achieving objectives

Our Governors are responsible for setting a strategy for achieving the objectives they have set.

The focus of our strategy is on helping as many dyslexic (and some other) children as we can who have failed to achieve their potential in mainstream education.

c. Activities undertaken to achieve objectives

In taking forward our strategy we:

- Promote knowledge of and access to information about what we do and have been achieving on our website
- Review and monitor the progress of our pupils
- Ensure the range of extra-curricular and co-curricular activities available to our pupils is stimulating and

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Objectives and activities (continued)

- challenging;
- Continue to invest in the technology infrastructure of our School;
- Encourage Local Education Authorities to place with us dyslexic children who could benefit from our educational provision when the local schools do not have the skills or resources to provide adequately for them;
- Invest in the development of the school sites and buildings;
- Invest in the continued professional development and training of staff;
- Continue with our bursarial policy within our economic ability to do so.

We provide a caring school, serving our local community and society. We provide a significant benefit to the public through the pursuit of our stated aims. Our fees are set at a level that seeks to ensure the financial viability of the school consistent with our aim of providing a first-class specialist education to boys and girls at an affordable cost. We are confident that our fee levels are not more costly, when all elements of the provision are taken into account, than the provision of similar education would cost the state to provide in its own establishments were it to decide to do so. As it is, there is no state institution that we are aware of which replicates what we provide. Our school welcomes pupils from all backgrounds. To admit a prospective pupil, we need to be satisfied that he or she needs the specialist support which our School can provide and that we will be able to educate and develop them to the best of their potential and in line with the general standards achieved by their peers. Entrance interviews and assessments are undertaken to satisfy ourselves and parents that potential pupils have the relevant needs and can cope with the pace of learning and benefit from the education we provide. An individual's economic status, gender, ethnicity, race, religion, or disability do not form part of our assessment processes.

We are an equal opportunity organisation and are committed to a working environment that is free from any form of discrimination on the grounds of colour, race, ethnicity, religion, age, sex, sexual orientation, or disability. We will make reasonable adjustments to meet the needs of staff or pupils who are or become disabled.

We are committed to safeguarding and promoting the welfare of our pupils and expect all staff and volunteers to share this commitment. Parents are given regular information about their children's social and academic progress through parent evenings in addition to the traditional end of term and year reports. We maintain regular contact with parents throughout the year through informal contacts, our parent email, and texting systems and through our weekly bulletin. We have an active School Council with pupil representatives from each class and active Parents' Association.

d. Access policy

It is important to us that access to the education we offer is not restricted to those who can afford our fees. Our pupils benefit from learning within a diverse community. A great deal of learning occurs through social interaction, conversation and shared experiences which helps our pupils develop an understanding of the perspectives of other people that will be vital in their adult lives.

Our Bursary Policy, together with our Local Education Authority placed pupils, ensures a wide access to the education we offer and the facilities we enjoy. We admit pupils funded by not only our own Local Education Authority but from a number of surrounding ones because of the wide catchment area we have. Our School is a part of a wider community, and we are keen that our staff and pupils participate.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Objectives and activities (continued)

e. Bursary policy

The Governors view our Bursary awards as important in helping to ensure children from families who would otherwise not be able to afford the fees can access the education we offer and who for one reason or another may not have been able to obtain support from the Local Education Authority. Our Bursary awards are available to all who meet our general entry requirements and are made solely on the basis of family means or to relieve hardship where a pupil's education and future prospects would otherwise be at risk, for example in the case of redundancy. In assessing means we take a number of factors into consideration including family income, investments and savings and family circumstances, for example dependant relatives and the number of siblings. However, our School does not have any endowment and in funding our awards we have to be mindful that we must ensure a balance between fee-paying parents, many of whom make considerable personal sacrifices to fund their child's education and would not be resorting to the independent sector but for their child's special educational needs, and those benefiting from the awards. Information about fee assistance through Bursaries is available to all applying to the school. Further details of our Bursary policy and how to apply are available on our website.

f. Assistance for our staff

As part of our emphasis on attracting and retaining high calibre staff, we offer a discount scheme where full time staff members choose to educate their children at our School.

