

**AMENDED**

**Port Regis School Limited**

**(A Company Limited By Guarantee)**

**Report of the Council, Directors Report  
and Financial Statements**

**For the year ended 31 August 2022**

**Company number: 440436**

**Charity number: 306218**

**Port Regis School Limited  
Contents**

**For the year ended 31 August 2022**

---

	<b>Page</b>
<b>Members of the Council, Officers and Advisors</b>	<b>1</b>
<b>Report of the Council</b>	<b>2 to 10</b>
<b>Report of the Independent Auditors</b>	<b>11 to 13</b>
<b>Consolidated Statement of Financial Activities</b>	<b>14</b>
<b>Consolidated Balance Sheet</b>	<b>15</b>
<b>Statement of Cash Flow</b>	<b>16</b>
<b>Notes to the Financial Statements</b>	<b>17 to 29</b>

Port Regis School Limited  
Report of the Council  
For the year ended 31 August 2022

---

The Council present their report, together with the audited financial statements for the year ended 31 August 2022. The financial statements comply with current statutory requirements and the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2019).

## REFERENCE AND ADMINISTRATIVE INFORMATION

Port Regis School Limited is a charitable company limited by guarantee with Charity Commission registration number 306218 and Company registration number 440436. It is governed by a memorandum and articles of association which were filed with the Charities Commission on 23<sup>rd</sup> March 2020, having been adopted by the members on 6<sup>th</sup> March 2020. Other Legal and administrative information is set out on page 1 and forms part of this report.

## STRUCTURE, GOVERNANCE AND MANAGEMENT

### The Council

The Members of the Council who are the governors and directors of the company for the purposes of the Companies Act are set out on page 1.

The number of the members of Council shall not be less than three nor more than twenty. The Council may at any time co-opt any person duly qualified to be appointed as a member of the Council to fill a vacancy in their number or as an additional member of the Council, to hold office only until the next General Meeting, when he/she is eligible for re-election. The Chair of the Council is elected by the members.

Governors are elected for a period of three years and may be re-elected twice serving in effect for a period of nine years. In exceptional circumstances, to reflect knowledge or experience this period of tenure may be extended. For the Chair of each sub-committee the maximum tenure is two three-year terms subject to re-election after the first term.

### Recruitment, induction and training of Members of the Council

The members of the Council are recruited by the Chair with the assistance of other governors and the Head. A balance of governors is maintained between those with academic, financial and pastoral backgrounds, ideally supported by governors with legal, property and business experience. The Council includes current and former parents. New members of the Council are appointed at a meeting of the Council on the basis of recommendations made by the Governance Committee. Appointments may be made outside the Council meeting but only with appropriate written agreement.

All new members of the Council are given a full induction to the School, to their responsibilities as Governors, as company directors, and as trustees of the Charity. Training is made available for all members of the Council and funded by the School. All Governors are subject to rigorous checks including by the Disclosure and Barring Service in order to comply with Safeguarding and other legal and statutory regulations.

### Organisation

The Council determines the Aims and Values of the school, sets the strategy and general policies for the School and is legally responsible for the overall management and control of the School. The day-to-day management of the School is delegated to the Head and the Bursar, supported by the Senior Leadership Team.

There are five main Governor Committees responsible for scrutiny and oversight of the School's work. Each reports to the full Council:

- Communication Committee has oversight of the School's communication, marketing and development programmes. It meets once a term
- Education Committee is responsible for all matters of an academic and co-curricular nature. It meets once a term.
- Finance Committee supports the Bursar and oversees the financial progress and operations of the School. It meets once a term.

Port Regis School Limited  
Report of the Council  
For the year ended 31 August 2022

---

- Governance Committee is involved in the selection, induction and training of Council Members, ensures overall statutory compliance and the identification and mitigation of risks to the School and oversees the School's strategic objectives. It meets once a term.
- Wellbeing Committee has responsibility for overseeing pastoral care policy with particular emphasis on RSE, the care and wellbeing of the pupils, the School's ethos and values, and the opportunities for moral, spiritual, social and cultural development. It meets once a term.

The full Council of Management meets once a term, always following the meetings of the governor committees. At each meeting the full Council reviews the minutes of the preceding governor committees, with the chair of each committee giving a verbal update and responding to questions.

Often a senior member of the School Staff makes a presentation to the Council to provide members with detailed information on a particular aspect of School life. Meetings finish with a review of how the decisions agreed will impact the pupils.

The pay of the charity's key management personnel, being the Head and the Bursar, is reviewed annually and normally increased in accordance with average earnings. The remuneration is bench-marked with schools of a similar size and activity to ensure that the remuneration set is fair and not out of line with that generally paid for similar roles.

#### Principal Risks and Uncertainties

The Council is responsible for ensuring that the risks faced by the School are properly managed. Detailed consideration of risk is delegated by the Council to the Governance Committee who regularly review those risks which are most likely to occur and have the greatest effect. In addition, risks are identified, assessed and controlled throughout the year by the senior management team as part of an on-going process, minutes are taken and actions are reviewed. A formal review is conducted annually by the Council by means of a risk management control form which sets out the key risk areas and how they are managed and mitigated.

The Council is satisfied that the major risks are identified and that there are systems in place to adequately mitigate exposure to such risks, as far as is practicable.

Risks fall into six categories; academic, security, operational, commercial, legal & compliance, and governance. Each category is reviewed in detail by the appropriate committee on a three-term rolling cycle. Key risks are documented and the key controls include:

- regular staff training, robust policies and regular meeting on Safeguarding for key personnel including governors
- annual safeguarding audit through Dorset Safeguarding and Standards
- regular staff and management meetings
- policy documents for all major activities which are regularly updated and reviewed
- remote teaching and learning programmes to be used in the event of a major crisis
- crisis and emergency response training
- detailed terms of reference for all committees
- formal agendas for all committee and board activities
- comprehensive financial planning and budgeting, in-year management and reporting
- vetting procedures as required by law for the protection of the vulnerable
- declaration by governors about related party transactions
- termly meetings of the School's Health and Safety Committee
- regular meetings of the Governance Committee to ensure compliance with current legislation
- tracking of key performance indicators through an Information Dashboard which is monitored by the Governance Committee.
- comprehensive and live risk register tracking changes and mitigations
- preparing for compliance with National Standards (ISI Inspections)

## STRATEGIC AIMS AND OBJECTIVES

Dr Praetorius' School, founded in 1881 in Weymouth Street, London, moved to Folkestone a few years later, and in 1921 to Kingsgate, Broadstairs, in the grounds of which stood an ancient arch, erected by Earl Holland to commemorate a chance landing by Charles II in 1683. This provided the idea for the new name of the School, Port Regis, "Gate of the King". In 1940 Port Regis evacuated to Bryanston School, Blandford. After a brief stay at the Earl of Verulam's home at Gorhambury the School moved in 1947 to Motcombe Park, one mile from Shaftesbury in Dorset.

