

Charity Registration No. 307066

Company Registration No. 00544254 (England and Wales)

HAMILTON LODGE (BRIGHTON)
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020

HAMILTON LODGE (BRIGHTON)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M C G Redshaw, Chair Mr S W Kent Mr P Newbury Ms G Pilling Mr M Abbott S A Dewar
Principal	Mr B McInally
Company Secretary and Business Manager	Mr T Taylor
Charity number	307066
Company number	00544254
Registered office	9 Walpole Road Brighton East Sussex BN2 0LS
Auditor	Knill James LLP One Bell Lane Lewes East Sussex BN7 1JU
Bankers	HSBC Bank PLC 153 North Street Brighton East Sussex BN1 1SW National Westminster Bank PLC 8-11 Pavillion Buildings Castle Square Brighton East Sussex BN1 1DP Barclays Bank Plc North Street Brighton East Sussex BN1 1SF
Solicitors	Griffith Smith LLP 47 Old Steyne Brighton East Sussex BN1 1NW

HAMILTON LODGE (BRIGHTON)

CONTENTS

	Page
Trustees' report	1 - 11
Statement of Trustees' responsibilities	12
Independent auditor's report	13 - 14
Statement of financial activities	15
Balance sheet	16
Statement of cash flows	17
Notes to the accounts	18 - 32

HAMILTON LODGE (BRIGHTON)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 JULY 2020

The Trustees present their report and financial statements for the year ended 31 July 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The objects of the Charity are to advance the education and development of deaf children and young people, to support their integration into the community and to assist them in growing to full maturity as individuals and members of society. The objects of the Charity are carried out through the activities of Hamilton Lodge School and College (HLSC).

All the Trustees of Hamilton Lodge (Brighton) are Governors of Hamilton Lodge School and College. The Governing Body is also made up of members of the Leadership Team, staff, parents, ex-student representative's and others as decided by the Governors.

HLSC aims for every child and young person coming to Hamilton Lodge are to:

- Develop a full language to support memory & learning
- Achieve their academic and vocational potential
- Be safe and confident in the modern world
- Have happy memories of their childhood and lasting friendships
- Be healthy and resilient both physically and emotionally

Our school has educated and cared for deaf children for over 75 years. In recent years we have developed our college provision ensuring that deaf teenagers have the best access to further education at local colleges. In September 2016 we opened, in addition to our existing school & college provision, a new Specialist Provision for children with additional disabilities and care needs.

Most students are drawn from the South of England and London, but we are available to children from across England and Wales (and occasionally beyond). We also support parents of deaf children to learn British Sign Language in order to have more options in communicating with their child and to enable their child to access deaf peer groups and friendships.

We work collaboratively with Local Authorities and parents/carers to ensure that our school and college is the best fit for the child before any decision is made and that we can provide a safe, enjoyable childhood and a full education they can access.

Our class sizes are small and we teach in British Sign Language and English. Children are supported to learn both English and British Sign Language. We have a team of specialists to support each child, including children with additional special educational needs.

Speech and Language Therapists, Audiologist, Occupational Therapist and Nurse are within the staff team to ensure that each child has structured support designed to keep them healthy and able to access their education and their friendships. We increased the number of hours provided by the OT as more pupils arrived with OT needs identified within their EHCPs. We have also ensured the Physiotherapist and OT have the opportunity to work alongside one another and have joint sessions within PE with the PE coordinator for integrated working.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

HAMILTON LODGE (BRIGHTON)

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2020

The school profile sets out how well the school is doing, how its performance compares locally and nationally and its strengths and plans for improvement.

A school's profile contains the following information:

- What have been our successes this year?
- What are we trying to improve?
- Pupil Accreditations and Achievements?
- How are we making sure that every child receives teaching to meet their individual needs?
- How are we working with parents, carers and the community?
- What have students told us about the school and what have we done as a result?
- How do we make sure our students are healthy, safe and well supported?
- What activities and options are available to students?
- What do our students do after leaving the school?
- What have we done in response to our Ofsted reports?

Strategic report

The description under the headings "Achievements and performance" and "Financial review" meet the company law requirements for the Trustees to present a strategic report.

HAMILTON LODGE (BRIGHTON)

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Achievements and performance

What have been our successes this year?