Achievements and performance

a. Review of activities

Costs with regards to Covid have had an implication on budgets, not only in terms of resources, but also for hygiene consumables to keep the schools clean and safe.

Practices to minimise the transmission of Covid around the school have continued to be thorough and robust with minimal cases of in school transmission during the year.

b. Future plans

The Governors regularly review and adapt their strategies to a changing and competitive market. While other specialist dyslexia schools provide a broader offering to include a range of other special educational needs, the key to the success at Moon Hall for its dyslexic children has been the focus of attention on their specific needs and talents without distractions. Moon Hall continues to be a proactive and forward-looking specialist school.

c. Future planned developments

- Master Planning Project
- Roof Replacement

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a foreseeable expectation that the school has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

b. Review of financial results

The financial statements that follow this report show the current state of the finances which the Governors consider to be sound and have been prepared in accordance with the special exemptions of Part 15 of the Companies Act 2006 relating to small companies.

Fees paid for the pupils' education make up the most substantial part of the Charity's income and reflect the development of the Trust's schools.

The result for the year is a surplus of £761,698 (2021: surplus of £860,341). This includes donations totalling £34,835 (2021: £34,094). It also includes non cash expenditure of £162,755 (2021: £133,622) as depreciation of buildings, plant, and equipment.

c. Reserves policy

The Governors' current view on the adequacy of the funds

Total funds at the balance sheet date were unrestricted funds of £2,811,345 (2021: £2,049,607). Of these £nil (2021: £307,894) are held as designated funds. Included within total funds is £3,142,747 (2021: £2,165,468) of tangible fixed assets. Free reserves are calculated as unrestricted funds less amounts tied up in fixed assets. Although the free reserves as at the balance sheet date are negative (general reserves less tangible assets) this illustrates the extent of the investment in the fixed assets of the Charity, as is common practice by independent schools which have to finance their own capital investment plans.

The General Fund of £2,811,345 (2021: £1,741,753) represents part of the surpluses achieved since the establishment of the charity in March 1990. The Trust has net current assets of £1,227,821 increased from a net current asset surplus of £471,763 in the prior year.

The overall intention of the Governors is to maintain funds, both restricted and unrestricted, which they consider adequate to ensure the successful operation of the schools and this is reviewed regularly.

The Trust's long-term debt has increased over past years. Since the purchase in 2005, total borrowings of £1,529,525 has increased to £1,553,858. This borrowing is mainly required to fund the new junior school block. The actual freehold value is significantly in excess of its written down value.

The Charity is in the process of planning works for a roof replacement with estimated costs of £2,000,000.

Restricted and Unrestricted Funds

The accounts make reference to General Funds (unrestricted), Designated Funds (unrestricted) and Restricted Funds. Restricted funds are funds held for specific purposes within the objects of the charity. Designated funds (unrestricted) are unrestricted funds which have been allocated by the Governors for particular purposes.

Unrestricted funds are funds held for the general purposes of the charity and for spending at the discretion of the governors.

d. Investments policy

There are no restrictions on the Trust's absolute powers of investment. The Board's policy continues to be to place any retained funds on short term bank deposit.

Structure, governance and management

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Structure, governance and management (continued)

a. Constitution

The charity is controlled by its Memorandum and Articles of Association. The Governors are the Trustees and the Directors of the Charitable Company. The Governors who served during the year are listed on page 1.

Moon Hall Schools Educational Trust was incorporated as Moon Hall School on 26th March 1990 under registered company number 2485159, a company limited by guarantee. It changed its name to Moon Hall Schools Educational Trust on 1st June 2006. It is a registered Charity with registered number 803481. The school is governed by its Memorandum and Articles of Association. The liability of the members is limited to £1. in the event of the company being wound up whilst they are members or within one year after they cease to be members. Its primary object is the education of children and in particular dyslexic children.

b. Organisational structure and decision-making policies

The day to day running of the schools is the responsibility of the Executive Head assisted by the Bursar and their Senior Management Teams. The following Governors' sub-committees report to the Board: Finance & HR, General Purposes, Academic and Premises (including Health & Safety).