### Principal activity

Port Regis School's objective as stated in the Articles of Association is to promote and provide for the advancement of education. Its principal activity is that of a co-educational boarding and day preparatory school providing children between the ages of two and thirteen with an all-round education of the highest quality. It prepares children for entrance to a wide range of leading independent senior schools via the testing at ISEB / Pre-Testing 10+, Common Entrance and scholarships as well as ensuring that each child has a rich co-curricular programme.

All new entrants are invited to attend an assessment day in order to ensure that they will benefit from being at the School and are able to access the curriculum. The School aims to maintain and develop strong links with the local community.

### Related Entity

Motcombe Park Limited, a wholly owned subsidiary of Port Regis School Limited, was dissolved in June 2022.

### Vision

The Vision is for a vibrant school, providing a broad, world-class education that enables each and every child to flourish - intellectually, emotionally, physically and personally, preparing them for their future. Our vision is clear:

1. The championing of an unhurried and joyful childhood.
2. Extraordinary teaching that stretches and supports every child, enabling them to discover the discipline of study and the delight of learning.
3. Exceptional pastoral care that nurtures pupils and staff, placing their wellbeing at the heart of all we do.
4. A passion for developing the unique academic, sporting and creative talents of every child- giving equal measure to the head, hand and heart.
5. Strong moral, social and spiritual values, for those of all faiths or none.
6. A cohesive and distinctly happy school community that fosters a deep sense of belonging in the children, staff and parents.
7. A vibrant boarding experience, equipping children with vital skills for senior school and life beyond.
8. A culture that embeds in every child a sense of wonder for the natural world and a responsibility to preserve it.
9. A global perspective that celebrates the diversity of our children and friendships between those of different cultures and backgrounds.
10. Kindness and tolerance, so children leave as capable and compassionate young people, inspired to play their part in making the world a better place.

### Ethos

The school ethos values and promotes the qualities of generosity, endeavour, joy, courage and creativity and reflects the School's motto *Altera Altius* ('We Seek Higher Things').

### Values

Port Regis is one of the country's leading co-educational day and boarding schools for children aged two to thirteen. A school in which tradition and innovation have gone hand in hand for more than a century, it provides a thoughtful, rounded education that enables children to thrive. This education goes well beyond the beautiful buildings and outstanding facilities – it is rooted in the School's culture and values:

We have recently rearticulated the School's core Values. After much consultation, including discussions with

Port Regis School Limited  
Report of the Council  
For the year ended 31 August 2022

---

the children, it is agreed that these five words are central to school life and underpin so much of what we champion at Port Regis.

Generosity  
Endeavour  
Joy  
Courage  
Creativity

The children have also come up with a mnemonic to help everyone remember these important Values. The mnemonic is *'Chocolate Takes Guess Everyone Joy!'*

#### Strategic objectives

The School's ongoing strategic objectives are to:

- Ensure our renewed vision and values are compelling, well known and clearly define Port Regis
- Enhance our reputation for academic and co-curricular excellence
- Provide exceptional pastoral care ensuring the welfare of pupils and staff
- Develop excellence in the quality of leadership and Governance across the school
- Develop the Pre-Prep so it is deemed a leading facility in the area and models outstanding provision
- Enhance our vibrant boarding community, ensuring it remains at the heart of PR life
- Ensure PR remains in touch with key educational trends in the prep school landscape
- Develop IT provision, through the use of learning devices, across the school to help promote exemplary teaching and learning
- Achieve a sustainable, carbon neutral community that proactively addresses environmental issues and integrates nature and outdoor learning meaningfully into school life
- Grow pupil numbers while maintaining a diverse cross-section of pupils
- Ensure the School's financial stability, grow and diversify non-fee income, generate sufficient cash flow to fund the future development of the site so it promotes PR's values and supports our educational goals and continue to widen access to the School through bursarial awards.
- Revitalise the fundraising strategy to help fund the school's strategic objectives.
- Ensure that in fulfilling the above objectives the School operates to the benefit of the wider community.

#### Objectives for the year

The principal objectives for the year have been the continuing achievement of both academic performance, moral, spiritual and physical education and the involvement of the pupils in co-curricular activities. The specific objectives for 2021-22 have been to:

- Deliver a rating of EXCELLENT in standards of Education and Pupil Personal Development in the expected Inspection from ISI
- Secure REGULATORY COMPLIANCE from the expected Inspection from ISI
- Maintain the high quality of education provision. To introduce PR Plus, an exciting new initiative on Saturdays which at its heart champions dynamic learning to develop new skills through a range of vocational, intellectual and collaborative activities.
- Ensure that RSE is embedded into our academic programme, and together with Safeguarding, confirming that protection of children is instrumental in all that we do
- Ensure the wellbeing of all pupils and staff
- Ensure the School's financial stability by boosting liquidity and managing the cost base to generate a cash surplus
- Continue to invest in the recruitment and professional development of high-quality staff
- Maintain and enhance the School's high-quality facilities with a specific focus on investment projects which reduce the School's environmental footprint.
- Promote and enhance the boarding experience at the School.

### Public benefit

As an important part of its functions, the School audits on an ongoing basis the public benefit it provides.

- The School educates around 300 children and the standards of education are judged by the Independent Schools Inspectorate, the Commission for Social Care Inspection and OFSTED to be of a high standard.
- The ISI report of both bodies, which took place in September 2022 provides evidence of this and are freely available on request. By educating these children in the private sector we save the public purse a seven-figure sum by way of indirect public benefit.
- The School provides children from a wide range of financial backgrounds with access to its education by way of means-tested bursarial awards.
- The School trains and inducts teachers through the PGCE scheme and the NQT programme. It receives no funding from government for these undertakings and thus provides a significant net benefit to the profession and to society.
- The School is responsible for maintaining at significant cost the historic building at the heart of the School, Motcombe House, as well as all the grounds and other buildings within its curtilage.
- The School actively seeks to promote community links by making its facilities (music, sporting, art, design technology) available to the local community, schools and other organisations and by engaging where practicable and desirable in community affairs.
- The School supports and fundraises for a wide range of local, national and international charities. These are often chosen by the children and are of special significance or relevance.
- By being an early adopter of solar technology, the school is leading the local community in demonstrating both a pathway, as well as the environmental benefits, of pursuing a carbon neutral energy strategy (see facilities)

The Members of the Council confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission in determining the activities undertaken by the charity.