- Education Ofsted report in July 2019 which judged HLSC to be 'good'.
- Ofsted Care Standards report in March 2020 which judged our provision to be 'Outstanding'
- Students successfully attended year 10 work experience placements.
- Our Further Education (FE) Department had a very successful year with students successfully completing their courses at Brighton MET & Plumpton Agricultural College. Two students from St Johns have attended our signed Communication and Social Skills.
- Work Experience placements in the FE dept. included Hairdressing, Accountancy, Painting & Decorating, working alongside the maintenance team at HLSC and visiting a film studio. Our Independent Careers Advisor works with our pupils on a weekly basis and her weekly input has been useful in providing a more consistent pathway for advice. She is also undertaking a development plan for the careers service.

What are we trying to improve?

- Improve pupil progress tracking from their starting points to ensure consistent book scrutinies and the ability to track small steps made by pupils easily across all subjects.
- Ensure that pupils, especially the most able, are routinely challenged to achieve at the highest standards. (OFSTED, July 2019)
- Maintain high quality of safeguarding to make sure all students feel safe and secure.
- Examination of impact of interventions across provision mapping
- Consolidate FE data to track students more easily
- Baseline assessment processes
- Reporting to partners
- Annual review process and reports

HAMILTON LODGE (BRIGHTON)

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Students' Accreditations and Achievements

- Students work towards a range of GCSEs/Entry Levels, Unit Award courses, Award Scheme Development and Accreditation Network, Arts Award and Signature's Levels 1-3 qualifications.
- Students are expected to achieve appropriate accreditations across all areas of the curriculum at GCSE, BTECs, Entry Level, Functional Skills or AQA UAS levels based upon teacher expected outcomes.

How are we making sure that every child receives teaching to meet their individual needs?

- Before entry to HLSC students and their parents/carers visit the school, students attend the school/college for an assessment which may include an overnight stay, a visit may be made to the student in their primary/secondary school/college and background information is studied. In this way a picture can be built up to help each young person to settle successfully into HLSC and to determine fee costs.
- Curriculum development has particularly focused on accreditations which can specifically match the needs of individual students.
- We continue to offer our students a range of GCSE, Entry Level and Unit Award courses.
- We have an established work experience programme which particularly focuses on individual students having opportunities to build their independence skills, confidence and self-esteem. We have also introduced a before and after questionnaire to allow students to see improvements in confidence and communication whilst on placements.
- Our pupil support team ensures that students have focussed support including careful deployment of teaching assistants both to individual students and to particular teaching groups.
- Teachers are able to access in-service training to help them to further develop their teaching skills. Generally, we have one Teacher accessing the Teacher of the Deaf course (mandatory training) and one who will attend the course next year. The next member of staff to start training will be the new Specialist Provision Coordinator and this will begin in September 2020. We have a long-standing member of staff who is undergoing advanced training in social and emotional intervention.
- Students have direct access to their individual targets so that they can monitor their progress through discussions with their class tutor.

HAMILTON LODGE (BRIGHTON)

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2020

How are we working with parents/carers and the community?

- Our weekly school newspaper with contributions from students, staff & parents/carers keeps parents/ carers informed of activities within HLSC and individual and group achievements.
- Parents/carers are able to email or phone HLSC directly and receive a response the same day.
- Parents/carers have an ongoing dialogue with tutors and keyworkers to ensure that we are working together to promote individual student's academic and social/emotional development. This is done through weekly phone calls, homework diaries and weekly contact.
- Parents/carers were sent a summary of the topics that students would be studying within each curriculum area.
- Annual reviews are held at the school and there are two parent/carer consultation meetings held during the year and additionally there is an annual review meeting for each pupil to ensure that we are meeting their needs as specified in their individual education plan.
- Our famed Christmas play was well received by parents.

What have students told us about the school and what have we done as a result?

All students could be school and college council representatives which meets weekly and is also attended by the Head of School & College, Business Manager and Head of Care. Every week HLSC takes action to address issues raised at the school council.

Residential students are consulted on their environment as part of our ongoing redecoration programme.

Termly House meetings ensure residential students can have an impact on their environment. A consequence of these meetings has been more videos games, a come dine with me challenge and a subscription to Disney+.

HAMILTON LODGE (BRIGHTON)

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2020

How do we make sure our Students are healthy, safe and well-supported?