The Bursar is appointed by the Governors to manage its finances and reports to the Chairman of the Board with the Chair of the Finance Committee and provides financial services and support to the Head. The Board of Governors meets at least once each term and the sub-committees meet more frequently as necessary.

c. Policies adopted for the induction and training of Trustees

Currently the Governors comprise all of the Charity's Members. Governors are appointed who have a special interest in helping dyslexic children and who have both time and relevant skills and abilities to help the Charity develop its objectives. New appointments are generally made of people who have already had some involvement with the School and have demonstrated their ability to contribute. Potential Governors are approached by existing Trustees and asked if they are willing to assist the Trust. The minimum number of Governors is 4 and the maximum number is 10. New Governors are provided with a full briefing and a set of the relevant documents by the Chairman. The Charity subscribes to associations which can provide training for Trustees and Governors are encouraged to attend courses on Trustee and Governor training to enable them to keep abreast of current best practice. All Governors are required to undertake regular safeguarding training.

d. Pay policy for key management personnel

The Governors consider that they, together with the head teacher, executive head, deputy head, assistant head, the bursar, operations manager, and head's PA & HR comprise the Key Management Personnel (see note 9 to the accounts). The Governors give their time freely and the pay remuneration of the senior staff is set by the Governors HR committee.

e. Financial risk management

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

The Board keeps the schools' activities under review, particularly with regard to any major risks that may arise from time to time, and monitors the effectiveness of the system of internal controls and other viable means, including insurance cover where appropriate, by which those risks already identified by the Governors can best be mitigated.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Plans for future periods

The Trust's vision is to provide education to at least GCSE level that is focused and tailor made to the needs and talents of the individual pupil and to do so for as many pupils as possible who can benefit from the provision.

It remains our goal to become a national centre of educational excellence where we can also:

- Provide facilities for training teachers to teach dyslexic children;
- Provide a location for educational psychologists and other professionals to interview children and carry out assessments;
- Provide a resource for research into dyslexia and its amelioration.

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the Charity for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. 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 Charity and of its incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

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

Disclosure of information to auditors

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

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

Auditors

The auditors, Kreston Reeves LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:



A Turner
(Chair of Trustees)

Date:

22nd March 2023

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MOON HALL SCHOOLS EDUCATIONAL TRUST

Opinion

We have audited the financial statements of Moon Hall Schools Educational Trust (the 'charitable company') for the year ended 31 August 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, 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 Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MOON HALL SCHOOLS EDUCATIONAL TRUST (CONTINUED)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual 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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

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

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MOON HALL SCHOOLS EDUCATIONAL TRUST (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Capability of the audit in detecting irregularities, including fraud

Based on our understanding of the charitable company and sector, and through discussion with the Governors and other management (as required by auditing standards), we identified that the principal risks of non-compliance with laws and regulations related to safeguarding, health and safety legislation and employment law. We considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006, Charities Statement of Recommended Practice and pension legislation. We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the engagement team included: Discussions with management and assessment of known or suspected instances of non-compliance with laws and regulations (including safeguarding, health and safety and employment law) and fraud, and review of the reports made by management; and

- Discussions with management and assessment of known or suspected instances of non-compliance with laws and regulations (including safeguarding, health and safety and employment law) and fraud, and review of the reports made by management; and
- Assessment of identified fraud risk factors; and
- Challenging assumptions and judgements made by management in its significant accounting estimates; and
- Confirmation of related parties with management, and review of transactions throughout the period to identify any previously undisclosed transactions with related parties outside the normal course of business; and
- Reading minutes of meetings of those charged with governance and reviewing correspondence with relevant regulatory authorities; and
- Review of significant and unusual transactions and evaluation of the underlying financial rationale supporting the transactions; and
- Identifying and testing journal entries, in particular any manual entries made at the year end for financial statement preparation.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance.