### Grant making policy

The Council is committed to broadening access to the School by offering eligible parents means tested financial support with the payment of school fees. Assistance is also provided to the children of School staff and military families. Means-tested bursaries are awarded by the Council in exceptional cases of need on the recommendation of the remissions committee to existing pupils of the School. The opportunity to benefit from the School's grants is neither subject to geographical nor other restrictions nor by the ability to pay any fees charged. As such, people in poverty are not excluded from the opportunity to benefit.

In 2021-22 the financial value of all discounts was £945,291, representing 14.1% of gross fees.

## ACHIEVEMENTS AND PERFORMANCE

### Operational Performance

The Council oversees the School to ensure its objectives are met and continues to focus on ensuring sufficient funds to run and develop the School. The School had a good year and the Council is encouraged to see UK based pupils at the highest level for 10 years, a testament to the performance of the School through the post Covid period. The number of Overseas pupils remained at historically low levels due to ongoing travel restrictions, due to COVID and the war in Ukraine. Boarding numbers, however, remained robust despite the fall in the number of Overseas boarders. The Council was pleased to see progress in the School's drive to reduce its carbon footprint with a respective 33% and 16% reduction in underlying electricity and gas consumption, on pre COVID levels, helped by the commissioning of new solar capacity and efforts to reduce usage.

### Academic Staff

The School continues to invest in the recruitment and professional development of high-quality staff to help meet the School's objective of enhancing its reputation for academic and co-curricular excellence. The School

was pleased to appoint a new Director of Studies, a new Head of Boarding and a new Head of STEAM all of whom will start in the 2022/23 academic year.

#### Facilities

Port Regis has long been regarded as having outstanding facilities for a preparatory school. These facilities provide pupils with exceptional opportunities to allow them to reach their potential on the academic front as well as in music, drama, sport, art and design and technology. The School continues to invest to maintain and upgrade its first-rate facilities across the 150-acre site. During the year the School commissioned a full LED lighting conversion, new computer suites and IT infrastructure, new grounds machinery and launched a new website and rebrand.

#### Academic

The School prepared 49 children for 13+ Common Entrance Exams for entry to their senior Schools while 8 children were accepted to their senior schools on the basis of a sufficiently strong performance at scholarship level. Scholarships were awarded to Port Regians by Bryanston, Canford, Marlborough, Sherborne and Winchester. One child was accepted following the senior school's own entry tests. The pass rate at Common Entrance was once again 100%, and 18 scholarships/exhibitions were awarded: five academic, five sporting, two all-rounder, two art, two design technology and one drama. 30% of Year 8 leavers heading to UK senior schools won at least one scholarship. Leavers went on to 14 different UK senior schools, continuing Port Regis' long tradition of preparing children for a wide range of the country's leading destinations at 13+. Selected pupils once again entered the UKMT Junior Mathematical Challenge, a competition entered by around 250,000 of the highest attaining pupils in UK and UK-international schools. A record number of 21 gold certificates were awarded, with four pupils going on to the Junior Mathematical Olympiad, where two gained distinctions and one a merit. From the Intermediate Mathematical Challenge, two pupils progressed to the Cayley Olympiad, with both gaining merits. As a boarding school, Port Regis is proud of its tradition of educating children from all over the world and of the levels of attainment reached by its EAL pupils, (those for whom English is not the first language).

#### Sports

The Games programme was again successful in its support of the "Sport for All" philosophy of the School. Every child had the opportunity to represent the School as well as his or her house. The children enjoyed competitive fixtures played in a varied and full programme even if for parts of the year the opportunity for competitive matches against other schools was restricted due to COVID. Five sports scholarships were achieved.

The house competitions have been ever popular with the inter-house swimming proving a big success, with every child representing and earning points for their houses. We have had recent hockey success with the boys 1<sup>st</sup> VII finishing second at the IAPS Qualifiers and will head to the National Finals later in March. The U11 Boys have also won the Dorset In2Hockey Championships.

#### Arts

Music at the School continues to flourish. The Music programme catered extensively for children of all abilities with a series of concerts and other performance opportunities for the children and hundreds of individual music lessons delivered each week.

Drama in the School continues to thrive with lessons being taught to all children in Pre-Prep, years; Reception, One and Two. In the prep school lessons were taught to all in years; 3, 4, 5 and 6. There was a real focus on the productions with every child performing, on stage, from Reception to Year 6. The productions included; 'Robbie's Supersonic Rocket', 'Charlie', an adaptation of 'Charlie and the Chocolate Factory', 'Treasure Island' and the Upper School musical, 'War-Torn'. An Advanced Stage Acting Club was also introduced to year 7 and 8. This was to encourage those wanting to take Performing Arts Scholarships to develop their skills further using more advanced techniques. This group produced a devised one act play called, 'Beyond' in the summer term. We have been ambitious with the scale of the productions having both incredible sets and setting the bar high with our expectations of performance. One of the most popular clubs in the school has been the 'Stage Crew Club'. Over 30 pupils have been involved in learning about the technical and backstage roles required for productions. The students have then been fully immersed in the shows either in the practical aspects such as: making props, make-up, lighting, sound as well as taking on stage management roles. They are proud to wear

Port Regis School Limited  
Report of the Council  
For the year ended 31 August 2022

---

the stage crew T. shirts and take on the responsibility. The club is offered to pupils from Years 5 to 8. A good number of children from E right up to A form were awarded Lamda certificates at varying levels, with the School achieving a pass rate of 100%.

The Art, Design and Technology, Drama, Music and Sports departments offered enhanced scholarship provision to selected pupils on top of their standard curricular provision. The extensive Scholarships awarded are detailed above.

### Community

After the COVID pandemic it is fantastic to see the School continue to promote community links by making its facilities available to, local schools and other organisations and by engaging where practicable in community affairs. This has included: use of the swimming pool and gymnasium local schools coming to watch school drama productions, meet Father Christmas participate in other charity events, taking part in the Motcombe Santa Run to raise funds for the local community, providing books for the Milborne Port Primary Book Hut Project, children singing in Shaftesbury at various locations, writing Christmas Cards to those in the local community who were alone after COVID, attending the Remembrance service at Motcombe Church

On charity fundraising the School has focused on supporting one local charity – Horatio's Garden and a Worldwide charity, The World Land Trust. Various events have been organised in support including a school dog show and fete and planning for a dance in the coming year. As in previous years we have also supported the following charities: Royal British Legion, Dorset Air Ambulance, Red Nose Day, MacMillan Coffee Morning, Wear Green for Macmillan, and Christmas Jumper Day for Save the Children. We have also helped with the crisis in Ukraine supplying school bags for children in Ukraine.