- Our Care Standards reports of April 2019 found the provision to be 'Outstanding' across all areas and stated that safeguarding is Outstanding.
- Risk Assessments are carried out prior to any activity that poses a potential risk to health & safety. This applies especially to off site visits.
- There is always a good exchange of information between parents/carers, tutors and key workers to ensure that students are well supported and that we are meeting their social and emotional needs.
- We have an Assistant-Head for Support for Learning whose role includes meeting with students who are either referred or self-refer to discuss issues related to their personal development.
- We have a formally established link with NDCAMHS services providing consultative support for staff, parents/carers and individual counselling for students around issues related to social, emotional development and mental health issues.
- We ensure we have access to a range of services such as Physiotherapy & Occupational Therapy to meet individual needs.
- We work closely with the school caterers to ensure that healthy food options are available.
- All students take part in an active sports programme with competitions held throughout the year. Excellent use of local facilities such as Hove lagoon, Hind leap Warren and swimming pools is made.
- Assemblies are also held which address healthy eating and the Food Studies curriculum supports pupils to learn how to cook and make healthy food choices.
- We have integrated a Therapy Dog into the school timetable. Children can benefit educationally and emotionally, increase their understanding of responsibility, and develop empathy and nurturing skills through contact with a dog. In addition to these benefits, children take great enjoyment from interactions with a dog.

HAMILTON LODGE (BRIGHTON)

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Financial review

The main bulk of the Charity's income and expenditure arises from the provision of educational services for Hamilton Lodge School and College. The principal funding sources are fee income from Local Authorities, The Education and Skills Funding Agency plus grants from the Department for Education.

Despite setting a deficit budget we were able to post a surplus of £65K in the financial year 2019/20.

Notwithstanding the COVID pandemic, the anticipated £312K deficit was managed effectively throughout the year by prudent and effective management we were on track to reduce the deficit significantly by year end.

COVID presented many challenges although it did mean that our overtime and some other operational costs were reduced.

Whilst we remained open throughout, the reduction in overtime and agency cover together with reduced food and utilities costs further eased the potential deficit budget enabling the surplus at the end of the year.

The challenges we face in the 2020/21 academic year were anticipated well in advance based on the numbers of FE learners leaving in Summer 2020. Nevertheless, our numbers improved, mirroring the trend we have witnessed over the previous few years, we continue to receive enquiries from local authorities and would expect there to be further in-year placements. This is balanced against the possibility of learners leaving in-year.

Hamilton Lodge have in place robust strategies to reduce operating costs and more effectively allocate staff resources whilst maintaining the high levels of provision required to meet the individual needs of the learners.

The Trustees continue to be confident that Hamilton Lodge School and College can offer a high-quality provision to deaf children and increasingly those with a range of co-morbidities.

HAMILTON LODGE (BRIGHTON)

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Definition of Reserves

The Trustees endorse the Charity Commission's definition:

"Reserves" are the resources the charity has or can make available to spend, for any or all of the charity's purposes, once it has met its commitments and covered its planned expenditure.' And more specifically 'income which becomes available to the charity and is to be spent at the trustees' discretion in furtherance of any of the charity's objects (sometimes referred to as "general purpose" income); but which is **not** yet spent, committed or designated (ie, is "free").'

For this purpose, the Trustees have defined reserves as net current assets.

Stated Reserves Policy and Review

The Trustees have reviewed the charity's needs for reserves in line with the guidance issued by the Charity Commission and have set aside income to develop the reserves of the Charity. The reserves will be used to:

- Safeguard the Charity's service commitment in the event of delays in receipt of fee income or higher than expected running costs.
- Build funds for future development projects.
- Fund short term budget deficits to maintain staffing specialisms.
- To fund recovery and safeguard the Charity's service commitments should HLSC suffer delays in receipt of income whether by catastrophic or lesser but damaging events.

The Trustees will review the level of reserves on an annual basis and decide the amount of retained income for the forth-coming financial year. They will ensure that reserve levels remain realistic to the requirements of (a) (b) (c) and (d). The Trustees feel that free reserves equivalent to 6 months' overheads £1,820k to cover (a) (c) and (d) above would be sufficient to fund the above eventualities.

Investment of reserves Policy

During the year the Charity has continued with the policy of investing in cash deposits and cash investments, to meet the requirements of the reserves policy. This policy requires that such investments can be made available at short notice in the event of the company being wound up. Investments are held to obtain the best financial return for the charity, given the above constraints. The returns achieved during the year are in line with this low risk policy.

Risk Management

The Board of Trustees has assessed the major risks facing the Charity and considers that there are sufficient control measures in place to mitigate exposure. The Trustees have produced a Charity Risk Assessment document which contains details of these risks and the control measures in place. Contained within each risk area is an analysis of the likelihood and severity of the event happening. There is an overall assessment of whether the risk is low, medium or high to the Charity. From this assessment the Trustees plan what action to take.

The Board of Trustees considers this an ongoing process and they review this document on an annual basis or when any factor changes significantly. Any new risks that are highlighted during the year are built into the review process and document. The Trustees work with the Principal and Business Manager to produce the risk assessment document.