MOON HALL SCHOOLS EDUCATIONAL TRUST

(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MOON HALL SCHOOLS EDUCATIONAL TRUST (CONTINUED)

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustees.
- Conclude 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 Auditors' Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditors' Report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

Kreston Reeves LLP
Chartered Accountants
Statutory Auditor
Horsham

Date:

Kreston Reeves LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2022

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies	3	-	34,835	34,835	42,470
Charitable activities - Education	4	4,597,806	-	4,597,806	4,035,605
Other incoming resources	5	-	-	-	307,894
Total income		4,597,806	34,835	4,632,641	4,385,969
Expenditure on:					
Charitable activities	6	3,870,943	-	3,870,943	3,525,628
Total expenditure		3,870,943	-	3,870,943	3,525,628
Net income/(expenditure)		726,863	34,835	761,698	860,341
Transfers between funds	16	34,835	(34,835)	-	-
Net movement in funds		761,698	-	761,698	860,341
Reconciliation of funds:					
Total funds brought forward		2,049,647	-	2,049,647	1,189,306
Net movement in funds		761,698	-	761,698	860,341
Total funds carried forward		2,811,345	-	2,811,345	2,049,647

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

The notes on pages 18 to 34 form part of these financial statements.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)
REGISTERED NUMBER: 02485159

BALANCE SHEET
AS AT 31 AUGUST 2022

	Note	2022 £	2021 £
Fixed assets			
Intangible assets	11	4	4
Tangible assets	12	3,142,747	2,165,468
		<u>3,142,751</u>	<u>2,165,472</u>
Current assets			
Debtors	13	1,413,720	1,182,475
Cash at bank and in hand		1,846,535	1,257,322
		<u>3,260,255</u>	<u>2,439,797</u>
Creditors: amounts falling due within one year	14	(2,032,434)	(1,968,034)
Net current assets		<u>1,227,821</u>	<u>471,763</u>
Total assets less current liabilities		<u>4,370,572</u>	<u>2,637,235</u>
Creditors: amounts falling due after more than one year	15	(1,559,227)	(587,588)
Total net assets		<u>2,811,345</u>	<u>2,049,647</u>
Charity funds			
Restricted funds	16	-	-
Unrestricted funds	16	2,811,345	2,049,647
Total funds		<u>2,811,345</u>	<u>2,049,647</u>

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)
REGISTERED NUMBER: 02485159

BALANCE SHEET (CONTINUED)
AS AT 31 AUGUST 2022

The entity was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the entity to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

However, an audit is required in accordance with section 144 of the Charities Act 2011.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

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



A Turner
(Chair of Trustees)

Date: 22nd March 2023

The notes on pages 18 to 34 form part of these financial statements.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 AUGUST 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash generated by operating activities	18	789,083	946,679
Cash flows from investing activities			
Proceeds from the sale of tangible fixed assets		-	501,263
Purchase of tangible fixed assets		(1,150,618)	(563,422)
Net cash used in investing activities		(1,150,618)	(62,159)
Cash flows from financing activities			
Cash inflows from new borrowing		1,052,440	-
Repayments of borrowing		(57,950)	(50,107)
Loan interest paid		(43,742)	(11,020)
Net cash provided by/(used in) financing activities		950,748	(61,127)
Change in cash and cash equivalents in the year		589,213	823,393
Cash and cash equivalents at the beginning of the year		1,257,322	433,929
Cash and cash equivalents at the end of the year	19	1,846,535	1,257,322

The notes on pages 18 to 34 form part of these financial statements

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

1. General information

Moon Hall Schools Educational Trust is a charitable company limited by guarantee and an exempt charity incorporated in England and Wales. The registered office is Burys Court Flanchford Road, Leigh, Reigate, Surrey, RH2 8RE. The principal activity of the Trust is to provide an education for pupils that satisfies the requirements of the Education Act 2002.

The presentation currency is £ sterling. The figures in the financial statements have been rounded to the nearest £1.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Moon Hall Schools Educational Trust 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.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

2.2 Going concern

Having reviewed the funding facilities available to the school together with the expected ongoing demand for places and the school's projected cash flows, the Governors have a reasonable expectation that the school has adequate resources to continue its activities for the foreseeable future and consider that there were no material uncertainties over the school's financial viability. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

2.3 Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income from charitable activities includes school fees receivable, registration fees and fees from ancillary activities. School fees consists of charges billed for the school year ending 31 August, less bursaries and discounts. Fees received for education to be provided in future years are carried forward as deferred income. Registration fees are non-refundable fees which are recognised once parents/guardians have committed for the child to attend the school. Income from ancillary activities is generated from additional activities offered to pupils in the school year ending 31 August.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

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

2. Accounting policies (continued)

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the charity's objectives, as well as any associated support costs.