Port Regis Sports Centre offers swimming (including lessons), tennis, squash, badminton, use of the AstroTurf as well as holiday activity courses. The Port Regis Gym Club is available for children (including toddlers) of all abilities. Though Port Regis Sports Centre is permanently closed to adult members we have focused resources on providing classes to local schools, children's groups and individuals in line with Port Regis' wider charitable objectives.

As we plan ahead, we are constantly looking at new ways to involve the school in different community events and how we can enable use of our facilities to support the local community.

## FINANCIAL REVIEW

### Operating Results

The lasting affects of the COVID pandemic, from a financial viewpoint, led to reduction in fee income due to a decline in Overseas pupil numbers, the loss of some income from external holiday courses and a substantial drop in income from the sports centre. The School recorded a loss for the year of £198,491 (2020-21: profit £74,508) but still generated positive cash flow before working capital movements and capital expenditure and ended the year in a robust financial position with net assets of £7.4m (2020-21: £7.6m) and cash and cash equivalents of £1.9m (2020-21: £2.7m) inclusive of a £563,000 CBILS loan. The School invested heavily in future proofing the IT and infrastructure, a full rebrand and website, a new portal for our Old Portregians network, a new management information system, a full conversion of all of our lighting systems to LED, new grounds machinery, a new boys locker room changing facility and multiple boarding house and houseparent's accommodation refurbishments.

### Reserves

The Governors have a long-standing policy of using cash surpluses to reinvest in the quality of the School's educational provision and its facilities and to fund bursaries to widen access to the School. Reserves are replenished out of surpluses that are not used for reinvestment.

The Council considers the financial position of the School to be strong and the overall level of the reserves to be sufficient to meet the School's obligations.

The reserves policy of the School is reviewed annually by the Council.

#### Investment policy and objectives

Surplus funds are held in cash deposits and current bank accounts.

#### FUTURE PLANS

We will continue to embed our principal objectives, continuing with our achievement of both academic performance, moral, spiritual and physical education and the involvement of the pupils in extra-curricular activities. The specific objectives for 2022-23 are to:

- Ensure PR's renewed vision and values are compelling, well known and clearly define Port Regis
- Launch the School's new fundraising campaign to help fund future development plans and bursaries to widen access to the School.
- Grow pupil numbers and attract a diverse cross section of new pupils from Overseas
- Continue to promote boarding and further enhance the boarding experience at the School.
- Generate sufficient cash flow to help fund the future development of the School.
- Promote sustainability and further invest to reduce the School's environmental footprint by developing further solar capacity, potentially for export to the National Grid. Once commissioned, it is expected underlying electricity consumption across the site will have fallen over 50% in 5 years substantially reducing the School's carbon footprint.
- Continue to invest in the recruitment and professional development of high-quality staff

#### GOVERNORS' INDEMNITY INSURANCE

The School has purchased governors' indemnity insurance cover.

#### STATEMENT OF COUNCIL'S RESPONSIBILITIES

The Members of the Council (who are also directors for the purposes of company law) are responsible for preparing the Governors' 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 Members of the Council to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charity and the group 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;
- Make judgements 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;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business

The Members of the Council are responsible for keeping proper accounting records that 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. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

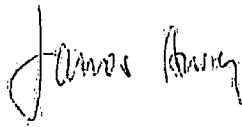
Port Regis School Limited  
Report of the Council  
For the year ended 31 August 2022

---

So far as each of the Council Members are aware at the time the report is approved:

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

The report of the Council, which includes the strategic report, was approved on November 25<sup>th</sup> 2022 and signed on their behalf by:



---

Mr J Hussey  
Chair of the Council of Management  
Motcombe House  
Motcombe Park  
Shaftesbury  
Dorset,  
SP7 9QA

**Report of the Independent Auditors  
To the Members of**

**Port Regis School Limited**

---

**Opinion**

We have audited the consolidated financial statements of Port Regis School Limited (the 'charitable company') for the year ended 31 August 2022 which comprise the Consolidated Statement of Financial Activities, the Consolidated and School Balance Sheet, the Consolidated Statement of Cash Flows and 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 and group's affairs as at 31 August 2022 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 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 have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Members of the Council's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Members of the Council have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**Other information**

The other information comprises the information included in the Report of the Council (including Strategic Report), other than the financial statements and our Report of the Auditors thereon. The Members of the Council are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**Opinions on other matters prescribed by the Companies Act 2006**

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

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

**Report of the Independent Auditors  
To the Members of**

**Port Regis School Limited**

---

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

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors included within the Report of the Council.

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 Members of the Council remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of Members of the Council**

As explained more fully in the Statement of Council's Responsibilities, the Members of the Council (who are also directors of the charitable company for the purposes of company law and trustees of the charity for the purposes of charity 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 Council 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 Council 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 Council either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

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

**Identifying and assessing potential risks related to irregularities**

Irregularities, including fraud, are non-compliance with laws and regulations. We design procedures, in line with our responsibilities, as set out in the auditor's responsibilities for the audit of the financial statements section, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, are detailed below.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations we consider the following:

- the nature of the charity sector, control environment and financial performance;
- results of our enquiries of management about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the charity's documentation of their policies and procedures relating to:
  - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
  - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
  - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following area: revenue and resource recognition. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

**Report of the Independent Auditors (continued)  
To the Members of**

**Port Regis School Limited**

---

We have also obtained an understanding of the legal and regulatory frameworks that the charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Charities Act and related legislation.

**Audit response to risks identified**

As a result of performing the above, we identified revenue and resource recognition as a key audit matter related to the potential risk of fraud. Our procedures to respond to risks identified included the following:

- Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- understanding the group's revenue recognition policies and how they are applied, including the relevant controls and performing a walkthrough to validate our understanding.
- Enquiring of management concerning actual and potential litigation and claims;
- Performing analytical procedures to compare revenue recognised against expectations and based on past experiences and management forecasts and investigated material divergencies by obtaining corroborative evidence.
- Reading minutes of meetings of those charged with governance;
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; applying parameters designed to identify entries that were not within our expectations. This included analysing and selecting journals for testing which appeared unusual in nature, either due to size, preparer or date of posting. To test their validity, we verified the journals to originating documentation.


We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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 Report of the Auditors.

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in a Report of the Auditors 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.