HAMILTON LODGE (BRIGHTON)

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Covid Response

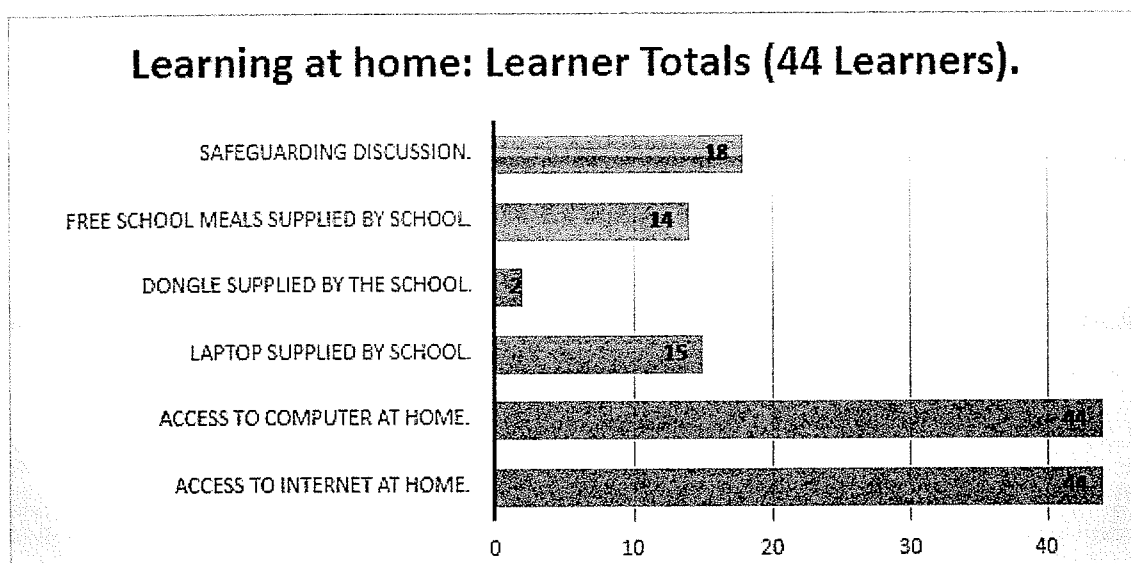
The school and college have made appropriate arrangements for all learners to be able to continue their learning at home, this is based on a deep understanding of each learner and ensuring they have access to the tools they need to progress in their learning during the health care emergency.

The school has invested additional funding to ensure we have enough laptops and in some limited cases access to the internet. With our blended approach there has been an additional cost for postage.

As a school, we also took the decision very early on in the pandemic, to support our most vulnerable families with funds for meals.

Children who we did not actually see we assessed from a safeguarding perspective, the actions that we took resulted in higher levels of engagement online across the board

Below is a table showing the numbers impacted by the measures we have taken.



Plans for the future

What are our plans for the future?

- We will continue to promote the school as a training venue for schools and organisations for the Deaf. This will raise the profile of the school as a placement option for some Deaf children.
- To continue to upgrade and improve our educational and residential facilities with a particular emphasis on making our educational facilities more accessible.
- To explore the possible addition of residential facilities.
- To develop collaborative practice and align interests with strategic development of the school.

Structure, governance and management

The Charity's governing documents are its Memorandum and Articles of Association.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

HAMILTON LODGE (BRIGHTON)

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Mr M C G Redshaw, Chair

Mrs S Furdas

(Resigned 21 July 2020)

Mr S W Kent

Mr P Newbury

Ms G Pilling

Mr M Abbott

S A Dewar

Trustees retire and are eligible for re-election by rotation after three years. The election and rotation of Trustees takes place in the Autumn Trustees' meeting. Trustees are recruited to fill any vacancy as it arises in accordance with the requirements of the Articles of Association of the Charity. This is either by advertising and search or by individual selection where there is a need for a Trustee with a particular area of expertise.

The Chair, Principal and Business Manager all contribute to the induction of new Trustees. Potential Trustees are invited as observers to Trustees meetings. They are required to spend time with the Principal and Business Manager to ascertain the nature of the Charity and the responsibilities of a Trustee. Regular training events are held to update Trustees on relevant company and charity developments.

All our students have an Education, Health & Care Plan (EHCP) and are placed with us by around twenty Local Authorities. Applications for a child to attend the School and College are made by the placing authority, in close consultation with parents/carers of the individual child and Hamilton Lodge. The students at Hamilton Lodge are deaf with a growing number presenting with additional needs. The geographical, religious or financial circumstances of the child's parents have no determining factor as to whether the child obtains a place at the School/College. Fees are met by each child/student's Local Authority and the Education and Skills Funding Agency.