2.5 Government grants

Government grants are credited to the Statement of Financial Activities as the related expenditure is incurred.

2.6 Taxation

The charity is exempt from corporation tax on its charitable activities. Irrecoverable VAT is included in costs.

2.7 Intangible assets and amortisation

Included in the purchase price of Burys Court School was £7 for intangible assets comprising £1 for each of the following; goodwill, stocks, deposits, benefit of the contracts, intellectual property rights, the option and pre-emption rights in respect of the Stable Block. The goodwill, stocks and deposits have been written off.

Intangible assets are initially recognised at cost. At each reporting date the charity assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined to be the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

2.8 Tangible fixed assets and depreciation

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost. The assets are reviewed annually for impairment.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

2. Accounting policies (continued)

2.8 Tangible fixed assets and depreciation (continued)

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method. Additions are depreciated for a full year in the year of purchase.

Depreciation is provided on the following bases:

Freehold land	- Nil
Freehold property - excluding the junior school	- 50 years
Freehold property - junior school	- 25 years
Plant and machinery	- 4-10 years
Fixtures and fittings	- over 7 years
Computer equipment	- over 4 years
Improvements to property	- straight line over 10, 15, 20 or 50 years

2.9 Debtors

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

2.10 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.11 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.12 Financial instruments

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

2.13 Operating leases

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

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

2. Accounting policies (continued)

2.14 Pensions

The company makes contributions on behalf of employees who have elected to join the Teacher's Pension Defined Benefits Scheme at rates set by the Scheme Actuary. The Scheme is a multi-employer pension scheme and it is not possible to identify the assets and liabilities of the Scheme which are attributable to the Company. The TPS is therefore treated as a defined contribution scheme for accounting purposes and contributions are accounted for when advised as due by the Scheme Administrator.

All other eligible employees are enrolled in Nest under the auto-enrolment regulations or have other personal pension providers. All other pensions are defined contribution schemes. All contributions are included in pension costs.

2.15 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

3. Income from donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Donations	-	34,835	34,835
	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Donations	3,241	30,853	34,094
Government grants	8,376	-	8,376
	11,617	30,853	42,470

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

4. Income from charitable activities

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Fee income - Education	4,597,806	4,597,806	4,035,605

All income from charitable activities in 2021 and 2022 was unrestricted.

Deducted from fee income are bursaries paid totalling £73,801 (2021 - £55,538). A total of 8 pupils (2021 - 8 pupils) were supported in the year.

5. Other incoming resources

	Total funds 2022 £	Total funds 2021 £
Profit on disposal of leasehold property	-	307,894

6. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2022 £	Total 2022 £
Education	3,870,943	3,870,943

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Education	3,524,790	838	3,525,628

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

7. Analysis of expenditure by activities

	Activities undertaken directly 2022 £	Support costs 2022 £	Total funds 2022 £
Education	3,721,969	148,974	3,870,943

	<i>Activities undertaken directly 2021 £</i>	<i>Support costs 2021 £</i>	<i>Total funds 2021 £</i>
Education	3,435,545	90,083	3,525,628

Analysis of direct costs

	Education 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Staff costs	2,526,334	2,526,334	2,448,439
Depreciation	162,756	162,756	133,754
Other direct costs	1,032,879	1,032,879	853,352
	3,721,969	3,721,969	3,435,545

Analysis of support costs

	Education 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Finance	61,939	61,939	14,104
Other support costs	33,962	33,962	63,878
Governance costs	53,073	53,073	12,101
	148,974	148,974	90,083

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

8. Auditors' remuneration

The auditors' remuneration amounts to an auditor fee of £16,400 (2021 - £15,120), and non-audit services of £1,250 (2021 - £4,596).