  
Simon Ellingham BA FCA DChA (Senior Statutory Auditor)  
for and on behalf of Fawcetts LLP  
Chartered Accountants & Statutory Auditors  
Windover House, St Ann Street  
Salisbury  
SP1 2DR

Date: 12 July 2011

**Port Regis School Limited**  
**Consolidated Statement of Financial Activities**

For the year ended 31 August 2022

INCOME AND EXPENDITURE	Note	Unrestricted £	Restricted £	2022 Total £	2021 Total £
<b>INCOME AND ENDOWMENTS FROM:</b>					
Charitable activities:					
School fees receivable	3	5,739,477	-	5,739,477	5,356,943
Other income	4	438,743	-	438,743	739,330
Donations and legacies	5	61,121		61,121	79,093
Other trading activities	6	330,387	-	330,387	46,418
Investment income	7	1,345	-	1,345	532
<b>Total income</b>		<u>6,571,073</u>	<u>-</u>	<u>6,571,073</u>	<u>6,222,316</u>
<b>EXPENDITURE ON:</b>					
Raising funds	8	87,559	-	87,559	53,018
Charitable activities	8	6,643,359	31,069	6,674,428	6,102,036
<b>Total expenditure</b>		<u>6,730,918</u>	<u>31,069</u>	<u>6,761,987</u>	<u>6,155,054</u>
Net gains/(losses) on investments	14	(159,845)	(31,069)	(190,914)	67,262
<b>NET INCOME/(EXPENDITURE)</b>		<u>(159,845)</u>	<u>(31,069)</u>	<u>(190,914)</u>	<u>67,262</u>
<b>RECONCILIATION OF FUNDS:</b>					
Total funds brought forward		7,563,048	31,069	7,594,117	7,526,855
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>7,403,203</u>	<u>-</u>	<u>7,403,203</u>	<u>7,594,117</u>

The above results are derived from continuing activities and discontinued activities. There were no other recognised gains or losses other than those stated above.

Comparative figures for the unrestricted and restricted funds are shown in note 2.

The notes form part of these financial statements

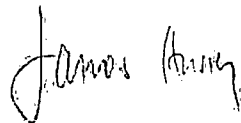
**Port Regis School Limited**  
**(Company number: 440436)**  
**Consolidated Balance Sheet**

As at 31 August 2022

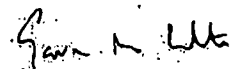
	Note	Group		School	
		2022 £	2021 £	2022 £	2021 £
<b>Fixed assets</b>					
Tangible fixed assets	13	8,214,930	8,186,121	8,214,930	8,182,592
Investment	14	5,749	5,749	5,749	6,249
		8,220,679	8,191,870	8,220,679	8,188,841
<b>Current assets</b>					
Debtors	15	309,072	242,768	309,072	253,065
Cash at bank and in hand		1,922,675	2,684,327	1,922,675	2,682,024
<b>Total current assets</b>		2,231,747	2,927,095	2,231,747	2,935,089
<b>Liabilities</b>					
Creditors: Amounts due within one year	16	(1,927,361)	(1,879,036)	(1,927,361)	(1,876,420)
<b>Net current assets</b>		304,386	1,048,059	304,386	1,058,669
<b>Total assets less current liabilities</b>		8,525,065	9,239,929	8,525,065	9,247,510
Creditors: Amounts due after more than one year	17	(1,121,862)	(1,645,812)	(1,121,862)	(1,645,812)
<b>NET ASSETS</b>		<b>7,403,203</b>	<b>7,594,117</b>	<b>7,403,203</b>	<b>7,601,698</b>
<b>Funds</b>					
Unrestricted funds:					
Undesignated	21	7,403,203	7,570,629	7,403,203	7,570,629
Trading company	21	-	(7,581)	-	-
<b>Total unrestricted general funds</b>		7,403,203	7,563,048	7,403,203	7,570,629
Restricted funds	21	-	31,069	-	31,069
<b>TOTAL FUNDS</b>		<b>7,403,203</b>	<b>7,594,117</b>	<b>7,403,203</b>	<b>7,601,698</b>

The financial statements were approved and authorised for issue by the Members of the Council on 25th November 2022..... and were signed on its behalf by:

J A Hussey (Chair of Council)



G White (Chair of Finance Committee and Member of Council)



The notes form part of these financial statements

Port Regis School Limited

Consolidated Statement of Cash Flow  
For the year ended 31 August 2022

	Notes	2022 £	2021 £
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Net cash provided by/(used in) operating activities	a	(205,713)	1,760,527
Cash flows from investing activities:			
Purchase of tangible fixed assets		(451,155)	(307,125)
Proceeds on sale of tangible fixed assets		45,216	-
Net cash provided by/(used in) investing activities		<u>(405,939)</u>	<u>(307,125)</u>
Cash flows from financing activities:			
Repayments of borrowing		(150,000)	(1,287,500)
Cash inflows from new borrowing		-	-
Net cash provided by/(used in) financing activities		<u>(150,000)</u>	<u>(1,287,500)</u>
<b>CHANGE IN CASH AND CASH EQUIVALENTS FOR THE YEAR</b>		<b>(761,652)</b>	<b>165,902</b>
Cash and cash equivalents brought forward	b	2,684,327	2,518,425
<b>CASH AND CASH EQUIVALENTS CARRIED FORWARD AT 31 AUGUST</b>	b	<b><u>1,922,675</u></b>	<b><u>2,684,327</u></b>

a) Reconciliation of net income/(expenditure) to net cash flow from operating activities

	2022 £	2021 £
Net income/(expenditure) for the year as per the Statement of Financial Activities	(190,914)	67,262
Adjusted for:		
Depreciation	413,775	396,232
(Profit)/loss on disposal of tangible fixed assets	(33,897)	3,493
Net gains/(losses) on investments	-	-
Disposal of subsidiary	(2,748)	-
(Increase)/decrease in debtors	(66,304)	(15,760)
Increase/(decrease) in creditors	(325,625)	1,309,300
<b>Net cash (used in)/provided by operating activities</b>	<b><u>(205,713)</u></b>	<b><u>1,760,527</u></b>

b) Analysis of cash and cash equivalents

	2022 £	2021 £
Cash at bank and in hand	<u>1,922,675</u>	<u>2,684,327</u>

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

---

**1. Accounting policies**

A summary of the principal accounting policies adopted, which have been applied consistently, are set out below:

**1.1 Accounting convention**

The accounts of the School are 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 2015) – Charities SORP (FRS 102) and the Companies Act 2006.

Port Regis School Limited meets the definition of a public benefit entity under FRS 102.

Having reviewed the funding facilities available to the School together with the expected on-going demand for places and the School's future projected cash flow, the Members of the Council have a reasonable expectation that the School has adequate resources to continue its activities for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements. The Coronavirus outbreak has so far not had a material impact on this assessment and, based on their current knowledge, they do not expect it to do so going forward.