The Charity is organised through a Board of Trustees. The Trustees meet as a Board at least three times a year to determine the general policy of the Charity and review its overall management and control, for which they are legally responsible. This has proven to be impossible due to COVID restrictions and we have conducted business remotely throughout 2020.

The Trustees have overall responsibility for the management and financial control of the Charity and Company which owns the school and college. The Board will make decisions over finance, premises, staffing and the strategic aims of the Charity. Day-to-day management of the school and college is delegated to the Leadership Team (LT), Principal, Business Manager, Head of School & College, and Head of Care. The Board of Trustees has delegated responsibility for the delivery of education and care within the school to the Board of Governors. The Board of Governors is made up of all members of the Board of Trustees, members of the Leadership Team and representatives from parents/carers, ex-students, staff and others as decided by the Governors. Trustees and Governors are linked to different areas of the school and college to provide greater oversight.

Funds held as custodian trustee

There are no arrangements where the Charity or the Trustees are acting as custodians.

HAMILTON LODGE (BRIGHTON)

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 JULY 2020

Auditor

In accordance with the company's articles, a resolution proposing that Knill James LLP be reappointed as auditor of the company will be put at a General Meeting.

Disclosure of information to auditor

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The Trustees' report, including the strategic report, was approved by the Board of Trustees.



.....
Mr M C G Redshaw, Chair ..

Trustee

Dated: 31.3.21

HAMILTON LODGE (BRIGHTON)

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 JULY 2020

The Trustees, who are also the directors of Hamilton Lodge (Brighton) for the purpose of company law, are responsible for preparing the Trustees' Report, including the Strategic 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 which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the charity and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

HAMILTON LODGE (BRIGHTON)

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF HAMILTON LODGE (BRIGHTON)

Opinion

We have audited the financial statements of Hamilton Lodge (Brighton) (the 'charitable company') for the year ended 31 July 2020 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2020 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 Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees 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 Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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 our audit:

- the information given in the Trustees' Report, which includes the directors' report 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 directors' report included within the Trustees' report have been prepared in accordance with applicable legal requirements.
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HAMILTON LODGE (BRIGHTON)

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF HAMILTON LODGE (BRIGHTON)

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report included within the Trustees' report.

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

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

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the charitable company for the purpose 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.


Auditor's responsibilities for the audit of the financial statements

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2016. Our audit work has been undertaken so that we might state to the charitable company's members those matters which we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members, as a body, for our audit work, for this report, or for the opinions that we have formed.


Mrs Susan Foster (Senior Statutory Auditor)
for and on behalf of Knill James LLP

1st April 2021
.....

Chartered Accountants
Statutory Auditor

One Bell Lane
Lewes
East Sussex
BN7 1JU

HAMILTON LODGE (BRIGHTON)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2020

	Notes	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2020 £	Total 2019 £
<u>Income and endowments from:</u>						
Donations and grants	3	40,427	-	-	40,427	30,231
School fees receivable	4	3,214,996	-	-	3,214,996	3,197,687
Other trading activities		-	-	-	-	-
Investments	5	9,616	-	-	9,616	17,490
Other ancillary trading income	6	15,413	-	-	15,413	7,213
Total income		3,280,452	-	-	3,280,452	3,252,621
<u>Expenditure on:</u>						
Raising funds	7	2,180	-	-	2,180	1,243
Charitable activities	8	3,206,113	7,000	424	3,213,537	3,639,478
Total resources expended		3,208,293	7,000	424	3,215,717	3,640,721
Net income/(expenditure) for the year/ Net movement in funds		72,159	(7,000)	(424)	64,735	(388,100)
Fund balances at 1 August 2019		4,991,609	644,000	4,516	5,640,125	6,028,225
Fund balances at 31 July 2020		5,063,768	637,000	4,092	5,704,860	5,640,125

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

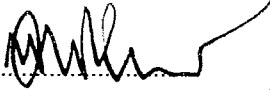
HAMILTON LODGE (BRIGHTON)

BALANCE SHEET

AS AT 31 JULY 2020

	Notes	2020		2019	
		£	£	£	£
Fixed assets					
Tangible assets	12		3,662,746		3,754,553
Current assets					
Debtors	13	252,956		124,364	
Cash at bank and in hand		1,958,826		2,056,268	
		<u>2,211,782</u>		<u>2,180,632</u>	
Creditors: amounts falling due within one year	14	(169,668)		(295,060)	
Net current assets			2,042,114		1,885,572
Total assets less current liabilities			<u>5,704,860</u>		<u>5,640,125</u>
Income funds					
Restricted funds	17		4,092		4,516
Unrestricted funds - designated	18		637,000		644,000
Unrestricted funds - general			5,063,768		4,991,609
			<u>5,704,860</u>		<u>5,640,125</u>