9. Staff costs

	2022 £	2021 £
Wages and salaries	2,061,894	1,999,178
Social security costs	200,089	182,722
Contribution to defined contribution pension schemes	264,351	266,539
	<u>2,526,334</u>	<u>2,448,439</u>

During the year there were redundancy and termination payments totalling £1,249 (2021 - £49,252).

The average number of persons employed by the Charity during the year was as follows:

	2022 No.	2021 No.
Teachers	45	51
Administration	33	26
	<u>78</u>	<u>77</u>

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

	2022 No.	2021 No.
In the band £60,001 - £70,000	1	-
In the band £70,001 - £80,000	1	1
In the band £80,001 - £90,000	-	1
In the band £90,001 - £100,000	1	-

During the year pension contributions of £23,537 (2021 - £19,879) were made in respect of higher paid employees.

The key management personnel of the Trust comprise of the head teacher, executive head, assistant head, the bursar, operations manager, premises and transport manager and head's PA & HR. The total amount of employee benefits (including employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the Trust was £526,807 (2021 - £559,975)

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

10. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 31 August 2022, no Trustee expenses have been incurred (2021 - £NIL).

11. Intangible assets

	Other intangible assets £
Cost	
At 1 September 2021 and 31 August 2022	7
Amortisation	
At 1 September 2021 and 31 August 2022	3
Net book value	
At 31 August 2021 and 31 August 2022	4

12. Tangible fixed assets

	Freehold property £	Plant and machinery £	Computer equipment £	Improvements to property £	Total £
Cost or valuation					
At 1 September 2021	1,958,817	128,769	198,739	863,055	3,149,380
Additions	906,216	22,277	105,590	116,535	1,150,618
Disposals	-	-	-	(10,800)	(10,800)
At 31 August 2022	2,865,033	151,046	304,329	968,790	4,289,198
Depreciation					
At 1 September 2021	584,793	85,415	161,361	152,343	983,912
Charge for the year	56,005	10,755	49,628	46,367	162,755
On disposals	-	-	-	(216)	(216)
At 31 August 2022	640,798	96,170	210,989	198,494	1,146,451

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

12. Tangible fixed assets (continued)

	Freehold property £	Plant and machinery £	Computer equipment £	Improvements to property £	Total £
Net book value					
At 31 August 2022	<u>2,224,235</u>	<u>54,876</u>	<u>93,340</u>	<u>770,296</u>	<u>3,142,747</u>
At 31 August 2021	<u>1,374,024</u>	<u>43,354</u>	<u>37,378</u>	<u>710,712</u>	<u>2,165,468</u>

During the year, the School reviewed its accounting policies for the depreciation of tangible fixed assets. As a result of this review, a change has been made to the accounting estimates for the residual value of the freehold property; the estimated useful economic life (UEL) of the main school building has been extended to 50 years from this financial year.

In addition, the value of land included within the freehold property has been split out for the first time this year, with management estimating that 30% of the freehold property value relates to land.

The net impact of this is that depreciation is approximately £22,000 lower than it would have been had the previous estimates been applied again this year. As a result of this, assets are £22,000 higher and expenditure is £22,000 lower than they would have been had the revision not taken place.

13. Debtors

	2022 £	2021 £
Due within one year		
Trade debtors	1,344,046	1,131,968
Other debtors	4,322	3,216
Prepayments and accrued income	65,352	47,291
	<u>1,413,720</u>	<u>1,182,475</u>

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

14. Creditors: Amounts falling due within one year

	2022 £	2021 £
Bank loans	80,431	59,105
Trade creditors	102,710	352,146
Fee deposits held	16,250	13,000
Other taxation and social security	-	48,845
Other creditors	20,713	27,561
Accruals	253,817	87,371
Deferred income	1,558,513	1,380,006
	<u>2,032,434</u>	<u>1,968,034</u>

Deferred income represents fees paid for the autumn term.