**1.2 Basis of consolidation**

The consolidated financial statements incorporate the financial statements of the School and its trading subsidiary, Motcombe Park Limited. A separate statement of financial activities for the School itself is not presented because the School has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006.

**1.3 Income**

Fees receivable and charges for services and use of premises are accounted for in the period in which the service is provided. Fees receivable are stated after deducting allowances, scholarships, bursaries and other remissions allowed by the School.

Voluntary incoming resources from donations, legacies and grants are accounted for as and when entitlement arises, the amount can be reliably quantified and the economic benefit to the School is considered probable.

Trading income represents net invoiced sales of goods and services, excluding value added tax.

Investment income is accounted for on an accruals basis.

**1.4 Expenditure**

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. The irrecoverable element of VAT is included with the item of expense to which it relates.

Expenditure directly attributable to specific activities have been included in those cost categories. Other costs are apportioned to cost categories on the basis of estimated time amount attributable to each activity.

**1.5 Fund accounting**

Unrestricted funds are general funds that are available for use at the Governors' discretion in the furtherance of the objectives of the School.

Designated funds are unrestricted funds which have been allocated or designated for specific purposes by the Governors. The use of designated funds remains at the discretion of Governors.

Restricted funds are those donated, or raised, for use in a particular area or for a specific purpose.

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

---

**1. Accounting policies (continued)**

**1.6 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost and depreciated over their useful economic lives, less any estimated residual value, at the following rates:

Freehold property	2% straight line (on cost above £100,000 estimated to be the original cost of
Building improvements	20% reducing balance / 10% straight line
Furniture, fittings & equipment	20% reducing balance
Computer equipment	33% straight line
Motor vehicles	25% straight line

An impairment review is carried out on an annual basis.

**1.7 Investments**

Investments are included in the financial statements at market value. All gains and losses are taken to the Statement of Financial Activities in line with the Charity SORP.

**1.8 Debtor**

Debtors are measured at their recoverable amount.

**1.9 Creditors and provisions**

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

**1.10 Financial instruments**

The School 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.

**1.11 Advance fees scheme**

The School has accepted composition sums in respect of certain pupils and in return has undertaken to discharge defined amounts of the fees chargeable in respect of those pupils. In the event of a pupil's withdrawal from the School before all the agreed amounts have been credited, the School has agreed to return a proportionate part of the composition sum, or to transfer the defined fixed amounts to any other school.

The School's liability in respect of advance fees which it has accepted has been brought into these accounts as a liability which would arise if all pupils covered by such arrangements were withdrawn from the scheme at the balance sheet date.

**1.12 Operating leases**

Rentals paid under operating leases are charged on a time basis over the lease term.

**1.13 Pension costs**

The School contributes to the Teachers' Superannuation Scheme at rates set by the Scheme Actuary and advised to the School by the Scheme Administrator. The School also operates a group personal pension scheme for non-teaching staff.

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

---

**1. Accounting policies (continued)**

**1.14 Government grants and COVID-19**

The company has received support from the UK Government as part of a package of measures introduced to support businesses during the coronavirus pandemic. Government grants are recognised in the financial statements in the period in which they become receivable.

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

**2. Statement of financial activities - comparative balances**

	Unrestricted £	Restricted £	2021 Total £
<b>INCOME AND ENDOWMENTS FROM:</b>			
Charitable activities:			
School fees receivable	5,356,943	-	5,356,943
Other income	739,330	-	739,330
Donations and legacies	39,100	39,993	79,093
Other trading activities	46,418	-	46,418
Investment income	532	-	532
	<u>6,182,323</u>	<u>39,993</u>	<u>6,222,316</u>
<b>EXPENDITURE ON:</b>			
Raising funds	53,018	-	53,018
Charitable activities	6,093,112	8,924	6,102,036
	<u>6,146,130</u>	<u>8,924</u>	<u>6,155,054</u>
	36,193	31,069	67,262
Net gains/(losses) on investments	-	-	-
<b>NET INCOME/(EXPENDITURE)</b>	<b><u>36,193</u></b>	<b><u>31,069</u></b>	<b><u>67,262</u></b>
<b>RECONCILIATION OF FUNDS:</b>			
Total funds brought	7,526,855	-	7,526,855
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b><u><u>7,563,048</u></u></b>	<b><u><u>31,069</u></u></b>	<b><u><u>7,594,117</u></u></b>

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

<b>3. Charitable activities: School fees receivable</b>	<b>2022</b>	<b>2021</b>
	£	£
Gross fees excluding registrations	6,684,768	6,642,356
Less: Bursaries, scholarships and allowances	<u>(945,291)</u>	<u>(1,285,413)</u>
	5,739,477	5,356,943
Restricted fund bursaries	-	-
	<u>5,739,477</u>	<u>5,356,943</u>
<b>4. Charitable activities: Other income</b>	<b>2022</b>	<b>2021</b>
	£	£
Extras, special tuition and outlays recoverable	427,379	375,966
Registration fees	10,340	10,295
Government grants	1,024	353,069
	<u>438,743</u>	<u>739,330</u>
<b>5. Donations and legacies</b>	<b>2022</b>	<b>2021</b>
	£	£
Donations	<u>61,121</u>	<u>79,093</u>
<b>6. Other trading activities</b>	<b>2022</b>	<b>2021</b>
	£	£
Subsidiary trading income	2,180	(1,970)
Sports centre income	135,402	36,953
Lettings and rents	1,364	8,395
Other income	3,776	3,040
Insurance proceeds	29,396	-
Profit on disposal of assets	33,897	-
Course income	124,372	-
	<u>330,387</u>	<u>46,418</u>
<b>7. Investment income</b>	<b>2022</b>	<b>2021</b>
	£	£
Bank and other interest	1198	310
Investment income	147	222
	<u>1,345</u>	<u>532</u>

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

8. Expenditure	Staff costs £	Other costs £	Depreciation £	Total 2022 £	Total 2021 £
<b>Raising funds</b>					
Trading costs	-	6,572	-	6,572	5,280
Commissions and other costs	-	57,473	-	57,473	35,427
Bank loan interest and charges	-	23,514	-	23,514	12,311
	<u>-</u>	<u>87,559</u>	<u>-</u>	<u>87,559</u>	<u>53,018</u>
<b>Charitable activities</b>					
Education:					
Teaching	2,846,931	173,683	3,268	3,023,882	2,785,093
Welfare	551,372	312,772	-	864,144	670,328
Premises	572,697	829,527	410,507	1,812,731	1,762,483
ICT & AV development	-	232,649	-	232,649	163,512
Support costs of schooling	479,551	185,661	-	665,212	667,250
Bad debts	-	333	-	333	21,834
Lettings, courses and other activities	41,897	36,328	-	78,225	31,536
Loss on disposal of subsidiary	-	(2,748)	-	(2,748)	-
	<u>4,492,448</u>	<u>1,768,205</u>	<u>413,775</u>	<u>6,674,428</u>	<u>6,102,036</u>
	<u>4,492,448</u>	<u>1,855,764</u>	<u>413,775</u>	<u>6,761,987</u>	<u>6,155,054</u>
	(note 11)				
<b>TOTAL 2021</b>	4,225,797	1,533,026	396,231	6,155,054	