The accounts were approved by the Trustees on 31.3.21


Mr M C G Redshaw, Chair
Trustee

Company Registration No. 00544254

HAMILTON LODGE (BRIGHTON)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 JULY 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	22		(85,642)		19,351
Investing activities					
Purchase of tangible fixed assets		(21,416)		(355,813)	
Investment income		9,616		17,490	
Net cash used in investing activities			(11,800)		(338,323)
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(97,442)		(318,972)
Cash and cash equivalents at beginning of year			2,056,268		2,375,240
Cash and cash equivalents at end of year			1,958,826		2,056,268
Relating to:					
Cash at bank and in hand			1,958,826		2,056,268

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2020

1 Accounting policies

Company information

Hamilton Lodge (Brighton) is a private company limited by guarantee incorporated in England and Wales. The registered office is 9 Walpole Road, Brighton, East Sussex, BN2 0LS.

1.1 Accounting convention

The accounts have been prepared in accordance with the charitable company's governing document, the Companies Act 2006 and "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 charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. In arriving at their conclusions the Trustees have taken in to account the impact of Covid19 on their activities and finances. As a result the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Designated funds comprise funds which have been set aside at the discretion of the Trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

1 Accounting policies

(Continued)

Fees receivable and charges for services and use of premises are accounted for in the period to which the service is provided.

Income from grants received is set aside in accordance with the terms of the issuing organisation.

1.5 Resources expended

Expenditure is accounted for on an accruals basis and is analysed below:

- Costs of generating funds are those costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.
- Charitable activities include expenditure associated with school services and include both the direct costs and support costs relating to these activities.
- Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements, including auditors remuneration.
- Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources e.g. allocating property costs by floor area, staff costs by time spent and other costs by their usage.

The irrecoverable element of VAT is included with the item of expense to which it relates.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold land is not depreciated	
Freehold buildings	2% & 10% straight line
Leasehold property	over the remaining term of the lease
Leasehold property improvements	2% straight line
Furniture & Equipment	10% straight line
Fixtures, fittings & equipment	33 1/3% straight line
Motor vehicles	20% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

All furniture and equipment items with a cost greater than £5,000 have been capitalised.

1.7 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

1 Accounting policies

(Continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/ (expenditure for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charitable company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

1 Accounting policies

(Continued)

Derecognition of financial liabilities

Financial liabilities are derecognised when the charitable company's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Teachers are members of the teachers superannuation scheme administered by the Teachers Pension Agency. The Charity operates a defined contribution scheme for some other employees whereby the assets of the scheme are held separately from those of the Charity in an independently administered fund. Contributions to both schemes are charged to the statement of financial activities as they fall due.

1.11 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

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

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

Key sources of estimation uncertainty

Depreciation

The charity exercises judgement to determine useful lives and residual values of property, plant and equipment. The assets are depreciated down to their residual values over their estimated useful lives.

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

3 Donations and grants

	2020	2019
	£	£
Donations and gifts	1,643	3,976
Grants receivable for core activities	38,784	26,255
	<u>40,427</u>	<u>30,231</u>

4 School fees receivable

	2020	2019
	£	£
Gross fees charged	<u>3,214,996</u>	<u>3,197,687</u>

Charitable trading income

Income for school fees comprise of £3,214,996 (2019 - £3,197,687) unrestricted income and £nil (2019 - £nil) restricted income.

5 Investments

	2020	2019
	£	£
Rental income	1,975	4,521
Interest receivable	7,641	12,969
	<u>9,616</u>	<u>17,490</u>

Income from investments is comprised of £17,490 (2019 - £8,921) unrestricted income and £nil (2019 - £nil) restricted income.

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2020

6 Other ancillary trading income

	2020	2019
	£	£
Other income	15,413	7,213
	<u>15,413</u>	<u>7,213</u>

Other income is comprised of £15,413 (2019 - £7,213) unrestricted income and £nil (2019 - £nil) restricted income.