	2022 £	2021 £
Deferred income at 1 September 2021	1,380,006	1,148,993
Resources deferred during the year	1,558,513	1,380,006
Amounts released from previous periods	(1,380,006)	(1,148,993)
Deferred income at 31 August 2021	<u>1,558,513</u>	<u>1,380,006</u>

15. Creditors: Amounts falling due after more than one year

	2022 £	2021 £
Bank loans	1,473,427	500,263
Other creditors	85,800	87,325
	<u>1,559,227</u>	<u>587,588</u>

Included within the above are amounts falling due as follows:

	2022 £	2021 £
Between one and two years		
Bank loans	<u>82,543</u>	<u>60,206</u>
Between two and five years		
Bank loans	<u>262,752</u>	<u>187,436</u>
Over five years		

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

15. Creditors: Amounts falling due after more than one year (continued)

	2022 £	2021 £
Bank loans	<u>1,128,132</u>	<u>252,621</u>

The bank loans brought forward relate to a mortgage held by Barclays Bank PLC up to a maximum of £1,279,525. The loan is fully repayable 25 years from April 2005 consisting of monthly repayments from May 2007. Interest is charged on the loan at 1.75% over the Barclays Base Rate every quarter. The bank loan is secured with a fixed and floating charge over the assets of the charity.

A second mortgage agreement was entered into with Barclays Bank PLC during the year for a facility amount of £1,061,000. The loan is fully repayable 25 years from October 2021, consisting of monthly repayments from November 2021. Interest is charged at the rate per annum equal to the aggregate of the floating rate and a margin of 3.00%, where the floating rate is defined as the Bank of England Bank Rate. The bank loan is secured with a fixed and floating charge over the assets of the charity.

D.S. and B. Baker hold by assignment a legal charge of the property known as Burys Court School, Flanchford Road, Leigh, Reigate, Surrey, RH2 8RE granted originally to Messrs D. and P. White to secure the balance of the purchase price of Burys Court.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

16. Statement of funds

Statement of funds - current year

	Balance at 1 September 2021 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 August 2022 £
Unrestricted funds					
Designated funds					
Moon Hall Junior School	307,894	-	-	(307,894)	-
General funds					
General Fund	1,741,753	4,597,806	(3,870,943)	342,729	2,811,345
Total Unrestricted funds	2,049,647	4,597,806	(3,870,943)	34,835	2,811,345
Restricted funds					
MUGA	-	30,000	-	(30,000)	-
Other restricted donations	-	4,835	-	(4,835)	-
	-	34,835	-	(34,835)	-
Total of funds	2,049,647	4,632,641	(3,870,943)	-	2,811,345

MHD Grant fund represents funds received for the purchase of IT and gym equipment.

The MUGA fund represents donations received for the build of the new multi-use games area. The other restricted donations represent small donations received for expenditure on the sensory room, advertising banners and the library.

The Moon Hall junior school designated capital fund previously represented donations received which funded the construction of the Moon Hall School building at Holmbury St Mary. This building was sold during the year, and a transfer was made to reconcile the fund to the net gain on disposal. The fund was designated in the prior year for the construction of the new junior school building, which has been completed during the year ended 31 August 2022.

During the year transfers were made between restricted and designated funds and general funds to represent fixed asset purchases in relation to the MUGA and Junior School. The use of these fixed assets is unrestricted.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

16. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 September 2020 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Balance at 31 August 2021 £</i>
Unrestricted funds					
Designated funds					
Moon Hall junior school designated capital fund	130,680	-	-	177,214	307,894
General funds					
General Fund	1,050,126	4,355,116	(3,524,790)	(138,699)	1,741,753
Total Unrestricted funds	<u>1,180,806</u>	<u>4,355,116</u>	<u>(3,524,790)</u>	<u>38,515</u>	<u>2,049,647</u>
Restricted funds					
MHD Grant	8,500	-	-	(8,500)	-
MUGA	-	30,015	-	(30,015)	-
Other restricted donations	-	838	(838)	-	-
	<u>8,500</u>	<u>30,853</u>	<u>(838)</u>	<u>(38,515)</u>	<u>-</u>
Total of funds	<u><u>1,189,306</u></u>	<u><u>4,385,969</u></u>	<u><u>(3,525,628)</u></u>	<u><u>-</u></u>	<u><u>2,049,647</u></u>

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

17. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	3,142,747	3,142,747
Intangible fixed assets	4	4
Current assets	3,260,255	3,260,255
Creditors due within one year	(2,032,434)	(2,032,434)
Creditors due in more than one year	(1,559,227)	(1,559,227)
Total	2,811,345	2,811,345