9. Net income/(expenditure)	2022 £	2021 £
This is stated after charging:		
Depreciation	413,775	396,231
(Loss)/Profit on disposal of fixed assets	33,897	(3,493)
Auditors' remuneration:		
- audit	16,370	15,000
Operating lease rentals:		
- equipment rental	<u>30,770</u>	<u>29,376</u>

**10. Taxation**

No taxation is payable by the School because it is a registered charity and its activities are classified as exempt.

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

**11. Staff costs and numbers**

	Teaching		Non-teaching		Total	
	2022	2021	2022	2021	2022	2021
	£	£	£	£	£	£
Wages and salaries	2,165,509	2,042,085	1,656,954	1,572,733	3,822,463	3,614,818
Social security	217,191	195,012	126,975	115,677	344,166	310,689
Pension costs	276,742	252,218	49,077	48,072	325,819	300,290
	<u>2,659,442</u>	<u>2,489,315</u>	<u>1,833,006</u>	<u>1,736,482</u>	<u>4,492,448</u>	<u>4,225,797</u>

The average number of employees during the year were as follows:

	2022	2021
	No.	No.
Teaching staff	52	53
Other employees	92	94
	<u>144</u>	<u>147</u>

The number of employees whose emoluments for the year fell within the following bands were:

	2022	2021
	No.	No.
£50,001 to £60,000	1	1
£60,001 to £70,000	1	1
£70,001 to £80,000	1	1
£80,001 to £90,000	-	-
£90,001 to £100,000	-	-
£100,001 to £150,000	1	1
	<u>1</u>	<u>1</u>

During the year there were redundancy and termination payments made which amounted to £26,000 (2021: £40,047). There was £nil outstanding at the year end (2021: £nil).

The total amount of employee benefits (including employer pension contributions) received by the 4 key management personnel, as listed in the Report of the Council, for their services was £327,584 (2021: £304,682 to 4 personnel).

**12. Council Members' expenses and remuneration**

Members of the Council are not remunerated. No expenses were reimbursed to the Council Members in the year (2021: £Nil).

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

**13. Tangible Fixed Assets**

	Freehold property £	Building improvements £	Furniture, fittings & equipment £	Motor vehicles £	School Total £	Subsidiary £	Group Total £
<b>Cost</b>							
At 1 September	11,684,892	2,987,170	3,046,373	49,560	17,767,995	143,370	17,911,365
Additions	-	11,520	439,635	-	451,155	-	451,155
Disposals	-	-	(18,750)	-	(18,750)	(143,370)	(162,120)
At 31 August	<u>11,684,892</u>	<u>2,998,690</u>	<u>3,467,258</u>	<u>49,560</u>	<u>18,200,400</u>	<u>-</u>	<u>18,200,400</u>
<b>Depreciation</b>							
At 1 September	4,680,499	2,502,105	2,366,309	36,490	9,585,403	139,841	9,725,244
Charge for the year	231,698	47,330	131,479	3,268	413,775	-	413,775
Disposals	-	-	(13,708)	-	(13,708)	(139,841)	153,549.00
At 31 August	<u>4,912,197</u>	<u>2,549,435</u>	<u>2,484,080</u>	<u>39,758</u>	<u>9,985,470</u>	<u>-</u>	<u>9,985,470</u>
<b>Net book value</b>							
At 31 August 2022	<u>6,772,695</u>	<u>449,255</u>	<u>983,178</u>	<u>9,802</u>	<u>8,214,930</u>	<u>-</u>	<u>8,214,930</u>
At 31 August 2021	<u>7,004,393</u>	<u>485,065</u>	<u>680,064</u>	<u>13,070</u>	<u>8,182,592</u>	<u>3,529</u>	<u>8,186,121</u>

Included above are fixed assets under hire purchase agreement with a NBV of £3,723 (2020: £11,167).

**14. Fixed Asset Investments**

	Investment Trusts £	Unquoted UK equities £	Group Total £	Motcombe Park Ltd £	School Total £
Market value at 1 September	4,429	1,320	5,749	500	6,249
Unrealised gains/(losses)	-	-	-	-	-
Disposals	-	-	-	(500)	(500)
Market value at 31 August	<u>4,429</u>	<u>1,320</u>	<u>5,749</u>	<u>-</u>	<u>5,749</u>
Historical cost	<u>1,600</u>	<u>90</u>	<u>1,690</u>	<u>500</u>	<u>2,190</u>

**15. Debtors**

	Group		School	
	2022 £	2021 £	2022 £	2021 £
Fees and extras	170,419	145,114	170,419	145,114
Stocks, prepayments and accrued income	138,653	97,654	138,653	96,788
Amount owed by subsidiary	-	-	-	11,163
	<u>309,072</u>	<u>242,768</u>	<u>309,072</u>	<u>253,065</u>

Fees and extras stated above are shown after provisions for doubtful debts of £Nil (2021: £15,000).

Included in amount owed by subsidiary is a loan with a year end balance of £Nil(2021: £5,000). Interest is payable on the loan at 1% above BoE base rates.

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

16. Creditors: amounts due within one year	Group		School	
	2022	2021	2022	2021
	£	£	£	£
Cash received in advance for next term's fees	759,941	707,757	759,941	707,757
Advance fees scheme (note 18)	323,720	331,434	323,720	331,434
Deposits	358,506	344,747	358,506	344,747
Trade creditors	93,416	97,245	93,416	97,245
Bank loans (note 17)	150,000	150,000	150,000	150,000
Hire purchase agreements	-	4,343	-	4,343
Other taxation and social security	84,608	74,774	84,608	74,774
Other creditors	35,840	32,666	35,840	32,666
Accruals and deferred income	121,330	136,070	121,330	133,454
	1,927,361	1,879,036	1,927,361	1,876,420
17. Creditors: amounts due after more than one year			2022	2021
			£	£
Advance fee scheme (note 18)			709,362	1,083,312
Bank loans			412,500	712,500
			1,121,862	1,795,812
Hire purchase agreements repayable by instalments:			2022	2021
			£	£
Less than 1 year			-	4,343
Between 2 and 5 years			-	-
			-	4,343
Bank loans repayable by instalments:			2022	2021
			£	£
Less than 1 year			150,000	150,000
Between 2 and 5 years			412,500	562,500
In 5 years or more			-	-
			562,500	712,500

Loan terms and security: The CBILS bank loan interest rate is 3.18% fixed for the first 5 years and then 2.62% above base rate in the 6th year, maturing in May 2026. It is secured against the property of the charity.