7 Raising funds

	2020	2019
	£	£
<u>School financing costs</u>		
Other fundraising costs	2,180	1,243
	<u>2,180</u>	<u>1,243</u>
For the year ended 31 July 2019		
Unrestricted funds		<u>1,243</u>

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

8 Charitable activities

	Teaching costs £	Welfare costs £	Premises costs £	Support costs £	Total 2020 £	Total 2019 £
Staff costs	1,487,634	648,407	58,262	264,974	2,459,277	2,533,922
Depreciation and impairment	31,080	345	81,798	-	113,223	109,596
Other costs	33,756	215,420	188,956	184,287	622,419	976,867
	<u>1,552,470</u>	<u>864,172</u>	<u>329,016</u>	<u>449,261</u>	<u>3,194,919</u>	<u>3,620,385</u>
Share of support costs (see note 9)	-	-	-	1,385	1,385	1,282
Share of governance costs (see note 9)	-	-	-	17,233	17,233	17,811
	<u>1,552,470</u>	<u>864,172</u>	<u>329,016</u>	<u>467,879</u>	<u>3,213,537</u>	<u>3,639,478</u>
Analysis by fund						
Unrestricted funds - general	1,552,470	863,748	322,016	467,879	3,206,113	
Unrestricted funds - designated	-	-	7,000	-	7,000	
Restricted funds	-	424	-	-	424	
	<u>1,552,470</u>	<u>864,172</u>	<u>329,016</u>	<u>467,879</u>	<u>3,213,537</u>	
For the year ended 31 July 2019						
Unrestricted funds - general	1,622,769	994,353	462,945	550,793		3,630,860
Unrestricted funds - designated	-	-	7,000	-		7,000
Restricted funds	-	1,618	-	-		1,618
	<u>1,622,769</u>	<u>995,971</u>	<u>469,945</u>	<u>550,793</u>		<u>3,639,478</u>

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

9 Support costs	Support costs	Governance costs	2020	2019
	£	£	£	£
Bank charges	1,385	-	1,385	1,282
Audit fees	-	10,680	10,680	10,264
Governance costs	-	6,553	6,553	7,547
	<u>1,385</u>	<u>17,233</u>	<u>18,618</u>	<u>19,093</u>
Analysed to:				
Charitable activities	<u>1,385</u>	<u>17,233</u>	<u>18,618</u>	<u>19,093</u>

Governance costs includes payments to the auditors of £5,460 (2019 - £5,700) in respect of non-audit services.

10 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year, but 5 of them were reimbursed a total of £1,478 travelling expenses (2019 - 5 were reimbursed £1,647).

Trustees liability insurance expenditure amounted to £1,356 (2019 - £1,025) in the year.

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

11 Employees

Number of employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
Teaching and learning	61	57
Residential care	23	28
Administration	8	13
Maintenance and cleaning	11	15
	<u>103</u>	<u>113</u>

Employment costs

	2020 £	2019 £
Wages and salaries	2,059,905	2,171,223
Social security costs	188,516	199,457
Other pension costs	210,856	163,242
	<u>2,459,277</u>	<u>2,533,922</u>

The number of employees whose annual remuneration was £60,000 or more were:

	2020 Number	2019 Number
£60,000 to £70,000	2	2
£90,000 to £100,000	1	1

Of the employees whose emoluments exceed £60,000, 3 (2019 - 3) have retirement benefits accruing under defined benefit pension schemes. The pension contributions in respect of the individuals totalled £42,003 (2019 - £28,964).

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

12 Tangible fixed assets

	Freehold Land & Buildings £	Leasehold Land & Buildings £	Furniture & Equipment £	Motor vehicles £	Total £
Cost					
At 1 August 2019	3,748,095	991,811	1,023,358	71,211	5,834,475
Additions	7,206	-	14,210	-	21,416
Disposals	-	-	(788,848)	-	(788,848)
At 31 July 2020	3,755,301	991,811	248,720	71,211	5,067,043
Depreciation and impairment					
At 1 August 2019	1,013,708	97,170	897,833	71,211	2,079,922
Depreciation charged in the year	69,849	12,294	31,080	-	113,223
Eliminated in respect of disposals	-	-	(788,848)	-	(788,848)
At 31 July 2020	1,083,557	109,464	140,065	71,211	1,404,297
Carrying amount					
At 31 July 2020	2,671,744	882,347	108,655	-	3,662,746
At 31 July 2019	2,734,387	894,641	125,525	-	3,754,553

The carrying value of land and buildings comprises:

	2020 £	2019 £
Freehold	2,671,744	2,734,387
Long leasehold	637,000	686,184
Short leasehold	245,347	208,457
	3,554,091	3,629,028

Freehold land & buildings includes land included at cost of £184,625 which is not depreciated. The freehold land & buildings are valued, for insurance purposes, at £13.3m.