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2021 £</i>	<i>Total funds 2021 £</i>
Tangible fixed assets	2,165,468	2,165,468
Intangible fixed assets	4	4
Current assets	2,439,797	2,439,797
Creditors due within one year	(1,968,034)	(1,968,034)
Creditors due in more than one year	(587,588)	(587,588)
Total	2,049,647	2,049,647

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

18. Reconciliation of net movement in funds to net cash flow from operating activities

	2022 £	2021 £
Net income for the year (as per Statement of Financial Activities)	761,698	860,341
Adjustments for:		
Depreciation charges	162,755	133,622
Interest payable	43,742	11,020
Loss/(profit) on the sale of fixed assets	10,584	(366,510)
(Increase)/decrease in debtors	(231,245)	(127,938)
Increase/(decrease) in creditors	41,549	436,144
Net cash provided by operating activities	789,083	946,679

19. Analysis of cash and cash equivalents

	2022 £	2021 £
Cash in hand	1,846,535	1,257,322
Total cash and cash equivalents	1,846,535	1,257,322

20. Analysis of changes in net debt

	At 1 September 2021 £	Cash flows £	Other non- cash changes £	At 31 August 2022 £
Cash at bank and in hand	1,257,322	589,213	-	1,846,535
Debt due within 1 year	(59,105)	37,725	(59,051)	(80,431)
Debt due after 1 year	(500,263)	(1,032,215)	59,051	(1,473,427)
	697,954	(405,277)	-	292,677

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

21. Contingent liabilities

At 31 August 2022, the charity commenced the construction of the new junior school. As part of the planning requirements there were strict Building Research Establishment Environmental Assessment Method (BREEAM) standards to satisfy. As the build has progressed to completion post year end, it is clear that these criteria are unattainable. Following discussion with Mole Valley District Council, a request has been submitted to set aside this condition however written confirmation of the outcome has not yet been received. The financial implications of this have not been quantified at the balance sheet date and therefore a provision has not been accrued in these accounts.

22. Capital commitments

	2022 £	2021 £
Contracted for but not provided in these financial statements		
Acquisition of tangible fixed assets	-	631,898

At the prior year end the charity has capital commitments in respect of construction of a new junior school and associated works, which was completed during the financial year ended 31 August 2022.

23. Pension commitments

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension charge for the year includes contributions payable of £33,159 (2021 - £29,368) to the scheme. At the balance sheet date contributions of £5,893 (2021 - £15,739) were due to the scheme and are included within other creditors.

Teachers' pension scheme

The charity participates in the Teachers' Pension Scheme (England and Wales) (the TPS) for its teaching staff. The TPS is an unfunded multi-employer defined benefits pension scheme governed by the Teachers' Pensions Regulations 2010 and, from 1 April 2014, the Teachers' Pension Scheme Regulations 2014. Members contribute on a "pay as you go" basis with contributions from members and the employer being credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

The employer contribution rate is set following scheme valuations undertaken by the Government Actuary Department. The contribution rate for the academic year 2021/2 was 23.68% (2020/21 23.68%).

The pension charge for the year includes contributions payable of £231,192 (2021 - £237,171) to the scheme. At the balance sheet date contributions of £nil were due to the scheme and are included within other creditors.

MOON HALL SCHOOLS EDUCATIONAL TRUST
(A Company Limited by Guarantee)

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

24. Operating lease commitments

At 31 August 2022 the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2022 £
Not later than 1 year	82,234
Later than 1 year and not later than 5 years	103,108
Later than 5 years	4,836
	<hr/> 190,178 <hr/>

Operating lease payments totalling £92,477 (2021 - £65,905) have been recognised as an expense in the Statement of Financial Activities.

25. Members' liability

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while they are a member, or within one year after they cease to be a member, such amount as may be required, not exceeding £1 for the debts and liabilities contracted before they cease to be a member.

26. Related party transactions

The Charity has not entered into any related party transaction during the year, nor are there any outstanding balances owing between related parties and the Charity at 31 August 2022 (2021 - £0).