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

**18. Advance fee scheme**

Parents may enter into a contract to pay the School in advance for fixed contributions towards tuition fees. The money may be returned subject to specific conditions on the receipt of notice. Assuming pupils will remain in the School, fees in advance will be applied as follows:

	2022 £	2021 £
Less than 1 year	323,720	331,434
Between 2 and 7 years	709,362	1,083,312
	1,033,082	1,414,746
 Summary of movements in liability:		
	2022 £	2021 £
Balance at 1 September	1,414,746	209,848
Additional amounts received	-	1,356,410
Allocation to fees	(381,664)	(151,512)
	1,033,082	1,414,746

**19. Operating lease commitments**

As at 31 August the School had total future minimum lease payments under non-cancellable operating leases for equipment as follows:

	2022 £	2021 £
Less than 1 year	18,498	27,506
Between 2 and 5 years	11,142	18,013
Over 5 years	-	-
	29,640	45,519

**20. Analysis of net assets between funds**

	Fixed assets & investments £	Net current liabilities £	Creditors > 1 year £	Total £
Unrestricted funds:				
General undesignated funds	8,220,679	304,386	(1,121,862)	7,403,203
Trading subsidiary	-	-	-	-
Restricted funds	-	-	-	-
<b>Net assets at the end of the year</b>	<b>8,220,679</b>	<b>304,386</b>	<b>(1,121,862)</b>	<b>7,403,203</b>

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

**20. Analysis of net assets between funds (continued)**

Comparative analysis of net assets between funds for the year ended 31 August 2021:

	Fixed assets & investments £	Net current liabilities £	Creditors > 1 year £	Total £
Unrestricted funds:				
General undesignated funds	8,157,272	1,059,169	(1,645,812)	7,570,629
Trading subsidiary	3,529	(11,110)	-	(7,581)
Restricted funds	31,069	-	-	31,069
<b>Net assets at the end of the year</b>	<b>8,191,870</b>	<b>1,048,059</b>	<b>(1,645,812)</b>	<b>7,594,117</b>

**21. Statement of funds**

	Balance at 1.09.21 £	Incoming resources £	Outgoing resources £	Gains/losses & transfers £	Balance at 31.08.22 £
Unrestricted funds:					
General undesignated funds	7,570,629	6,568,893	(6,724,346)	(11,973)	7,403,203
Trading subsidiary	(7,581)	2,180	(6,572)	11,973	-
	<u>7,563,048</u>	<u>6,571,073</u>	<u>(6,730,918)</u>	<u>-</u>	<u>7,403,203</u>
Restricted funds	31,069	-	(31,069)	-	-
	<u>7,594,117</u>	<u>6,571,073</u>	<u>(6,761,987)</u>	<u>-</u>	<u>7,403,203</u>

Comparative statement of funds for the year ended 31 August 2021:

	Balance at 1.09.20 £	Incoming resources £	Outgoing resources £	Gains/losses & transfers £	Balance at 31.08.21 £
Unrestricted funds:					
General undesignated funds	7,527,186	6,184,293	(6,140,850)	-	7,570,629
Trading subsidiary	(331)	(1,970)	(5,280)	-	(7,581)
	<u>7,526,855</u>	<u>6,182,323</u>	<u>(6,146,130)</u>	<u>-</u>	<u>7,563,048</u>
Restricted funds	-	39,993	(8,924)	-	31,069
	<u>7,526,855</u>	<u>6,222,316</u>	<u>(6,155,054)</u>	<u>-</u>	<u>7,594,117</u>

Restricted funds represent a donation that was made to the charity for the sole purpose of the purchase a piece of equipment.

Unrestricted funds represent accumulated income from the School's activities and other sources that are available for the general purpose of the School.

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

**22. Subsidiary undertaking**

Motcombe Park Limited, a company incorporated and registered in England and Wales, is a wholly owned subsidiary of Port Regis School. All of its profits are paid to the School by gift aid. Details of the trading results of the subsidiary and its reserves for the year ended 31 August are as follows:

<b>Profit and loss accounts</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Turnover	2,180	(1,970)
Operating costs	<u>(6,572)</u>	<u>(5,280)</u>
Operating profit	(4,392)	(7,250)
Interest receivable	<u>-</u>	<u>-</u>
	(4,392)	(7,250)
Gift aid donation to Port Regis School	-	-
	<u>(4,392)</u>	<u>(7,250)</u>

<b>Balance sheet</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Fixed assets	-	3,529
Current assets	-	3,170
Current liabilities		(13,780)
	<u>-</u>	<u>(7,081)</u>
Called up share capital	=	500
Retained earnings	=	(7,581)
	<u>-</u>	<u>(7,081)</u>

Motcombe Park Limited ceased trading during the year and was dissolved on 14 June 2022.

**23. Related party transactions**

There are no other related party transactions (2021: none).

**24. Status**

The charity is limited by guarantee and has no share capital.

**Port Regis School Limited**  
**Notes to the Consolidated Financial Statements**

**For the year ended 31 August 2022**

---

**25. Pension**

The total pension cost for the group was £325,819 (2021: £300,289) of which £153,609 (2021: £152,190) relates to Money Purchase Schemes.

There were outstanding contributions at the balance sheet date of £20,373 (2021: £18,675) in respect of contributions due for the month of August paid over to the pension scheme administrators in September.

Members of the teaching staff have the option to be members of a defined benefit pension scheme operated by the Teachers' Pension Agency. For other employees, the company operates a group personal pension plan.

**Teachers' Pension Scheme**

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme, governed by the Teachers' Pension Scheme Regulations 2014. Membership is automatic for 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 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.

The Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TPS 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 nominal rate of return including earnings growth is 4.45%.

The next valuation result is due to be implemented from 1 April 2024.

The pension charge for the year includes contributions payable to the TPS of £172,210 (2021: £148,099) and at the year end £13,251 (2021: £13,178 ) was accrued in respect of contributions to this scheme.

A copy of the valuation report and supporting documentation is on the Teachers' Pensions website. Under the definitions set out in FRS 102, the TPS is a multi-employer pension scheme. The School has accounted for its contributions to the scheme as if it were a defined contribution scheme. The School has set out above the information available on the scheme.