13 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Fee debtors	194,763	89,183
Other debtors	6,784	2,394
Prepayments and accrued income	51,409	32,787
	252,956	124,364

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

14 Creditors: amounts falling due within one year

	Notes	2020 £	2019 £
Other taxation and social security		47,155	50,886
Deferred income	16	34,290	41,427
Trade creditors		22,858	136,334
Other creditors		29,319	28,151
Accruals		36,046	38,262
		<u>169,668</u>	<u>295,060</u>

15 Pension and other post-retirement benefit commitments

Pension and Similar Obligations

The School operates two pension schemes for the benefit of employees. The Teachers' Pension Scheme (TPS), a defined benefit scheme, is available to all teachers. All other staff can enter a defined contribution scheme.

Defined contribution

The assets of the scheme are held separately from those of the School in an independently administered fund. Contributions to the scheme are charged to the Statement of Financial Activities as they fall due. Contributions payable by the company in the year amounted to £44,104 (2019 - £37,059). £4,802 (2019 - £5,392) was outstanding at the balance sheet date.

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 full-time teachers in academies and, from 1 January 2007, automatic for teachers in part-time employment following appointment or a change of contract, although they are able to opt out.

The TPS is an unfunded scheme and members contribute on a 'pay as you go' basis – these contributions along with those made by employers are credited to the Exchequer. Retirement and other pension benefits are paid by public funds provided by Parliament.

Valuation of the Teachers' Pension Scheme

The Government Actuary, using normal actuarial principles, conducts a formal actuarial review of the TPS in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014 published by HM Treasury. 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 actuarial valuation of the TPS in application for the year ended 31 July 2020 was carried out as at 31 March 2016 and in accordance with the Public Service Pensions (Valuations and Employer Cost Cap) Directions 2014. The valuation report was published by the Department for Education on 5 March 2019. The key elements of the valuation and subsequent consultation are:

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

15 Pension and other post-retirement benefit commitments (Continued)

- employer contribution rates set at 23.68% of pensionable pay (including a 0.08% employer administration charge)
- 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
- an employer cost cap of 10.9% of pensionable pay will be applied to future valuations
- the assumed real rate of return is 3.0% in excess of prices and 2% in excess of earnings. The rate of real earnings growth is assumed to be 2.75%. The assumed nominal rate of return is 5.06%.

The employer's pension costs paid to TPS in the period amounted to £166,751 (2019: £126,183).

A copy of the valuation report and supporting documentation is on the Teachers' Pension website.

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

16 Deferred income

	2020	2019
	£	£
Other deferred income	34,290	41,427

17 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 August 2019	Movement in funds		Balance at 31 July 2020
	£	Incoming Resources	Resources Expended	£
Pedal to the Pebbles Bike Ride	3,840	-	-	3,840
J Simister	676	-	(424)	252
	<u>4,516</u>	<u>-</u>	<u>(424)</u>	<u>4,092</u>

Pedal to the Pebbles Bike Ride - donations towards the sensory room and new bikes

J Simister- donations towards the purchase of new bikes

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

18 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 August 2019 £	Movement in funds		Balance at 31 July 2020 £
		Incoming resources £	Resources expended £	
34 Walpole Road	644,000	-	(7,000)	637,000
	<u>644,000</u>	<u>-</u>	<u>(7,000)</u>	<u>637,000</u>

34 Walpole Road - the school entered into a sale and leaseback arrangement in the 2011/12 financial year. In order to more appropriately show the unrestricted general funds available to the school the net book value of the leasehold has been reflected as a designated fund. The resources expended in the year relates to the depreciation charge.

HAMILTON LODGE (BRIGHTON)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2020

20 Operating lease commitments

At the reporting end date the charitable company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2020 £	2019 £
Within one year	-	1,254

21 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2020 £	2019 £
Aggregate compensation	369,618	338,694

M Abbott, who was appointed as a trustee on 2nd July 2019, provides building project management and property surveying services to the charity under a service level agreement dated 20th June 2017 which was entered in to before his appointment. The Service Level Agreement will be reviewed after 3 years. The Chair of Trustees and the Business Manager review the terms of the agreement each year to ensure that it continues to represent fair value and is in line with market rates.

22 Cash generated from operations

	2020 £	2019 £
Surplus/(deficit) for the year	64,735	(388,100)
Adjustments for:		
Investment income recognised in statement of financial activities	(9,616)	(17,490)
Depreciation and impairment of tangible fixed assets	113,223	109,596
Movements in working capital:		
(Increase)/decrease in debtors	(128,592)	195,586
(Decrease)/increase in creditors	(118,255)	105,910
(Decrease)/increase in deferred income	(7,137)	13,849
Cash (absorbed by)/generated from operations	(85,642)	19,351

23 Analysis of changes in net funds

The charitable company had no debt during the year.

